When Recorded Return to: Hurricane City 147 N 870 West Hurricane, UT 84737

DOC # 20210030128 Agreement Page 1 of 13 Gary Christensen Washington County Recorder 04/27/2021 03:25:11 PM Fee \$ 0.00 By HURRICANE CITY

DEVELOPMENT AGREEMENT FOR LONE ROCK CONDOMINIUMS LLC

THIS DEVELOPMENT AGREEMENT ("Agreement") is made and entered into as of the day of <u>feorgary</u>, 2020 (the "Effective Date"), by and between the CITY OF HURRICANE, a Utah municipal corporation, hereinafter referred to as "City," and Lone Rock Condominiums LLC, a Utah limited liability company, hereinafter referred to as "Developer." The City and Developer are hereinafter collectively referred to as "Parties."

RECITALS

- A. Developer is the owner of approximately 13.34 acres of land located within the City of Hurricane as is more particularly described on EXHIBIT A, attached hereto and incorporated herein by reference (the "Property").
- B. On Dec. 19,2019, the City Council approved a Planned Development Overlay for Property vesting zoning based on the Preliminary Site Plan set forth on EXHIBIT B ("Site Plan"), attached hereto and incorporated herein by reference, which will govern the density, development and use of the Property (said density, development, and use constituting the "Project").
- C. Developer is willing to design and construct the Project in a manner that is in harmony with and intended to promote the long range policies, goals, and objectives of the City's general plan, zoning and development regulations in order to receive the benefit of vesting for certain uses and zoning designations under the terms of this Agreement as more fully set forth below.
- D. The City Council accepted Developer's proffer to enter into this Agreement to memorialize the intent of Developer and City and decreed that the effective date of the Vesting for the zoning be the date of the execution and delivery of this Agreement and the recording thereof as a public record on title of the Property in the office of the Washington County Recorder.
- E. The City Council further authorized the Mayor of the City to execute and deliver this Agreement on behalf of the City.
- F. The City has the authority to enter into this Agreement pursuant to Utah Code Section 10-9a-102(2) and relevant municipal ordinances, and desires to enter into this Agreement with the Developer for the purpose of guiding the development of the Property in accordance with the terms and conditions of this Agreement and in accordance with applicable City Ordinances.
- G. This Agreement is generally consistent with, and all preliminary and final plats within the Property are subject to and shall conform with, the City's General Plan, Zoning Ordinances, and Subdivision Ordinances, and any permits issued by the City pursuant to City Ordinances and regulations.

- H. The Parties desire to enter into this Agreement to specify the rights and responsibilities of the Developer to develop the Property as expressed in this Agreement and the rights and responsibilities of the City to allow and regulate such development pursuant to the requirements of this Agreement.
- I. The Parties understand and intend that this Agreement is a "development agreement" within the meaning of, and entered into pursuant to, the terms of Utah Code Ann., §10-9a-102.
 - J. The Parties intend to be bound by the terms of this Agreement as set forth herein.

AGREEMENT

NOW, THEREFORE, in consideration of the mutual covenants contained herein, and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, the City and the Developer hereby agree as follows:

- 1. <u>Incorporation of Recitals</u>. The foregoing Recitals are hereby incorporated into this Agreement, as a substantive part hereof.
- 2. Zoning. The Property shall be developed in accordance with (i) the requirements of the _Planned Development Overlay zone combined with an underlying RM-3 zone._, (ii) all other features as generally shown on the Final Plat, and (iii) this Agreement. The Developer shall not seek to develop the Property in a manner that deviates materially from the attached Preliminary Site Plan as permitted by the aforementioned zoning designations for the Property.
- 3. Governing Standards. The Preliminary Site Plan, the record of the City Council meeting, and this Agreement (together the "Approval Documents") establish the development rights for the Project, including the use, maximum density, intensity and general configuration for the Project. The Project shall be developed by the Developer in accordance with the Approval Documents. All Developer submittals must comply generally with the Approval Documents. Non-material variations to the Preliminary Site Plan, as defined and approved by the City's Zoning Administrator, such as exact building locations, exact locations of open space and parking may be varied by the Developer without official City Council or Planning Commission approval. Such variations however shall in no way change the maximum density, use and intensity of the development of the Project.
- 4. <u>Additional Specific Developer Obligations</u>. As an integral part of the consideration for this agreement, the Developer voluntarily agrees as follows:
 - a. To provide no more than 200 units
 - b. To provide 420 parking spaces, or 2.10 spaces per unit.
 - c. To maintain as part of this agreement and in project CC&Rs an owner-occupancy ratio of approximately 60%.

