JYW 12/03/2020 Item No. 28B

# ORDINANCE 2020-12-03\_0859

AUTHORIZING THE CITY OF SAN ANTONIO'S EXECUTION OF A DEVELOPMENT AGREEMENT BETWEEN THE CITY AND EQUITABLE LAND HOLDINGS, LLC, HOODA ENTERPRISES, INC. AND SA GIVEN TO FLY, LLC, OWNERS OF THE APPROXIMATELY 311.23 ACRES OF LAND, GENERALLY LOCATED NORTH OF HIGHWAY 90 WEST AND WEST OF GROSENBACHER ROAD, IN THE EXTRATERRITORIAL JURISDICTION OF THE CITY OF SAN ANTONIO, BEXAR COUNTY, TEXAS.

\* \* \* \* \*

WHEREAS, Equitable Land Holdings, LLC, Hooda Enterprises, Inc. and SA Given to Fly, LLC, (Owners) own approximately 311.23 acres of land, also referred to as the Tres Laurels Property, generally located northeast of the intersection of Highway 90 West and State Highway 211, within the far west ETJ of the City of San Antonio (City), more particularly described and depicted in **Exhibit "A"** enclosed in **Attachment "A"** attached hereto and incorporated herein for all purpose; and

WHEREAS, on December 3, 2019, the Owner filed a petition with Bexar County ("County") to create a Public Improvement District ("PID") to be named the Tres Laurels Special Improvement District ("District") under Chapter 382 of the Local Government Code and requested the City's consent to the creation of the District, and the County's delegation of certain powers and duties with respect thereto, which the City granted by resolution on December 3, 2020; and

WHEREAS, in order to protect the City's planning goals and infrastructural interests in the ETJ, as a condition of the City's consent to the County's creation of the PID, the City Council determined that it is prudent to require the Owner to enter into a Development Agreement ("Agreement") containing mutually agreeable terms relating to the development of the District property, assessment of taxes within the District, voluntary annexation at the end of the term of the Agreement; and municipal services to be provided by the City within the District in the event of annexation; and

**WHEREAS** in addition to compliance with the terms of the Agreement referenced herein, Owner is required to pay a Special District Operations Assessment in the amount of \$223,300.00 as specified in the Agreement. **NOW THEREFORE:** 

# BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

**SECTION 1.** The City Manager, or his designee, is authorized to execute a Development Agreement ("Agreement") between the City of San Antonio and Equitable Land Holdings, LLC, Hooda Enterprises, Inc. and SA Given to Fly, LLC, the Owners, containing the terms and conditions governing the development of the Tres Laurels Special Improvement District ("District" or "PID") property, preserving the extraterritorial status of the District property during the term of the Agreement, establishing the Agreement as a voluntary petition for annexation

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providing the City with the option of annexing the District property in the event of default of the Agreement by the Owner, a subsequent owner or end-buyers of properties developed within the District or upon the termination date of the Agreement; agreeing to the assessment of taxes within the District, and providing for municipal services to be provided to the District property in the event of annexation; and providing for a Strategic Partnership Agreement for limited purpose annexation and revenue sharing by City of sales and use taxes imposed within commercial areas of the District, which will be attached in substantial form to the Agreement; and all other terms and conditions the City Manager finds to be in the City's best interest. A copy of said Agreement is attached hereto as Attachment "A".

SECTION 2. The City Council of the City of San Antonio ordains that its consent to the County's creation of the Tres Laurels District will remain in effect so long as the Owners comply with the terms of the Agreement.

**SECTION 3.** The City Council approves the assessment and collection of a Special District Operations Assessment in the amount of \$223,300.00 to be deposited as specified in this Ordinance.

SECTION 4. Fund 11001000 and Internal Order 223-260 and General Ledger #4401844 are designated for the Special District Operations Assessment in the accounting for the fiscal transaction in authorization of this agreement.

**SECTION 5.** The financial allocations in this Ordinance are subject to approval by the Director of Finance, City of San Antonio. The Director of Finance may, subject to concurrence by the City Manager or the City Manager's designee, correct allocations to specific SAP Fund Numbers, SAP Project Definitions, SAP WBS Elements, SAP Internal Orders, SAP Fund Centers, SAP Cost Centers, SAP Functional Areas, SAP Funds Reservation Document Numbers, and SAP GL Accounts as necessary for the purpose of this Ordinance.

**SECTION 6.** This Ordinance is effective immediately upon the receipt of eight affirmative votes; otherwise, it is effective ten days after passage

PASSED AND APPROVED on this 3<sup>rd</sup> day of December 2020.

M ΑΥΟ R

**Ron Nirenberg** 

**ATTEST:** 

Mr. J. Jhora

**APPROVED AS TO FORM:** 

<u>Jameene Williams for</u> Andrew Segovia, City Attorney

File Number: 20-7047

Enactment Number: 2020-12-03-0859



# **City of San Antonio**

**City Council** 

December 03, 2020

Item: 28B File Number: 20-7047 Enactment Number: 2020-12-03-0859

Ordinance approving a Development Agreement with Equitable Land Holdings, LLC, Hooda Enterprises, Inc., and SA Given to Fly, LLC setting forth terms and conditions to the City of San Antonio's Consent to the Creation of the Tres Laurels Special Improvement District

Councilmember John Courage made a motion to approve. Councilmember Clayton H. Perry seconded the motion. The motion passed by the following vote:

Aye: 11 Nirenberg, Treviño, Andrews-Sullivan, Viagran, Rocha Garcia, Gonzales, Cabello Havrda, Sandoval, Pelaez, Courage and Perry JYW 12/03/2020 Item No. 28B

# ATTACHMENT "A"

Tres Laurels Special Improvement District Development Agreement

# TRES LAURELS SPECIAL IMPROVEMENT DISTRICT DEVELOPMENT AGREEMENT

This Development Agreement (this "Agreement") is entered by and between the **City of San Antonio**, a Texas home-rule municipal corporation located within Bexar County, Texas (hereinafter, referred to as "City"); and **SA Far Rider, LLC**, a Texas Limited Liability Company, **Hooda Enterprises Inc.**, a Texas Corporation, and **Equitable Land Holdings, LLC**, a Texas Limited Liability Company (hereinafter and collectively referred to as "Owners"). City and Owners shall hereafter collectively be referred to as "Parties" or in the singular as "Party."

# RECITALS

WHEREAS, Owners have submitted a petition to Bexar County, Texas (the "County") which was filed in the County official public records on December 3, 2019, to create a public improvement district to be named the Tres Laurels Special Improvement District (the "District") pursuant to Chapter 382 of the Code, as amended (the "Code"); and

WHEREAS, the District Property (as defined herein) specifically consists of approximately three hundred eleven (311) acres of land, as more particularly described in **Exhibit** "**A**" and **Exhibit** "**B**", which are attached hereto and fully incorporated herein; and

WHEREAS, Owners own or control the District Property and, upon the County's creation of the District, Owners intend to develop the "Project," as further defined and described herein; and

WHEREAS, the Parties acknowledge that the Master Development Plan exhibit attached to this Agreement is preliminary in nature and subject to change as planning for the Project develops; and

WHEREAS, the Parties desire to enter into this Agreement pursuant to Subchapter G of Chapter 212 of the Code, § 212.172, et. sec., to reflect that in consideration of Owners' agreement to abide by and comply with the terms of this Agreement and the conditions stated herein, City will agree to consent to (1) the establishment of the District within the City's extraterritorial jurisdiction ("ETJ") and the inclusion of the District Property therein, (2) to the County's delegation to the District the powers granted by Section 52, Article III of the Texas Constitution and the powers and duties of a road district in accordance with Section 382.101 of the Code, and (3) the power to provide water, wastewater, and drainage facilities in accordance with Section 382.101 of the Code; but the City's consent does not include the powers to exercise eminent domain, annexation, or exclusion of property from the District; and

WHEREAS, in the event that the District Property is subject to Section 43.0751 of the Code for purposes of entering into an agreement, it is the Parties' intent that the City enter into a Strategic Partnership Agreement ("SPA") with the District pursuant to said Code Section, which in addition to the terms of this Agreement regarding annexation, will govern the terms of limited purpose annexation of commercial property within the District Property as well as sales and use tax to be imposed by the City, a percentage of which will be shared according to the terms of the applicable SPA.

