CITY OF HORSESHOE BAY

NOTICE OF PUBLIC CEREMONY

May 8, 2007

The Council of the City of Horseshoe Bay attended a Public Ceremony at 2:30 p.m. on Tuesday, May 8, 2007, at the City Hall, #1 Community Drive, Horseshoe Bay, Llano County, Texas. Mayor Lambert welcomed the guests and introduced Sam Martin, Vice President of HB Development Partners who spoke briefly of Skywater over Horseshoe Bay. At that point Mayor Lambert and Mr. Martin officially signed the Skywater over Horseshoe Bay Development Agreement between the City of Horseshoe Bay and HB Development Partners. A quorum of the Horseshoe Bay City Council was present including Mayor Robert W. Lambert, Mayor Pro Tem Jim Babcock, Aldermen John Bird and Jeff Robinson and Alderwoman Karen Wines. No vote or action by the City Council occurred.

APPROVED this 15th day of May, 2007.

/S/
Robert W. Lambert, Mayor

ATTEST:

/S/
Toni Vanderburg, City Secretary