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- d. To limit the adult occupancy per unit to 2 adults.
- e. To maintain FHA certification and renew it before handing HOA over to residents
- f. To designate owner occupied units and rental units and ensure owner occupied units are not changed to rental units
- g. To limit the height of the three buildings north of Knollwood Townhomes, designated as 8,9, and 11 on the Preliminary Site Plan, to no more than 2 stories and 25 feet in height.
- h. To permit a maximum height of the three building on the east side of the property designated as 3, 4, and 5 on the Preliminary Site Plan, to no more than 4 stories and 50 feet in height.
- i. To separate Project from Knollwood Townhomes by a fence, wall, landscaping or other barrier or combination thereof as approved with a final site plan.
- 5. <u>Construction Standards and Requirements</u>. All construction on the Property at the direction of the Developer shall be conducted and completed in accordance with the City Ordinances, including, but not limited to setback requirements, building height requirements, lot coverage requirements and all off-street parking requirements.
 - a. This project contains FHA approved condominiums that range from 2-story, 10 unit buildings to 4-story, 24 unit buildings with a total of 200 units. A single water connection per building, sized per water engineering standards, that limits the number of meter boxes and feed lines on common areas is more desirable for a quality product. Therefore, it is hereby agreed that impact fees for individual residential units will be paid per unit but the building will be designed and built with one meter per building. Water billing will be through the Homeowners Association. Landscape water will be provided through a separate meter.
 - b. As a vehicle to begin an FHA case number for final FHA approvals, City will grant a temporary certificate of occupancy for individual unit to the developer when interior units meet all code requirements but do not yet have floor coverings. Developer understands they will not be given final occupancy until it meets conventional City standards. No closing of individual units will take place until final Occupancy Permits have been issued from the City.
 - 6. Vested Rights and Reserved Legislative Powers.
 - a. <u>Vested Rights</u>. As of the Effective Date, Developer shall have the vested right to develop and construct the Project in accordance with the uses, maximum permissible densities, intensities, and general configuration of development established in the Approval Documents, subject to compliance with the City

Ordinances in existence on the Effective Date. The Parties intend that the rights granted to Developer under this Agreement are contractual and also those rights that exist under statute, common law and at equity. The Parties specifically intend that this Agreement grants to Developer "vested rights" as that term is construed in Utah's common law and pursuant to Utah Code Ann., §10-9a-509.

- i. Examples of Exceptions to Vested Rights. The Parties understand and agree that the Project will be required to comply with future changes to City Laws that do not limit or interfere with the vested rights granted pursuant to the terms of this Agreement. The following are examples for illustrative purposes of a non-exhaustive list of the type of future laws that may be enacted by the City that would be applicable to the Project:
 - 1. <u>Developer Agreement</u>. Future laws that Developer agrees in writing to the application thereof to the Project;
 - Compliance with State and Federal Laws. Future laws which are generally applicable to all properties in the City and which are required to comply with State and Federal laws and regulations affecting the Project;
 - 3. Safety Code Updates. Future laws that are updates or amendments to existing building, plumbing, mechanical, electrical, dangerous buildings, drainage, or similar construction or safety related codes, such as the International Building Code, the APWA Specifications, AAHSTO Standards, the Manual of Uniform Traffic Control Devices or similar standards that are generated by a nationally or statewide recognized construction/safety organization, or by the State or Federal governments and are required to meet legitimate concerns related to public health, safety or welfare; or,
 - Taxes. Taxes, or modifications thereto, so long as such taxes are lawfully imposed and charged uniformly by the City to all properties, applications, persons and entities similarly situated.
 - 5. <u>Fees</u>. Changes to the amounts of fees for the processing of Development Applications that are generally applicable to all development within the City (or a portion of the City as specified in the lawfully adopted fee schedule) and which are adopted pursuant to State law.
 - 6. <u>Impact Fees</u>. Impact Fees or modifications thereto which are lawfully adopted, imposed and collected.