**NOW, THEREFORE,** in consideration of the mutual covenants and agreements, and other valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the Parties now wish to enter into this Agreement and agree as follows:

#### I. DEFINITIONS

1.1 "Agreement" shall mean this document executed by the Parties, which may be amended from time to time, pursuant to the provisions contained herein.

1.2 "Annexation Area" shall mean the area that the City determines in its sole discretion to annex in accordance with this Agreement up to and including the entire District Property.

1.3 "Director" shall mean the Director of the Department of Planning.

1.4 "City" and "County" shall have the meanings specified above.

1.5 "City Code" shall mean the City of San Antonio's Code of Ordinances.

1.6 "Code" shall mean the Texas Local Government Code, as amended.

1.7 "District" shall mean the public improvement district proposed in Owners' petition for the creation of the Tres Laurels Special Improvement District filed with the County on December 3, 2019, which includes the District Property.

1.8 "District Property" shall refer to approximately three hundred eleven (311) acres of property. The District Property is more particularly described and illustrated in **Exhibits** "A" and "B" which are incorporated herein for all purposes.

1.9 "Effective Date" shall mean the effective date of the County's order creating the District.

1.10 "Preliminary Master Development Plan" ("Preliminary MDP") is the proposed plan of development for the Project, as depicted in **Exhibit** "C" attached hereto and incorporated herein for all purposes.

1.11 "Owners" shall have the meaning specified above and shall include any successors and assigns.

1.12 "Project" shall have the meaning specified in Section 3.1 of this Agreement, which may be amended from time to time in accordance with section 3.2.

1.13 "UDC" shall mean the City's Unified Development Code codified as Chapter 35 of the City's Code of Ordinances.

Singular and Plural: Words used herein in the singular, where the context so permits, also includes the plural and vice versa, unless otherwise specified.

## **II. REPRESENTATIONS AND ACKNOWLEDGMENTS**

2.1 The recitals set forth hereinabove are included here as if set out in full and are part of the conditions of this Agreement and binding on Parties.

12/1/2020

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2.2 Owners represent to City that they are the owners of the proposed District Property and have the legal capacity and authority to enter into this Agreement and to perform the requirements of this Agreement.

2.3 Owners acknowledge that any improvements or contributions made to the proposed District Property in anticipation of payment or reimbursement from the District shall not be, nor construed to be, financial obligations of the City and City is not involved in the creation of the District or is in any other way required or obligated to perform any actions, contribute any funds or resources or otherwise participate in the establishment of the District, except as provided in this Agreement.

2.4 Owners acknowledge that the City's consent, described in Section 4.1 below, is for the boundaries of the District, as described and depicted in **Exhibits** "**A**" and "**B**" that are attached hereto and for the Project.

# **III. THE PROJECT & PUBLIC INFRASTRUCTURE**

3.1 The Project consists of certain proposed public infrastructure on the District Property, as further described in the Proposed Infrastructure Improvements summary and the Preliminary MDP, collectively attached hereto as **Exhibit** "C."

3.2 The Project may be amended from time to time through any applicable master development plan ("MDP") process currently outlined in the City's UDC with review and approval by the Director of the Development Services Department who reserves the right to exercise discretion with respect to any MDP review and approvals as afforded under the UDC.

# IV. CONSIDERATION AND TERMS

4.1 In exchange for the Owners agreement to be bound by the terms of this Agreement, City consents to (1) the establishment of the District within the City's extraterritorial jurisdiction ("ETJ") and the inclusion of the District Property therein; (2) to the County's delegation to the District the powers granted by Section 52, Article III of the Texas Constitution and the powers and duties of a road district in accordance with Section 382.101 of the Code; and (3) the power to provide water, wastewater, and drainage facilities in accordance with Section 382.101; but the City's consent does not include the powers to exercise eminent domain, annexation or exclusion of property from the District.

4.2 The Parties agree and acknowledge that the Owners shall pay an Operations Fee in the amount of One Hundred Seventy Five and No/100 (\$175.00) U.S. dollars per residential lot and per multi-family within each phase of the Project which, subject to MDP amendment(s) provided for in this Agreement, in the Parties estimation amounts to approximately Two Hundred Twenty Three Thousand Three Hundred and No/100 (\$223,300) U.S. dollars. The Parties also agree that such Operations Fee is due at the time such single-family lots and/or multi-family units (as applicable), have been finally platted, as evidenced by the public recordation of final plats for such number of lots and/or units. Owner agrees to revise the estimated Operations Fee in accordance with this Agreement and any change in residential units. Owner further agrees to pay all reimbursement costs to the City for recording this Agreement with the Bexar County Real Property records as required by the City.

4.3 The Parties agree that upon creation of the District and subject to approval of qualified voters in the District, the taxes hereby authorized to be levied and imposed within the District and the rates at which they are authorized to be imposed on all property owners within the District are as follows:

Ad Valorem Tax

Sales and Use Tax

Not to exceed 2%

Not to exceed the City of San Antonio's ad valorem tax rate assessed by the City within

the City's municipal boundaries

4.4 **Strategic Partnership Agreement**. The Parties agree and acknowledge that Owner will cause the District to enter into a strategic partnership agreement ("SPA") for the purpose of imposing and collecting sales and use taxes within commercial use areas of the District, such SPA containing the terms set forth herein, a copy of which is attached to this Agreement in substantial form as **Exhibit "D"**. In the event the District fails to enter into the SPA within 12 months of execution of this Agreement, Owners agree that the Owners and/or developer of the Property will not be entitled to reimbursement by the District for the construction of improvements necessary for the exercise of the District's powers and duties of a road district and the power to provide water, wastewater or drainage facilities conferred under Chapter 382 of the Code and the Counties order creating the District.

4.4.1 If the SPA is approved, Owners agree that the District will reimburse the City for costs associated with the limited purpose annexation ("LPA") and implementing the SPA; including recording of the SPA in the Real Property Records of Bexar County, publications of public hearings, annexation ordinance, polling location notices for voters in LPA areas; and plan amendment and zoning for annexed land.

4.5 **Non-annexation**. The Parties agree that in exchange for Owner's agreement to comply with the terms of this Agreement for the entire term of the Agreement, City will continue the ETJ status of the District Property and defer annexation of the District Property for the term of this Agreement which shall not exceed thirty (30) years from the Agreement's effective date.

4.6 Voluntary petition for annexation. The Parties agree that this Agreement constitutes a voluntary petition to the City for annexation of the District Property for full purposes under the provisions of Subchapter C-3 of Chapter 43 of the Code which shall be deemed submitted to the City on the Effective Date of this Agreement. Subject to Section 4.4 above, the City may exercise its right to annex the District Property or any portion thereof (the "Annexation Area") in its sole discretion upon default of this Agreement by the Owners, subject to the provisions of Sections 7.3 and 7.4 of this Agreement, or at the end of the term of this Agreement. The Parties further agree that this Agreement does not obligate the City to annex the entire District Property for limited or full purposes at any time.

