

**DEVELOPMENT AGREEMENT**

This Development Agreement (“the Agreement”) is made by and between the CITY OF ROUND ROCK, TEXAS, (the “City”) and LSB D ROUND ROCK SUNRISE, LLC, a Minnesota limited liability company (the “Developer”) on this \_\_\_\_ day of \_\_\_\_\_, 2025.

**RECITALS**

**WHEREAS**, Developer is proposing to build an affordable multifamily development (the “Project”) at 3000 Sunrise Road, located within city limits, as shown in Exhibit “A” (Property), attached hereto; and

**WHEREAS**, the Developer proposes to apply for financing for the Project, specifically Low Income Housing Tax Credits (“Tax Credits”) from the Texas Department of Housing and Community Affairs (“TDHCA”); and

**WHEREAS**, the Developer has, pursuant to Section 2306.67071 of the Texas Government Code, provided notice to the City of its intent to file for Tax Credits with TDHCA; and

**WHEREAS**, the City has held a public hearing regarding the Project as required by Section 2306.67071; and

**WHEREAS**, pursuant to Section 2306.67071, after due consideration of the information provided by the Developer, the City must decide whether to accept or object to the Developer’s application for Tax Credits to the TDHCA.

**NOW THEREFORE**, the parties hereto agree as follows:

**ARTICLE I**

1. Recitals. The City hereby finds that the Recitals stated above are true and correct.

2. No Objections. Subject to the conditions stated herein, the City hereby approves Developer's application for Tax Credits with the TDHCA.
3. Developer's Obligations. The Developer, in consideration for the City's approval as stated above, agrees to the following:
  - (a) The Developer, its successors and assigns, hereby agree to forego any vesting claims that could be made pursuant to Chapter 245 of the Texas Local Government Code and agree to develop the Project pursuant to the PUD No. 156 Development Plan.
  - (b) The Developer agrees to provide the City with a site plan and building elevations prior to construction.
  - (c) The Developer, its successors and assigns, agree to not pursue any tax exemptions or abatements for the project.
  - (c) The Developer agrees to pay any required impact fees, as provided for in the Round Rock Code of Ordinances.
  - (d) The Developer agrees to pay any required parkland dedication fees, as provided for in the Round Rock Code of Ordinances.

## **ARTICLE II**

1. No Joint Venture. It is acknowledged and agreed by the parties that the terms of this Agreement are not intended to and shall not be deemed to create a partnership of joint venture among parties. Neither party shall have any authority to act on behalf of the other party under any circumstances.
2. Notice of Bankruptcy. In the event Developer files for bankruptcy, whether involuntarily or voluntary, Developer shall provide written notice to the City within three (3) business days of such event.

3. Authorization. Each party represents that it has full capacity and authority to grant all rights and assume all obligations that is granted and assumed under this Agreement

4. Notice. Any notice required or permitted to be delivered hereunder shall be deemed received three (3) days thereafter sent by United States Mail, postage prepaid, certified mail, return receipt requested, addressed to the party at the address set forth below (or such other address as such party may subsequently designate in writing) or on the day actually received if sent by courier or otherwise hand delivered.

If Intended for the City:

City of Round Rock, Texas  
Attention: Brooks Bennett  
City Manager  
221 E. Main Street  
Round Rock, Texas 78664

With a copy to:

City of Round Rock, Texas  
Attention: Stephanie Sandre  
City Attorney  
309 E. Main Street  
Round Rock, Texas 78664

If intended for the Developer:

LSBD Round Rock Sunrise, LLC  
Attention: Willy Boulay  
Vice President  
550 Broadway Street  
Saint Paul, MN 55101

5. Entire Agreement. This Agreement is the entire Agreement between the parties with respect to the subject matter covered in this agreement. There is no collateral oral or written agreement between parties that in any matter relates to the subject matter of this Agreement.

6. Governing Law. This Agreement shall be governed and construed in accordance with the laws of the State of Texas, without giving effect to any conflicts of law rule or principle that might

result in the application of the laws of another jurisdiction. Venue for any action concerning the Agreement shall be in Williamson County, Texas.

7. Amendment. This Agreement may only be amended by the mutual written agreement of the parties.

8. Severability. In the event one or more of the provisions contained in this Agreement shall for any reason be held invalid, illegal, or unenforceable in any respect, such invalidity, illegality, or unenforceability shall not affect other provisions, and it is the intention of the parties to this Agreement that in lieu of each provision that is found to be illegal invalid or unenforceable a provision shall be added to this Agreement which is legal, valid and enforceable and is as similar in terms as possible to the provision found to be illegal, invalid or unenforceable.

9. Assignment. This Agreement may not be assigned without the written consent of the City.

10. Authorized to Bind. The persons who execute their signatures to this Agreement and any certifications related to this Agreement represent and agree that they are authorized to sign and bind their respective parties to all of the terms and conditions contained herein.

11. Counterparts. This Agreement may execute in counterparts. Each of the counterparts shall be deemed an original instrument, but all of the counterparts shall constitute one and the same instrument.

[Signatures on the following page.]

Executed on this \_\_\_\_\_ day of \_\_\_\_\_, 2025.

**DEVELOPER:**

LSBD ROUND ROCK SUNRISE, LLC

By: \_\_\_\_\_

Its: \_\_\_\_\_

**CITY:**

ROUND ROCK, TEXAS

By: \_\_\_\_\_

Craig Morgan, Mayor

Attest:

\_\_\_\_\_  
Ann Franklin, City Clerk

**ACKNOWLEDGMENT**

STATE OF TEXAS

COUNTY OF WILLIAMSON

This instrument was acknowledged before me on \_\_\_\_\_, 2025,  
by Craig Morgan, Mayor of the City of Round Rock, Texas, on behalf of said city.

\_\_\_\_\_  
Notary Public, State of Texas

My Commission expires: \_\_\_\_\_

**ACKNOWLEDGMENT**

STATE OF MINNESOTA

COUNTY OF RAMSEY

This instrument was acknowledged before me on August 5, 2025  
by William Borlay (name), Vice President (title) of LSBD ROUND  
ROCK SUNRISE, LLC, a Minnesota limited liability company, on behalf of said limited liability  
company.



Notary Public, State of Minnesota

My Commission expires: 1/31/2028

After recording, return to:

Sheets & Crossfield, PLLC  
309 East Main Street  
Round Rock, Texas 78664