- b. Reserved Legislative Powers. The Developer acknowledges that the City is restricted in its authority to limit its police power by contract and that the limitations, reservations and exceptions set forth herein are intended to reserve to the City all of its police power that cannot be so limited. Notwithstanding the retained power of the City to enact such legislation of the police powers, such legislation shall not modify the Developer's vested right as set forth herein unless facts and circumstances are present which meet the exceptions to the vested rights doctrine as set forth in Section 10-9a-509 of the Municipal Land Use, Development, and Management Act, as adopted on the Effective Date, Western Land Equities, Inc. v. City of Logan, 617 P.2d 388 (Utah 1980), its progeny, or any other exception to the doctrine of vested rights recognized under state or federal law.
- 7. <u>Default</u>. An "Event of Default" shall occur under this Agreement if any party fails to perform its obligations hereunder when due and the defaulting party has not performed the delinquent obligations within sixty (60) days following delivery to the delinquent party of written notice of such delinquency. Notwithstanding the foregoing, if the default cannot reasonably be cured within that 60-day period, a party shall not be in default so long as that party commences to cure the default within that 60-day period and diligently continues such cure in good faith until complete.
 - a. <u>Remedies.</u> Upon the occurrence of an Event of Default, the non-defaulting party shall have the right to exercise all of the following rights and remedies against the defaulting party:
 - 1. All rights and remedies available at law and in equity, including injunctive relief, specific performance, and termination, but not including damages or attorney's fees.
 - 2. The right to withhold all further approvals, licenses, permits or other rights associated with the Project or development activity pertaining to the defaulting party as described in this Agreement until such default has been cured.
 - 3. The right to draw upon any security posted or provided in connection with the Property or Project by the defaulting party.

The rights and remedies set forth herein shall be cumulative.

8. <u>Notices</u>. Any notices, requests and demands required or desired to be given hereunder shall be in writing and shall be served personally upon the party for whom intended, or if mailed, by certified mail, return receipt requested, postage prepaid, to such party at its address shown below:

To the Developer: Lone Rock Condominiums LLC

270 East 930 South Orem, UT 84058

Phone: (801) 592-8393

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To the City: City of Hurricane

Attention: Fay Reber, City Attorney

68 S. 700 W.

Hurricane, UT 84737

9. General Term and Conditions.

a. <u>Headings</u>. The headings contained in this Agreement are intended for convenience only and are in no way to be used to construe or limit the text herein.