4.6.1 The Parties agree and acknowledge that Section 4.6 of this Agreement applies only (i) at the end of the term or expiration of this Agreement and (ii) if no SPA covers all or a part of the District Property and the City opts to annex any portion of the proposed District Property pursuant to this Agreement. Section 4.6 shall not apply to any portion of the District Property which is encumbered by a SPA and no voluntary petition for annexation shall extend to such District Property as long as an SPA exists for such property.

4.7 Owners agree that this voluntary petition and consent to annexation of the District Property may not be revoked and is intended to be and shall be binding upon the Owners as well as their successors and assigns in ownership of any right, title or interest in and to the District Property or any part thereof. Owners further agree that the City has the authority to annex the Property under Chapter 212 of the Code independently of Chapter 43 of the Code and that such authority may be exercised regardless of the procedural requirements of Chapter 43 of the Code.

4.8 **Waiver**. To the extent authorized by state and local laws, the Parties agree that the City is only obligated to perform those tasks set forth in Subchapter C-3 of Chapter 43 of the Code that are required when annexing property under that subchapter. Owners agree that the Owners shall not oppose any action taken by the City to annex the Annexation Area under this Agreement or under Subchapter C-3 of Chapter 43 of the Code.

4.9 All covenants, agreements and terms contained herein obligating Owners shall run with the land and shall hereafter bind their successors and assigns and all future owners of properties located within the District Property contained therein, including all parts of the Annexation Area.

4.10 The following language shall be included in each deed or lease of any real property located within the District Property, or by separate document that is recorded, which is executed after the Effective Date of this Agreement:

"This (conveyance or lease, as applicable) is made and accepted subject to that certain voluntary petition for annexation, provided in Section 4.6 of the Development Agreement, executed on \_\_\_\_\_\_\_, 2020, and recorded in the deed records of Bexar County under Bexar County Document No. [\_\_\_\_\_] which permits the City of San Antonio to annex the herein described property upon the terms and conditions set forth therein. Acceptance of this conveyance or lease, as applicable, shall evidence your consent and agreement to such annexation by the City and may be relied upon by the City as a beneficiary of your consent and agreement.

Further, this (conveyance or lease, as applicable) is made and accepted subject to the development rules, regulations and ordinances of the City of San Antonio applicable to properties in the City's extraterritorial jurisdiction as described in the Development Agreement. Acceptance of this conveyance or lease, as applicable, shall evidence consent and agreement to such developmental standards rules and regulations which may be relied upon by the City as a beneficiary of your consent and agreement."

4.11 Subject to Section 5.1.1 herein or unless provided for otherwise in this Agreement, Owners agree that they will comply with all applicable municipal rules, regulations, orders, ordinances and other local laws applicable to all properties within the City's ETJ, during all phases of development and construction of the Project and during the term of this Agreement.

4.12 As applicable, and subject to Section 5.3 herein, Owners shall comply with the requirements of Section 382.109 of the Code regarding road projects on the District Property, as described by Section 382.109 of the Code to the extent such requirements apply to properties located in the City's ETJ.

4.13 Owners shall provide City with the proposed language to be placed on the ballot for any election to be held pertaining to the creation or confirmation of the District and the imposition of any taxes to be assessed within the District within 90 days from the date of the election.

4.14 The Parties agree and acknowledge that Section 382.201 of the Code, as it exists on the Effective Date of this Agreement, shall apply to this Agreement.

# V. DEVELOPMENT STANDARDS

5.1 Owners agree to comply with the development standards on the District Property as follows:

5.1.1 UDC: Except as otherwise provided herein, Owners agree to comply with the provisions of the UDC applicable to properties in the ETJ, excluding any provisions or building standards triggered by the City's zoning regulations, including but not limited to, setbacks, buffers, and parking requirements. Notwithstanding any provision herein to the contrary, the Parties agree and acknowledge that City building permit applications, fees, and inspections shall not be required for any single-family residential lots within the District Property. The Parties agree and acknowledge that, if applicable as of the Effective Date of this Agreement, District Property located within five (5) miles of a military installation will be subject to UDC Military Protection Area requirements.

5.1.2 Connectivity: Single-family residential subdivisions developed within the District Property will comply with the street connectivity ratio as outlined in the UDC.

5.1.3 Single-Family Residential Access Points: Owners agree to provide increased road network access points for single-family residential subdivisions within the District Property which are located within fire and flood prone areas.

5.1.4 Solid Waste Infrastructure Standards: Owners agree to construct, as applicable, infrastructure within the District Property pursuant to Chapters 14 and 35 of the City Code, including the City's Solid Waste Management Department standards as stated in Development Services Department Information Bulletin 576. Subject to the provisions herein in Article VI – Written Agreement Regarding Services pertaining to properties in the

Annexation Area, nothing in this Agreement shall require Owners to enter into a contract with the City to provide solid waste collection services.

5.1.5 Major Thoroughfare: As per the UDC, Owners may design/construct (or cause to be designed/constructed) roads and rights-of-way shown on the City's Major Thoroughfare Plan ("MTP"), including Highway 90 West, Grosenbacher Road, and Montgomery Road. Owners reserve the right to re-configure, or cause the reconfiguration of roadway alignments as required to the develop the District Property, which will be administered through MDP amendment(s) in accordance with Section 3.2 and/or through the City's process for amending the MTP, as applicable.

5.1.6 2010 Tree Ordinance: The requirements of the City's 2010 Tree Ordinance will apply to the development of the District Property

5.2 Waiver of Vested Right: The Parties agree and acknowledge that this Agreement shall extinguish any vested right acquired prior to the Effective Date of this Agreement, as applicable to the District Property; however this Agreement shall not adversely affect, alter, or extinguish any vested right that Owners, or Owners' successors or assigns, may acquire with respect to the District Property subsequent to the Effective Date of this Agreement, nor shall this Agreement limit the prospective use of any vested right acquired subsequent to the Effective Date of this Agreement.

5.3 Chapter 245 Permit: Notwithstanding any provisions herein to the contrary, and pursuant to Section 5.2, the Parties agree and acknowledge that, in accordance with Section 212.172(g) of the Code, this Development Agreement constitutes a permit under Chapter 245 of the Code, and that all standards and regulations agreed to be complied with in this Agreement (except as otherwise specifically noted) shall be those in existence as of the Effective Date of this Agreement.

5.4 Owners shall provide annual updates on the progress of the Project no later than January 30th of each year. The updates shall include development activity within the District Property and, if applicable, include the following:

- a. Plat applications for all subdivisions submitted during the previous calendar year;
- b. Development documents and permits required by the UDC;
- c. Built-out percentages for single family, multifamily, commercial areas and any recalculations of build-out expectations;
- d. Construction updates (noting percentage completion of infrastructure and improvements);
- e. Number of residential units built to date;
- f. Annual PID revenue and expenditures; and
- g. All outstanding financial obligations, liabilities, and assets.

5.5 Military Protection Areas. For all properties within five (5) miles of a military installation, and if applicable to the District Property as of the Effective Date of this Agreement, Owner shall comply with the UDC regulations applicable to Military Protection Areas.

5.6 If applicable to the District Property as of the Effective Date of this Agreement, Owner shall comply with the uses permitted in the Edwards Recharge Zone District as referenced in Chapter 35 of the City Code.

5.7 If applicable to the District Property as of the Effective Date of this Agreement, Owners shall comply with the San Antonio Recommended Plant List - All Suited to Xeriscape Planting Methods of UDC Appendix E.