- b. <u>Binding Effect</u>. This Agreement shall inure to the benefit of, and be binding upon, the parties hereto and their respective heirs, representatives, officers, agents, employees, members, successors and assigns (to the extent that assignment is permitted). Without limiting the generality of the foregoing, a "successor" includes a party that succeeds to the rights and interests of the Developer as evidenced by, among other things, such party's submission of land use applications to the City relating to the Property or the Project.
- c. <u>Non Liability of City Officials and Employees</u>. No officer, representative, consultant, attorney, agent or employee of the City shall be personally liable to the Developer, or any successor in interest or assignee of the Developer, for any default or breach by the City, or for any amount which may become due to the Developer, or its successors or assignees, or for any obligation arising under the terms of this Agreement. Nothing herein will release any person from personal liability for their own individual acts or omissions.
- d. <u>Third Party Rights</u>. Except for the Developer, the City and other parties that may succeed the Developer on title to any portion of the Property, all of whom are express intended beneficiaries of this Agreement, this Agreement shall not create any rights in and/or obligations to any other persons or parties. The Parties acknowledge that this Agreement refers to a private development and that the City has no interest in, responsibility for, or duty to any third parties concerning any improvements to the Property unless the City has accepted the dedication of such improvements
- e. <u>Further Documentation</u>. This Agreement is entered into by the Parties with the recognition and anticipation that subsequent agreements, plans, profiles, engineering and other documentation implementing and carrying out the provisions of this Agreement may be necessary. The Parties agree to negotiate and act in good faith with respect to all such future items.
- f. <u>Relationship of Parties</u>. This Agreement does not create any joint venture, partnership, undertaking, business arrangement or fiduciary relationship between the City and the Developer.
- g. Agreement to Run With the Land. This Agreement shall be recorded in the Office of the Washington County Recorder against the Property and is intended to and shall be deemed to run with the land, and shall be binding on and shall benefit all successors in the ownership of any portion of the Property.

- h. <u>Performance</u>. Each party, person and/or entity governed by this Agreement shall perform its respective obligations under this Agreement in a manner that will not unreasonably or materially delay, disrupt or inconvenience any other party, person and/or entity governed by this Agreement, the development of any portion of the Property or the issuance of final plats, certificates of occupancy or other approvals associated therewith.
- i. <u>Applicable Law</u>. This Agreement is entered into under and pursuant to, and is to be construed and enforceable in accordance with, the laws of the State of Utah.
- j. <u>Construction</u>. This Agreement has been reviewed and revised by legal counsel for both the City and the Developer, and no presumption or rule that ambiguities shall be construed against the drafting party shall apply to the interpretation or enforcement of this Agreement.
- k. <u>Consents and Approvals</u>. Except as expressly stated in this Agreement, the consent, approval, permit, license or other authorization of any party under this Agreement shall be given in a prompt and timely manner and shall not be unreasonably withheld, conditioned or delayed. Any consent, approval, permit, license or other authorization required hereunder from the City shall be given or withheld by the City in compliance with this Agreement and the City Ordinances.
- l. <u>Approval and Authority to Execute</u>. Each of the Parties represents and warrants as of the Effective Date this Agreement, it/he/she has all requisite power and authority to execute and deliver this Agreement, being fully authorized so to do and that this Agreement constitutes a valid and binding agreement.

m. Termination.

- i. Notwithstanding anything in this Agreement to the contrary, it is agreed by the parties hereto that in the event the final plat for the Property has not been recorded in the Office of the Washington County Recorder within five (5) years from the date of this Agreement (the "Term"), or upon the occurrence of an event of default of this Agreement that is not cured, the City shall have the right, but not the obligation, at the sole discretion of the City Council, to terminate this Agreement as to the defaulting party (*i.e.*, the Developer). The Term may be extended by mutual agreement of the Parties.
- ii. Upon termination of this Agreement for the reasons set forth herein, following the notice and process required hereby, the obligations of the City and the defaulting party to each other hereunder shall terminate, but none of the licenses, building permits, or certificates of occupancy granted prior to expiration of the Term or termination of this Agreement shall be rescinded or limited in any manner.

- 10. <u>Assignability</u>. The rights and responsibilities of Developer under this Agreement may be assigned in whole or in part by Developer with the consent of the City as provided herein.
 - a. <u>Notice</u>. Developer shall give Notice to the City of any proposed assignment and provide such information regarding the proposed assignee that the City may reasonably request in making the evaluation permitted under this Section. Such Notice shall include providing the City with all necessary contact information for the proposed assignee.
 - b. <u>Partial Assignment</u>. If any proposed assignment is for less than all of Developer's rights and responsibilities, then the assignee shall be responsible for the performance of each of the obligations contained in this Agreement to which the assignee succeeds. Upon any such approved partial assignment, Developer shall be released from any future obligations as to those obligations which are assigned but shall remain responsible for the performance of any obligations that were not assigned.
 - c. <u>Grounds for Denying Assignment</u>. The City may only withhold its consent if the City is not reasonably satisfied of the assignee's reasonable financial ability to perform the obligations of Developer proposed to be assigned.
 - d. <u>Assignee Bound by this Agreement</u>. Any assignee shall consent in writing to be bound by the assigned terms and conditions of this Agreement as a condition precedent to the effectiveness of the assignment.
- 11. <u>Sale or Conveyance</u>. If Developer sells or conveys parcels of land, the lands so sold and conveyed shall bear the same rights, privileges, intended uses, configurations, and density as applicable to such parcel and be subject to the same limitations and rights of the City as when owned by Developer and as set forth in this Agreement without any required approval, review, or consent by the City except as otherwise provided herein.
- 12. <u>No Waiver</u>. Any party's failure to enforce any provision of this Agreement shall not constitute a waiver of the right to enforce such provision. The provisions may be waived only in writing by the party intended to be benefited by the provisions, and a waiver by a party of a breach hereunder by the other party shall not be construed as a waiver of any succeeding breach of the same or other provisions.
- 13. <u>Severability</u>. If any portion of this Agreement is held to be unenforceable for any reason, the remaining provisions shall continue in full force and effect.
- 14. Force Majeure. Any prevention, delay or stoppage of the performance of any obligation under this Agreement which is due to strikes, labor disputes, inability to obtain labor, materials, equipment or reasonable substitutes therefore; acts of nature; governmental restrictions, regulations or controls; judicial orders; enemy or hostile government actions; wars, civil commotions; fires or other casualties or other causes beyond the reasonable control of the party obligated to perform hereunder shall excuse performance of the obligation by that party for a period equal to the duration of that prevention, delay or stoppage.

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15. <u>Amendment</u>. This Agreement may be amended only in writing signed by the Parties hereto.

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IN WITNESS WHEREOF, the parties hereto have executed this Agreement by and through their respective, duly authorized representatives as of the day and year first hereinabove written.

CITY:

CITY OF HURRICANE

ATTEST:

City Recorder

DEVELOPER:

Lone Rock Condominiums LLC, a Utah

limited liability company

By: Name: Bruce R. Dickerson

Title: Manage

STATE OF UTAH

) :ss)

COUNTY OF UTAH

2019, personally appeared before me <u>Dickerson</u>, who being On the 21 day of January by me duly swom, did say that he is the Manager of Lone Rock Condominiums LLC, a Utah limited liability company, and that the within and foregoing instrument was signed on behalf of said limited liability company with proper authority and duly acknowledged to me that he executed the same.