5.8 If applicable to the District Property as of the Effective Date of this Agreement, Owners shall comply with park dedication requirements set out in the UDC.

5.9 If applicable to the District Property as of the Effective Date of this Agreement, Owners shall protect and preserve any existing historical or archeological buildings, structures, sites, features or places.

5.10 Owners shall comply with Chapter 28 of the City Code – Signs.

5.11 If applicable to the District Property as of the Effective Date of this Agreement, Owners shall comply with Chapter 34 of the City Code – Water & Sewers, including compliance with Category 3 pollution prevention criteria.

5.12 Owners shall comply with the same streetlight standards applicable to all subdivisions within the City that are listed in Section 35-506 (i) of the UDC.

5.13 All public infrastructure, improvements and facilities provided by the District shall be constructed, maintained and operated according to City and SAWS standards throughout the term of the Agreement and in accordance with applicable utility service agreements.

5.14 If applicable to the District Property as of the Effective Date of this Agreement, Owners shall comply with the Military Lighting Overlay District regulations set forth in the UDC for all property within the District.

5.15 If applicable to the District Property as of the Effective Date of this Agreement, Owners shall comply with the standards set forth in Chapter VI for Historic Preservation

# VI. WRITTEN AGREEMENT REGARDING SERVICES

6.1 In the event the City annexes the Annexation Area pursuant to the terms of Section 5.3, the Parties agree that this Article VI of this Agreement, shall constitute a Written Agreement Regarding Services required under Chapter 43, section 43.0672 of the Code; shall run with the land; and shall govern all municipal services to be provided to the Annexation Area. The City shall be under no further obligation to negotiate services with any subsequent owners of any property located or developed within the Annexation Area other than the services set forth herein, provided that upon annexation of the Annexation Area, if the municipal services have changed or otherwise include additional services not referenced herein, the City will provide all municipal services to the Annexation Area that apply to other properties located within the City limits within three (3) years after the date of annexation. The Agreement Regarding Services shall survive termination of this Agreement only to the extent the City annexes the Annexation Area pursuant to this Agreement.

In general, this Agreement Regarding Services includes three service components: (1) Annexation Service Requirements, (2) Additional Services, and (3) a Capital Improvement Program. The Parties agree that providing services includes having services provided by any method or means by which the City extends municipal services to any other area of the City. This may include causing or

allowing private utilities, governmental entities and other public and private non-profit service organizations to provide such services by contract in whole or in part. It may also include separate agreements with associations or similar entities. Services shall be provided and fees shall be assessed in accordance with the City's Code of Ordinances, as may be amended.

6.2 **Annexation Service Requirements**. The following services will be provided in the Annexation Area commencing on the effective date of the annexation for full purposes, unless otherwise noted.

6.2.1 **Police Protection**. The San Antonio Police Department ("SAPD") will provide protection and law enforcement services in the Annexation Area within the time frame established in section 6.1.

These services include:

- Routine patrols and responses;
- Handling of complaints and incident reports;
- Special units, such as traffic enforcement, criminal investigations, covert operations, K-9 Unit, Family Assistance Crisis Teams, Bomb Squad, and Special Weapons and Tactics Team; and
- Any other services or programs provided to the citizens of San Antonio at the time of annexation.

The Annexation Area will become part of an existing patrol district based upon factors such as the size of the area, population, and the expected number of calls for service. These factors will also determine the need for hiring additional patrol officers to ensure all patrol districts are adequately staffed twenty-four (24) hours a day, seven (7) days a week, and to maintain an average response time. SAPD San Antonio Fear Free Environment Unit officers will be available to meet as requested to discuss police issues.

Police Substations are responsible for a Patrol "Service Area," under the command of a Captain. These Service Areas are divided into Patrol Sections. The Patrol Sections, with supervisory responsibilities assigned to Sergeants, are divided into "Patrol Districts." The "Patrol Districts" are geographically defined areas established for several reasons, including but not limited to:

- Serving as a manpower distribution tool based on call volume, population, area size, and geographic variables;
- Providing a means of establishing primary responsibility to individual officers, during their tour of duty, for various activities within a specific geographic area; and
- Providing an efficient and effective means of assigning, identifying, and locating officers, within a generalized area, using currently available technology.

The Annexation Area will be served by the substation assigned to that geographic area. There is no specific number of officers that can be assigned to a patrol district. Patrol districts are

staffed with at least one officer, twenty-four (24) hours a day, seven (7) days a week. Many times, multiple officers are assigned to single districts.

Police services are initiated by on-sight officer activity, citizen requests, and any other means available. The most common means by which officers receive their assignments is through direct supervisory command and radio/computer transmissions by police dispatchers.

6.2.2 **Fire Protection and Emergency Medical Service ("EMS")**. The San Antonio Fire Department ("SAFD") will provide fire protection services and EMS service. Service will be provided through the use of fire engines, ladder trucks, full-time and peak period EMS ambulances, Medical Officers, and Chief Officers. SAFD will be providing fire protection and EMS from the station assigned to that geographic area.

6.2.3 **Solid Waste Collection Services**. Solid Waste Collection services are provided and fees are assessed in accordance with Chapter 14 of the City' Code of Ordinances, as may be amended. Fees for services are assessed monthly on CPS Energy Utility bills. If private collection services are used, the City solid waste fees will not be assessed.

6.2.3.1 **Commercial Solid Waste Services**. The City's Commercial collection for garbage are available on a case by case basis for qualifying businesses in a manner similar to residential services. Bulky item, brush and bagged leaf collections are not provided to businesses. If the City-provided commercial service is not desired, businesses may utilize private service providers.

6.2.4 **Operation and Maintenance of Water and Wastewater Facilities**. If, at the time of annexation, the Annexation Area is not being provided with water and wastewater service, the San Antonio Water System ("SAWS") will extend water and wastewater service to the Annexation Area at the request of a resident pursuant to SAWS policies regarding extensions of service. SAWS will provide water and wastewater service in accordance with standard SAWS policies and procedures.

6.2.5 **Operation and Maintenance of Roads and Streets, including Street Lighting**. The Transportation and Capital Improvements Department ("TCI") is responsible for the maintenance and repair of streets, bridges, alleys, and related infrastructure within the City's jurisdiction. Curbs, sidewalks, driveway approaches, curb ramps, and other street infrastructures are constructed in accordance with the City and the Americans with Disability Act standards. Service requests or community concerns for TCI's response, such as pothole and base and pavement repairs are initiated through the City's 311 call center or online services. These services include:

- Emergency Pavement Repair;
- Street Base and Pavement Repair;
- Preventative Street Maintenance;
- Guard Post and Guard Rail Maintenance;
- De-icing and Snow Removal Services;
- Neighborhood Access and Mobility Program;
- Emergency Street Closure Services; and
- Street Re-striping and Marking Services

Infrastructure Management Program (IMP) is a five (5) year rolling program, which focuses on the maintenance of the City infrastructure. Service needs are identified city-wide and are scheduled for street maintenance, alley maintenance, drainage maintenance, sidewalks, traffic signals, pavement marking, and Advance Transportation District (ATD) projects. The IMP provides the City a structured program schedule, potential for additional multiple year contract awards and improved utility coordination. During the budget process for each fiscal year of the City, the IMP is presented to City Council for approval. Amendments may occur throughout the year due to coordination with utilities or unforeseen conditions, such as inclement weather. The goal of the IMP is to provide the best possible maintenance for the City.

6.2.6 **Transportation Systems Management & Operations**. If necessary, TCI will provide regulatory signage services. Traffic signal stop and all other regulatory studies are conducted in conjunction with growth of traffic volumes. Traffic signs, signals, and markings are installed in conformance with the Texas Manual on Uniform Traffic Control Devices. Faded, vandalized, or missing signs are replaced as needed. "Call back" service is provided twenty-four (24) hours a day, three hundred sixty-five (365) days a year for emergency repair of critical regulatory signs. Requests for signage should be called into the City's 311 Call Center.

6.2.7 **Storm Water Utility**. The Storm Water Utility is housed within the TCI Department. The Storm Water Utility is responsible for drainage services as well as the installation, operation, and maintenance of drainage infrastructure throughout San Antonio.

The Storm Water Utility Fee is intended to cover capital and maintenance expenses associated with drainage projects and fund operational services related to the Municipal Separate Storm Sewer System (MS4) Permit as required by Federal regulations. More information about the storm water rate plan is available at http://www.sanantonio.gov/TCI/Projects/Storm-Water-Fee.

The Storm Water Utility Fee is billed by SAWS on behalf of the City. Services are currently provided by the SAWS, in accordance with the SAWS's approved business plan and as limited by applicable codes, laws, ordinances, and special agreements. Storm Water Utility Fees will be assessed for the subject property.

6.2.8 **Street Lighting**. The planning of public streetlights is coordinated by the City's Development Services Department ("DSD"). CPS Energy will maintain public street lighting in accordance with City's policies. The City assumes the cost of electricity for public streetlights.

6.2.9 **Operation and Maintenance of Parks, Playgrounds and Swimming Pools.** Maintenance responsibilities for municipally owned parks, playgrounds, and swimming pools are the responsibility of the City. Any proposed or existing privately-owned parks, playgrounds, swimming pools, recreational facilities, and common spaces in the Annexation Area are the responsibility of the property owner(s).

6.2.10 Operation and Maintenance of Any Other Publicly Owned Facility, Building, or Service. Should the City acquire any other facilities, buildings, or services

necessary for municipal services for the Annexation Area, an appropriate City department will provide maintenance services for them.

6.3 Additional Services. Certain services, in addition to the above services, will be provided within the Annexation Area commencing on the effective date of the annexation for full purposes, unless otherwise noted. They are as follows:

6.3.1 **Code Compliance**. The Code Compliance Division of DSD enforces the City codes and regulations to protect the health, safety and general welfare of the community. Current enforcement is provided to the following and is not limited to:

- Vacant dangerous premises and structures;
- Junked vehicles;
- Weeded vacant lots;
- Zoning UDC;
- Property maintenance;
- Minimum housing, including unsanitary premises;
- Front yard parking;
- Alley and right-of-way violations;
- Monthly inspections of salvage/junk yards;
- Monitoring and enforcing materials received at salvage/junk yards;
- Enforcement of garage sale permits; and
- The Code and ordinances enforced by DSD are subject to changes by the City Council.

6.3.2 **Building and Other Permits**. Incomplete construction must obtain building permits from DSD in accordance with the City codes. Incomplete construction implies that final inspections have not been conducted and approved. For new commercial construction, incomplete construction indicates approved final inspections for building, mechanical, plumbing, electric, fire, traffic, drainage, sidewalks, irrigation inspections have not been obtained. Other field inspections may be applicable for new commercial construction depending on the specific use and/or location of the Project. Any required permits, including, but not limited to, building, trade, and sign permits may be applied for at the Cliff Morton Development and Business Services Center located at 1901 South Alamo Street, San Antonio, Texas. In addition, as part of the permitting process, applicant will be required to adhere to the City's Tree and Landscape requirements. A one-stop development service counter has been created to assist the public with any development questions that relate to building, planning and TCI issues.

6.3.3 **Certificate of Occupancy**. New and existing businesses must obtain a Certificate of Occupancy and related inspections required by the City code from DSD and San Antonio Metropolitan Health District. In accordance with the adopted Building Code, no person may occupy a building or a space without first obtaining a Certificate of Occupancy. Certificates of Occupancy may be applied for at the Cliff Morton Development and Business Services Center located at 1901 South Alamo Street, San Antonio, Texas.

6.3.4 **Library Services**. The nearest library services to the Annexation Area can be identified through the web address www.mysapl.org/digital.

The San Antonio Public Library locations provide the following services:

- Library materials for adults, young adults and children including books, periodicals, compact disks, DVD, videos, audio books, and electronic books;
- Programming for adults, young adults and children such as regularly scheduled story time;
- Book discussion groups and other topics of interest to the community; and
- Access to the website, databases and other computer programs, is available seven days a week through the web address www.mysapl.org/digital.

Professional staff is available to assist library customers with reference and reader's advisory questions and public meeting room space are available. More information is available at the San Antonio Public Library Website: www.mysapl.org.

6.3.5 **Health Department Services**. The San Antonio Metropolitan Health District ("SAMHD") currently provides certain public health services, including dental screening and treatment, communicable disease control, emergency preparedness and response, and health education to persons residing in the Annexation Area through an inter-local agreement with Bexar County-University Health Systems. Upon full purpose annexation the following additional services will become available:

- Investigation of public health related complaints including food borne illness, recreational water quality, and public swimming pools and spas, and investigation of toxic exposures;
- Permitting and routine sanitation inspections of food establishments, schools, day cares, swimming pools and mobile living parks;
- Enforcement of the City's smoking ordinance in public places;
- Investigation of reported elevated Blood Lead Levels in children;
- Access to community health clinics; and
- Medical Assistance Program benefits.

SAMHD will provide additional services for oversight of day care centers, semipublic swimming pools, air quality permits, and livestock issues.

6.3.6 **Animal Care Services**. The Annexation Area will receive the same level of service as within the City Limits of the City. These services include, but may not be limited to, animal enforcement and control, educational and public outreach, low cost animal related resources such as microchips and spay/neuter services, and community cat program services.

6.3.7 **Other Services**. The City Departments with jurisdiction in the Annexation Area will provide services according to City policy and procedures.

6.4 **Capital Improvements Program**. The City will initiate the construction of capital improvements as may be necessary for providing municipal services. The timing for the construction of capital projects that may be necessary for the delivery of municipal services will be done in accordance with the requirements of Subchapter C of Chapter 43, of the Code.

Each component of the Capital Improvement Program is subject to the City providing the related service directly. In the event that the related service is provided through a contract service provider,

12/1/2020

1

the capital improvement may not be constructed or acquired by the City but may be provided by the contract provider. The City may also lease buildings in lieu of construction of any necessary buildings.

6.4.1 **Police Protection**. No capital improvements are necessary at this time to provide police services.

6.4.2 **Fire Protection**. No capital improvements are necessary at this time to provide fire services.

6.4.3 **Emergency Medical Service**. No capital improvements are necessary at this time to provide EMS services.

6.4.4 **Solid Waste Collection**. No capital improvements are necessary at this time to provide solid waste collection services.

6.4.5 **Roads and Streets**. No newly constructed road or street related capital improvements are necessary at this time to provide services. The City will assume maintenance responsibilities for all public streets.

6.4.6 **Parks, Playgrounds and Swimming Pools**. No capital improvements are necessary at this time to provide parks and recreation services.

6.4.7 Library Services. No capital improvements are necessary at this time.

6.4.8 **Capital Improvements Planning**. The Annexation Area will be included with other territory within the municipality in connection with planning for new or expanded facilities and/or services. All other capital improvements will be considered through the 6-Year Capital Budget that represents the City's long-range physical infrastructure development and improve plan. Major funding sources are General Obligation Bonds, Certificates of Obligation, Storm Water Revenue Bonds, and Community Development Block Grants as applicable. Capital projects are placed in inventory by the City Council representative through input from community and neighborhood associations, other public processes, and comprehensive planning processes.