Notary Public

BREANNE ELIZABETH SMITH NOTARY PUBLIC - STATE OF UTAH Residing at: COMMISSION# 697716

Exhibit A

Legal Description Parcel 1: H-4-2-4-422

BEGINNING AT A POINT WHICH IS SOUTH 00°28'35" WEST 1343.35 FEET ALONG THE CENTER SECTION LINE FROM THE NORTH QUARTER CORNER OF SECTION 4, TOWNSHIP 42 SOUTH, RANGE 14 WEST OF THE SALT LAKE BASE AND MERIDIAN, SAID POINT ALSO BEING ON THE WESTERLY BOUNDARY LINE OF ORGILL INC. BOUNDARY, RECORDED DECEMBER 30, 2004, AS ENTRY NO. 919292, IN BOOK 1701, AT PAGE 2109, OFFICIAL WASHINGTON COUNTY RECORDS, IN SAID COUNTY, IN THE STATE OF UTAH, AND RUNNING THENCE ALONG SAID PROPERTY BOUNDARY AND LEAVING SAID CENTER SECTION LINE SOUTH 24°36'08" EAST 771.45 FEET TO A POINT ON THE NORTHERLY RIGHT-OF-WAY LINE OF HIGHWAY 91 REALIGNMENT, RECORDED AS ENTRY NO. 579572, IN BOOK 1141, AT PAGE 84, OFFICIAL WASHINGTON COUNTY RECORDS; THENCE LEAVING SAID ORGILL INC. BOUNDARY LINE AND ALONG SAID RIGHT-OF-WAY SOUTH 70°41'29" WEST 347.50 FEET TO THE SOUTHEAST CORNER OF KNOLLWOOD TOWNHOMES PHASE 1-AMENDED, RECORDED AS ENTRY NO. 489341. IN BOOK 879, AT PAGE 76, OFFICIAL WASHINGTON COUNTY RECORDS, SAID POINT ALSO BEING ON THE SAID CENTER SECTION LINE OF SECTION 4; THENCE ALONG SAID CENTER SECTION LINE AND BOUNDARY LINE OF SAID KNOLLWOOD TOWNHOMES PHASE 1-AMENDED NORTH 00°28'35" EAST 262.54 FEET; THENCE LEAVING THE BOUNDARY LINE OF SAID KNOLLWOOD TOWNHOMES PHASE 1-AMENDED AND CONTINUING ALONG SAID CENTER SECTION LINE NORTH 00°28'35" EAST 553.81 FEET TO THE POINT OF BEGINNING; AS DESCRIBED BY SURVEY BY ALLIANCE CONSULTING UNDER DATE OF MARCH 15, 2006; SAID PROPERTY IS FORMERLY DESCRIBED AS FOLLOWS; COMMENCING AT THE CENTER QUARTER CORNER OF SECTION 4, TOWNSHIP 42 SOUTH. RANGE 14 WEST, SALT LAKE BASE AND MERIDIAN; THENCE NORTH 00°23'16" WEST ALONG THE CENTER LINE A DISTANCE OF 483.05 FEET TO THE POINT OF BEGINNING, SAID POINT BEING ON THE NORTHERLY RIGHT-OF-WAY LINE OF HIGHWAY 91 RE-ALIGNMENT; THENCE CONTINUING NORTH 00°23'16" WEST ALONG SAID LINE, A DISTANCE OF 817.22 FEET; THENCE SOUTH 25°29'17" EAST, A DISTANCE OF 772.30 FEET, TO A POINT ON THE NORTHERLY RIGHT-OF-WAY LINE OF SAID HIGHWAY 91 RE-ALIGNMENT; THENCE SOUTH 69°49'38" WEST, ALONG SAID NORTHERLY LINE, A DISTANCE OF 348.16 FEET TO THE POINT OF BEGINNING.

Legal Description Parcel 2: H-4-2-4-142

BEGINNING AT A POINT WHICH IS SOUTH 00°28'35" WEST 747.89 FEET ALONG THE CENTER SECTION LINE AND NORTH 90°00'00" WEST 277.59 FEET FROM THE NORTH QUARTER CORNER OF SECTION 4, TOWNSHIP 42 SOUTH, RANGE 14 WEST OF THE SALT LAKE BASE AND MERIDIAN, WHICH POINT IS ALSO THE WESTERLY CORNER OF ORGILL INC. BOUNDARY, RECORDED DECEMBER 30, 2004, AS ENTRY NO. 919292, IN BOOK 1701, AT PAGE 2109, OFFICIAL WASHINGTON COUNTY RECORDS, IN SAID COUNTY, IN THE STATE OF UTAH, AND RUNNING THENCE ALONG SAID PROPERTY BOUNDARY SOUTH 24°36'08" EAST 654.90 FEET TO A POINT ON THE SAID CENTER SECTION LINE; THENCE LEAVING SAID ORGILL INC. BOUNDARY LINE TO SAID CENTER SECTION LINE SOUTH 00°28'35" WEST 553.81 FEET TO THE NORTHEAST CORNER OF KNOLLWOOD TOWNHOMES PHASE 1-AMENDED, ENTRY NO. 489341, IN BOOK 879, AT PAGE 76, OFFICIAL WASHINGTON COUNTY RECORDS; THENCE ALONG THE BOUNDARY LINE OF SAID KNOLLWOOD TOWNHOMES PHASE 1- AMENDED AND KNOLLWOOD TOWNHOMES PHASE 2 IN THE FOLLOWING EIGHT (8) COURSES: NORTH 89°32'22" WEST 137.53 FEET; THENCE NORTH 00°27'36" EAST 8.79 FEET; THENCE NORTH 89°32'22" WEST 218.40 FEET; THENCE SOUTH 60°39'29" WEST 193.33 FEET; THENCE SOUTH 65°48'07" WEST 87.85 FEET TO THE NORTHWEST CORNER OF SAID KNOLLWOOD TOWNHOMES PHASE 2; THENCE SOUTH 19°18'31" EAST 156.71 FEET; THENCE NORTH 70°41'24" EAST 22.39 FEET; THENCE SOUTH 19°18'31"