6.5 This Article VI in no way prohibits the City from amending any or modifying any of the above programs or services in accordance with the police, legislative, and regulatory power of the City. Any such changes in services that apply to all properties for which the above services are provided shall apply to all property annexed pursuant to this Agreement.

#### VII. DEFAULT

7.1 Subject to Sections 7.3 and 7.4 below, Owners shall be declared in "Default" of this Agreement if Owners violate or cause a violation of any rules, regulations, orders, ordinances, or other laws that are applicable to the District Property, as described herein, during the term of this Agreement.

7.2 Subject to Sections 7.3 and 7.4 below, a Party shall be declared in "Default" if a material breach occurs of any covenant, obligation, or provisions of this Agreement.

7.3 Notwithstanding any provision to the contrary, no Party shall be declared in Default, under this Agreement and subject to the remedies available to the non-defaulting party, as set forth herein, until written notice of Default has been given to the defaulting Party (which notice shall set forth in reasonable detail the nature of the Default) and until such Party has been given, from and after the receipt of such written notice, ninety (90) calendar days to cure the Default (the "Cure Period"). Additionally, no Party shall be declared in Default, under this Agreement, if, within the Cure Period, the defaulting Party has commenced in a commercially reasonable manner to remove or cure such alleged default, provided that, in the event the alleged default cannot reasonably be removed or cured within the Cure Period, the defaulting Party shall provide the non-defaulting party a commercially reasonable written timeline for removing or curing such alleged default and the Parties shall thereafter enter into a written agreement extending the Cure Period to a timeframe consistent with such timeline; such written agreement shall be subject to the administrative approval of the City Manager's designee and shall not be unreasonably withheld, conditioned, or delayed by either Party. The Cure Period may be additionally extended by written agreement of the Parties and shall be subject to approval of the City Council.

7.4 The duties of a Party to observe or perform any of the provisions of this Agreement, on its part to be performed or observed, shall be excused for a period equal to the period of prevention, delay, or stoppage due to causes beyond the control of the applicable Party, including reason of pandemic, epidemic, strikes, civil riots, war, invasion, fire or other casualty, or Acts of God.

#### VIII. REMEDIES

8.1 Upon the occurrence of Default by Owners, the defaulting party shall be subject to the enforcement provisions set forth in Chapter 35, Article IV – Procedures, Division 11. – Enforcement, Sec. 35-491, as amended, of the City's Code as well as all civil remedies provided by law.

8.2 Upon the occurrence of Default by a Party, the non-defaulting Party may seek all remedies available to it at law or in equity, including, without limitation, termination, injunctive relief, mandamus, and specific performance. Additionally, upon the occurrence of Default by Owners (subject however to all notice and cure provisions provided herein), the City may proceed with voluntary annexation of the District Property as provided in this Agreement.

8.3 No remedy herein conferred upon or reserved to the Parties is intended to be exclusive of any other available remedy or remedies, but each and every such remedy shall be cumulative and shall be in addition to every other remedy given under this Agreement or now or hereafter existing at law or in equity or by statute.

8.4 The Parties hereto expressly agree that, in the event of litigation, each Party hereby waives its right to payment of attorneys' fees.

#### IX. NON-WAIVER

9.1 No course of dealing on the part of the Parties nor any failure or delay by the Parties in exercising any right, power, or privilege under this Agreement shall operate as a waiver of any right, power or, privilege owing under this Agreement.

#### X. ASSIGNMENT

10.1 All covenants and agreements contained herein by the City shall bind its successors and assigns and shall inure to the benefit of Owners and their successors and assigns.

10.2 This Agreement (including the duties, rights and obligations set forth herein) may not be assigned by Owners except for assignments to (a) related entities and subsidiaries of Owners, (b) home builders, (c) individual single lot owners, and (d) as described in section 10.3 below, without the prior written consent of City and subject to approval by the City Council, as evidenced by passage of an ordinance. Any subsequent assignment by Owners, except for assignments to related entities and subsidiaries of Owners, home builders, individual single lot owners, and as described in section 10.3 below, shall only be done with the written consent of the City as evidenced by action of the City Council by ordinance.

10.3 Notwithstanding Section 10.2, after the Project has been completed and the District Property has been developed, without prior written consent of the City and approval by City Council, (a) all rights relating under this Agreement, including (without implied limitation) the right of nonannexation, shall run with the land and any subsequent owner, mortgagee, lessee or other party with an interest therein shall enjoy such rights; (b) if Owners possess or acquire any rights or entitlements with respect to the development of the Property and the construction of improvements thereon which run with all or a part the land, any subsequent owner, mortgagee, lessee, or other party with an interest therein shall automatically be a beneficiary of such rights and entitlements to the extent of such interest in such Property or portion thereof; and (c) Owners may collaterally assign their rights and obligations hereunder to any lender to which such party has granted a lien encumbering all or part of such Property.

#### XI. ENTIRE AGREEMENT

11.1 This written Agreement embodies the final and entire agreement between Parties hereto and may not be contradicted by evidence of prior, contemporaneous, or subsequent oral agreements of Parties.

11.2 The exhibits attached to this Agreement are incorporated herein and shall be considered a part of this Agreement for the purposes stated herein. Notwithstanding the foregoing however, the exhibits shall not constitute any binding commitment regarding, but not limited to, the final location of boundaries and improvements and infrastructure, such being of approximate location that may be amended from time to time by the Parties.

#### XII. AMENDMENTS

12.1 Except where the terms of this Agreement expressly provide otherwise, any alterations, additions, or deletions to the terms hereof, shall be affected only by amendment, in writing, executed by the Parties, and subject to approval by the City Council, as evidenced by passage of an ordinance.

### XIII. SEVERABILITY

13.1 If any clause or provision of this Agreement is held invalid, illegal, or unenforceable under present or future federal, state, or local laws, including but not limited to the charter, code, or, ordinances of the City, then and in that event it is the intent of Parties hereto that such invalidity, illegality or unenforceability shall not affect any other clause or provision hereof and that the remainder

of this Agreement shall be construed as if such invalid, illegal, or unenforceable clause or provision was never contained herein. It is also the intent of Parties hereto that in lieu of each clause or provision of this Agreement that is invalid, illegal, or unenforceable, there be added as a part of this Agreement a clause or provision as similar in terms to such invalid, illegal, or unenforceable clause or provision as may be possible, legal, valid, and enforceable.

#### XIV. INDEPENDENT CONTRACTORS

14.1 Owners covenant and agree that they are an independent contractor and is not an officer, agent, servant or employee of the City; that Owners shall have exclusive control of and exclusive rights to control the details of the work performed hereunder and all persons performing same, and shall be responsible for the acts and omissions of each party's officers, agents, employees, contractors, subcontractors, and consultants, except as where the City may enforce the provisions of the City's Code of Ordinances; that the doctrine of "respondent superior" shall not apply as between the City and Owners, all officers, agents, employees, contractors, subcontractors, and consultants of Owners, and nothing herein shall be construed as creating the relationship of employer-employee, principal-agent, partners, or joint ventures between the City and Owners. The Parties hereto understand and agree that the City shall not be liable for any claims which may be asserted by any third party occurring in connection with the performance by Owners under this Agreement and that the Owners have no authority to bind the City.

### XV. LEGAL AUTHORITY

15.1 The person(s) executing this Agreement on behalf of the respective Parties, represent, warrant, assure, and guarantee that they have full legal authority to (1) execute this Agreement on behalf of the respective Party, and (2) to bind the respective Party to all of the terms, conditions, provisions, and obligations herein contained.

#### XVI. VENUE AND GOVERNING LAW

16.1 THIS AGREEMENT SHALL BE CONSTRUED UNDER AND IN ACCORDANCE WITH THE LAWS OF THE STATE OF TEXAS.

16.2 Any legal action or proceeding brought or maintained, directly or indirectly, as a result of this Agreement shall be heard and determined in the County.

### **XVII. PARTIES' REPRESENTATIONS**

17.1 This Agreement has been jointly negotiated between the Parties and shall not be construed against a Party because that Party may have primarily assumed responsibility for the drafting of this Agreement.

# **XVIII. NOTICE**

18.1 All notices, demands or other communications given in connection with or required under this Agreement must be in writing and delivered to the person to whom it is directed and may be given by (1) overnight delivery using a nationally recognized overnight courier, in which case notice shall be deemed delivered one (1) business day after deposit with such courier; (2) sent by email with

a PDF attachment with an original copy thereof transmitted to the recipient by one of the means described in clauses (a), (c) or (d), in which case notice shall be deemed delivered on the date of transmittal of the email with PDF attachment; (3) personal delivery, in which case notice shall be deemed delivered upon receipt or refusal of delivery; or (4) United States certified mail, return receipt requested, postage prepaid, addressed to the addressee, in which case notice shall be deemed delivered three business after deposit of such notice, postage prepaid, in a mailbox under the care, custody or control of the United States Postal Service. All notices, demands, and other communications shall be given to the Parties at the addresses set forth below, or at any other addresses that they have theretofore specified by written notice delivered in accordance herewith:

City:	City of San Antonio Attn: Bridgett White or Director of the Department of Planning P.O. Box 839966 San Antonio, Texas 78283-3966
Owners:	SA Far Rider, LLC c/o Blake Yantis 1802 Northwest Military Highway, Suite 100 San Antonio, Texas 78213
	Hooda Enterprises, Inc. c/o Shahnawaz Hooda 5304 Lyoncrest Ct. Dallas, Texas 75287
	Equitable Land Holdings, LLC c/o Munir Meghani 2018 Shepards Place Sugar Land, Texas 77479
With copies to:	Brown & Ortiz, P.C. Attention: Daniel Ortiz 112 East Pecan Street, Suite 1360 San Antonio, Texas 78205

18.2 Each Party may change its address by written notice in accordance with this Article.

# XIX. CAPTIONS

19.1 All captions used herein are only for the convenience of reference and shall not be construed to have any effect or meaning as to the Agreement between Parties hereto.

#### XX. UNINTENDED OMISSION

20.1 If any punctuation, word, clause, sentence, or provisions necessary to give meaning, validity, or effect to any other word, clause, sentence, or provision of this Agreement is omitted, then it is hereby declared that such omission was unintentional and that the omitted punctuation, word, clause, sentence, or provision shall be supplied by inference. 12/1/2020

#### XXI. COUNTERPARTS

21.1 This Agreement may be executed in counterparts. Each of the counterparts shall be deemed an original instrument, but all of the counterparts shall constitute one and the same instrument. This Agreement may be executed in any number of counterparts and by different Parties in separate counterparts, each of which when so executed and delivered, shall be deemed an original, and all of which, when taken together, shall constitute one and the same instrument. Delivery of an executed counterpart of a signature page to this Agreement by facsimile or electronic mail shall be as effective as delivery of a manually executed counterpart of this Agreement, except that any Party delivering an executed counterpart of this Agreement by facsimile or electronic mail also must deliver a manually executed counterpart of this Agreement. Notwithstanding the foregoing, failure to deliver a manually executed counterpart shall not affect the validity, enforceability, and binding effect of this Agreement.

#### XXII. RECORDATION

22.1 This Agreement shall be recorded in the Real Property Records of the County.

#### XXIII. TERM

23.1 The term of this Agreement shall commence on the Effective Date and terminate thirty (30) years from the Effective Date. The term may be extended upon mutual consent and written agreement between the Parties and subject to approval by the City Council, as evidenced by passage of an ordinance. The Parties agree to institute best efforts to renegotiate new provisions, as necessary, in the event the Agreement is extended beyond the initial thirty (30) year term. Notwithstanding any provision herein to the contrary, in the event the District is dissolved within one (1) year from the Effective Date, this Agreement automatically terminates upon the effective date of the District's dissolution, without any further action from the Parties and the Parties are relieved of any further rights and obligations under this Agreement.

# XXIV. FORCE MAJURE

If either Party is rendered unable, wholly or in part, by force majeure to carry out any 24.1 of its obligations under this Agreement, then the obligations of either Party to the extent affected by such force majeure and to the extent that due diligence is being used to resume performance at the earliest practicable time, shall be suspended during the continuance of any inability so caused to the extent provided but for no longer period. Such cause, as far as possible, shall be remedied with all reasonable diligence. The term "force majeure", as used herein, shall include, without limitation of the generality thereof, acts of God, strikes, lockouts, or other industrial disturbances, acts of the public enemy (including domestic and foreign terrorism), orders of any kind of the Government of the United States or of the State of Texas or any civil or military authority, insurrections, riots, epidemics, pandemics, landslides, lightning, earthquakes, fires, hurricanes, storms, floods, washouts, droughts, arrests, restraint of government and people, civil disturbances, explosions, breakage or accidents to machinery pipelines or canals, partial or entire failure of water necessary for operation of the sewer system, or of the District to receive waste, and any other inabilities of either Party, whether similar to those enumerated or otherwise, which are not within the control of either Party, which either Party could not have avoided by the exercise of due diligence and care. It is understood and agreed that the settlement of strikes and lockouts shall be entirely within the discretion of either Party, and that the above requirement that any force majeure shall be remedied with all reasonable dispatch shall not

require the settlement of strikes and lockouts by acceding to the demand of the opposing Party or Parties when such settlement is unfavorable to it in the judgment of the affected Party.

-Signatures on the Following Pages-

**IN WITNESS THEREOF**, Parties hereto have executed this Agreement to be effective as of the Effective Date.

#### CITY:

# **CITY OF SAN ANTONIO, TEXAS**

### ATTEST/SEAL

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

 Name: \_\_\_\_\_
 Name: \_\_\_\_\_

 Title: \_\_\_\_\_
 Title: \_\_\_\_\_

 Date: \_\_\_\_\_\_
 Date: \_\_\_\_\_\_

# **APPROVED AS TO LEGAL FORM:**

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

Name:

Title: City Attorney

50 00 00

Date: \_\_\_\_\_

# ACKNOWLEDGEMENT

State of Texas County of Bexar

This instrument was acknowledged before me on this \_\_\_\_ day of \_\_\_\_\_, 2020 by \_\_\_\_\_\_, \_\_\_\_\_ of the City of San Antonio, a Texas home rule municipality, on behalf of said municipality.

Date: \_\_\_\_\_

Notary Public State of Texas My Commission Expires:\_\_\_\_\_ **IN WITNESS THEREOF**, Parties hereto have executed this Agreement to be effective as of the Effective Date.

# **OWNERS**:

SA FAR RIDER, LLC	$\checkmark$
By:	$\wedge$
Blake Yantis	
Manager	V
Date: 12/5/20	

#### ACKNOWLEDGEMENT

# STATE OF TEXAS § SCOUNTY OF BEXAR §

The foregoing instrument was acknowledged before me on the <u>5</u> day of <u>2000</u>, 2020, by Blake Yantis, as Manager of SA FAR RIDER, LLC, a Texas limited liability company, known to me to the person whose name is subscribed to the foregoing instrument and acknowledged to me that he executed the same for the purposes and consideration therein expressed, on behalf of said company, in the capacity therein stated.