EAST 177.82 FEET TO A POINT ON THE NORTHERLY RIGHT-OF-WAY LINE OF HIGHWAY 91 REALIGNMENT, ENTRY NO. 579572, IN BOOK 1141, AT PAGE 84, OFFICIAL WASHINGTON COUNTY RECORDS; THENCE LEAVING KNOLLWOOD TOWNHOME PHASE 2 BOUNDARY LINE AND ALONG SAID NORTHERLY RIGHT-OF-WAY LINE IN THE FOLLOWING TWO (2) COURSES; SOUTH 70°41'29" WEST 69.25 FEET TO THE POINT OF CURVATURE OF A 650.00 FOOT RADIUS CURVE CONCAVE TO THE LEFT: THENCE SOUTHWESTERLY 134.37 FEET ALONG THE ARC OF SAID CURVE, THROUGH A CENTRAL ANGLE OF 11°50'39", TO A POINT ON THE EASTERLY RIGHT-OF-WAY LINE OF FOOTHILLS CANYON DRIVE; THENCE ALONG SAID FOOTHILLS CANYON DRIVE RIGHT-OF-WAY LINE IN THE FOLLOWING FOUR (4) COURSES NORTH 34°41'35" WEST 29.65 FEET TO THE POINT OF CURVATURE OF A 460.00 FOOT RADIUS CURVE CONCAVE TO THE RIGHT; THENCE NORTHEASTERLY 666.09 FEET ALONG THE ARC OF SAID CURVE, THROUGH A CENTRAL ANGLE OF 82°57'57" TO THE POINT OF REVERSE CURVATURE OF A 1040.00 FOOT RADIUS CURVE CONCAVE TO THE LEFT; THENCE NORTHWESTERLY 1025.15 FEET ALONG THE ARC OF SAID CURVE, THROUGH A CENTRAL ANGLE OF 56°28'40" TO THE POINT OF CURVATURE OF A 460.00 FOOT RADIUS CURVE CONCAVE TO THE RIGHT: THENCE NORTHEASTERLY 102.87 FEET ALONG THE ARC OF SAID CURVE, THROUGH A CENTRAL ANGLE OF 12°48'46"; THENCE LEAVING SAID RIGHT-OF-WAY LINE NORTH 90°00'00" EAST 2.32 FEET TO THE POINT OF BEGINNING.

LESS AND EXCEPTING FROM PARCEL 2 THE FOLLOWING DESCRIBED PARCELS A + B:

PARCEL A:

COMMENCING AT THE NORTH QUARTER CORNER OF SECTION 4, TOWNSHIP 42 SOUTH, RANGE 14 WEST, SALT LAKE BASE AND MERIDIAN; THENCE SOUTH 00°23'16" EAST, ALONG THE CENTER SECTION LINE, A DISTANCE OF 2154.35 FEET; THENCE NORTH 90°00'00" WEST, A DISTANCE OF 556.90 FEET TO THE POINT OF BEGINNING, SAID POINT BEING ON THE WESTERLY BOUNDARY LINE OF KNOLLWOOD TOWNHOMES PHASE 2 AS SHOWN BY ENTRY NO. 498612, OFFICIAL WASHINGTON COUNTY RECORDS; THENCE SOUTH 69°49'38" WEST, A DISTANCE OF 7.99 FEET; THENCE NORTH 20°10'22" WEST, A DISTANCE OF 136.57 FEET; THENCE NORTH 61°41'52" EAST, A DISTANCE OF 8.07 FEET; THENCE SOUTH 20°10'22" EAST, A DISTANCE OF 137.71 FEET, TO THE POINT OF BEGINNING.

PARCEL B:

COMMENCING AT THE NORTH QUARTER CORNER OF SECTION 4, TOWNSHIP 42 SOUTH, RANGE 14 WEST, SALT LAKE BASE AND MERIDIAN; THENCE SOUTH 00°23'16" EAST, ALONG THE CENTER SECTION LINE, A DISTANCE OF 2331.38 FEET; THENCE NORTH 90°00'00" WEST, A DISTANCE OF 469.20 FEET TO THE POINT OF BEGINNING, SAID POINT BEING ON THE WESTERLY BOUNDARY LINE OF KNOLLWOOD TOWNHOMES PHASE 2 AS SHOWN BY ENTRY NO. 498612, OFFICIAL WASHINGTON COUNTY RECORDS; THENCE NORTH 29°57'01" WEST, A DISTANCE OF 78.04 FEET; THENCE NORTH 28°15'43" WEST, A DISTANCE OF 68.27 FEET; THENCE NORTH 20°45'47" WEST, A DISTANCE OF 15.00 FEET, TO THE BEGINNING OF A NON TANGENT CURVE TO THE LEFT, OF WHICH THE RADIUS POINT LIES SOUTH 64°25'26" WEST, A RADIAL DISTANCE OF 2.91 FEET; THENCE NORTHWESTERLY ALONG THE ARC OF SAID CURVE, THROUGH A CENTRAL ANGLE OF 75°13'49", A DISTANCE OF 3.82 FEET; THENCE NORTH 18°25'13" WEST, A DISTANCE OF 2.56 FEET; THENCE NORTH 07°28'13" WEST, A DISTANCE OF 13.5 FEET; THENCE NORTH 69°49'33" EAST, A DISTANCE OF 22.39 FEET; THENCE SOUTH 20°10'22" EAST, A DISTANCE OF 177.82 FEET, TO THE POINT OF BEGINNING.

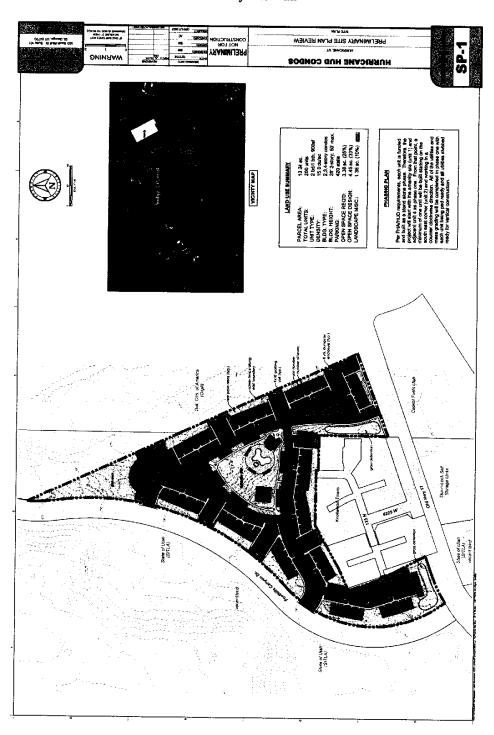


Exhibit B Preliminary Site Plan