WHITNEY AUSTIN Notary Public, State of Texas Comm. Expires 02-28-2023 Notary ID 131911467

Notary Public, State of Texas My Commission Expires: \_\_\_\_\_\_ dod

# EQUITABLE LAND HOLDINGS, LLC

By: LALANI Name: ABOUL Q Title: DRESIDEN 12/1/2020 Date:

ACKNOWLEDGEMENT

STATE OF TÉXAS	§
Barrow Barrow	§
COUNTY OF DEXAR	§

The foregoing instrument was acknowledged before me on the <u>st</u> day of <u>bcember</u>, 2020, by <u>by bol</u>, <u>alovi</u>, on behalf of EQUITABLE LAND HOLDINGS, LLC., a Texas limited liability company, known to me to the person whose name is subscribed to the foregoing instrument and acknowledged to me that they executed the same for the purposes and consideration therein expressed.

WHITNEY AUSTIN Notary Public, State of Texas Comm. Expires 02-28-2023 Notary ID 131911467

Notary Public, State of Texas My Commission Expires: 08/28

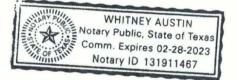
# HOODA ENTERPRISES, INC.

SHAILNAWAE HOODA PRESIDENT By: Name: \_\_\_\_ Title: 15/20 Date:

# ACKNOWLEDGEMENT

STATE OF TEXAS 00 00 00 COUNTY OF DEXAR

The foregoing instrument was acknowledged before me on the <u>5</u> day of <u>Decomber</u>, 2020, by <u>Manauxez</u> Hood on behalf of HOODA ENTERPRISES, INC., a Texas Corporation, known to me to the person whose name is subscribed to the foregoing instrument and acknowledged to me that they executed the same for the purposes and consideration therein expressed.



Notary Public, State of Texas My Commission Expires: 0 Od!

# EXHIBIT "A" METES AND BOUNDS DESCRIPTION



Page 1 of 1

#### LEGAL DESCRIPTION 311.235 ACRES OF LAND

311.235 acres of land located in the Robert Lewis Survey No. 63, Abstract No. 422, County Block 4341, Bexar County, Texas, being all of that certain 1.79 acres of land conveyed to Equitable Land Holdings, LLC, as described in Volume 15083, Page 1229, Official Public Records of Bexar County, Texas; all of that certain 50.54 acres of land conveyed to Hooda Enterprises, Inc., as described in Volume 13388, Page 2485, Official Public Records of Bexar County, Texas; all of that certain 53.26 acres of land conveyed to Equitable Land Holdings, LLC, as described in Volume 15598, Page 2196, Official Public Records of Bexar County, Texas; all of that certain 52.31 acres of land conveyed to Equitable Land Holdings, LTD., as described in Volume 15207, Page 2275, Official Public Records of Bexar County, Texas; all of those certain 48.73 acres of land, 30.81 acres of land and 52.35 acres of land conveyed to Equitable Land Holdings, LLC, as described in Volume 14701, Page 2232, Official Public Records of Bexar County, Texas; and a portion of that certain 109.964 acres of land conveyed to SA Given To Fly, LLC, as described in Volume 18946, Page 2188, Official Public Records of Bexar County, Texas; said 311.235 acres of land being more particularly described as follows:

**BEGINNING**, at a found <sup>1</sup>/<sub>2</sub> inch iron rod located in the westerly right of way line of Grosenbacher Road, and marking the northeasterly corner of the said 1.79 acre tract of land;

THENCE, South 00deg 20' 30" East, along the westerly right of way line of Grosenbacher Road, a distance of 29.99 feet, to a found 5/8 inch iron rod marking the northeasterly corner of the said 109.964 acres;

THENCE, South 00deg 20' 04" East, continuing along the westerly right of way line of Grosenbacher Road, a distance of 104.19 feet, to a found ½ inch iron rod with "CUDE" cap marking the most northerly southeast corner of the said 109.964 acres;

**THENCE:** leaving the westerly right of way line of Grosenbacher Road and along the boundary lines of the said 109.964 acres, the following courses:

South 89deg 51' 11" West, a of distance of 1,228.31 feet, to a found 5/8 inch iron rod;

South 00deg 14' 16" East, a distance of 354.27 feet, to a found 5/8 inch iron rod;

South 00deg 18' 45" East, a distance of 354.55 feet, to a found 1/2 inch iron rod;

South 00deg 20' 12" East, a distance of 354.96 feet, to a found 5/8 inch iron rod located in the northerly line of that certain 23.124 acres of land, as described in Document Number 20180171358, Official Public Records of Bexar County, Texas;

**THENCE**, South 89deg 50' 00" West, along the northerly line of the said 23.124 acres, a distance of 245.49 feet, to a found ½ inch iron rod with "CUDE" cap located in the westerly line of the said 109.964 acres;



**CUDE ENGINEERS** 

4122 POND HILL ROAD, STE 101 SAN ANTONIO, TEXAS 78231 PHONE: (210) 681-2951 CUDEENGINEERS.COM TBPE NO. 455 TBPLS NO. 10048500 marking a northerly corner of that certain 84.853 acres of land conveyed to Continental Homes of Texas, LP, as described in Document Number 20180171354, Official Public Records of Bexar County, Texas;

THENCE, along the westerly lines of the said 109.964 acres, the following courses:

South 16deg 47' 22" East, a distance of 54.31 feet, to a found ½ inch iron rod; South 02deg 22' 06" East, a distance of 648.13 feet, to a found ½ inch iron rod with "CUDE" cap marking an interior corner of the northerly line of that certain 84.853 acres of land conveyed to Continental Homes of Texas, LP, as described in Document Number 20180171354, Official Public Records of Bexar County, Texas;

THENCE, along the northerly and westerly lines of the said 84.853 acres, the following courses:

North 87deg 44' 04" West, a distance of 244.53 feet, to a found ½ inch iron rod with "CUDE" cap: North 05deg 23' 40" West, a distance of 106.00 feet, to a found ½ inch iron rod with "CUDE" cap: North 59deg 06' 09" West, a distance of 234.61 feet, to a found ½ inch iron rod with "CUDE" cap; South 38deg 18' 40" West, a distance of 86.84 feet, to a found ½ inch iron rod with "CUDE" cap; North 82deg 37' 53" West, a distance of 150.43 feet, to a found ½ inch iron rod with "CUDE" cap; South 28deg 09' 58" West, a distance of 158.14 feet, to a found ½ inch iron rod with "CUDE" cap; South 58deg 15' 08" West, a distance of 342.47 feet, to a found ½ inch iron rod with "CUDE" cap; South 18deg 00' 49" West, a distance of 313.56 feet, to a found ½ inch iron rod with "CUDE" cap: South 55deg 52' 28" East, a distance of 41.05 feet, to a found ½ inch iron rod with "CUDE" cap: South 18deg 43' 58" East, a distance of 95.16 feet, to a found 1/2 inch iron rod with "CUDE" cap: South 19deg 36' 41" West, a distance of 421.89 feet, to a found 1/2 inch iron rod with "CUDE" cap; South 07deg 23' 06" East, a distance of 229.52 feet, to a found ½ inch iron rod with "CUDE" cap; South 79deg 28' 54" East, a distance of 96.44 feet, to a found ½ inch iron rod with "CUDE" cap; South 52deg 28' 29" East, a distance of 88.69 feet, to a found ½ inch iron rod with "CUDE" cap; South 64deg 14' 43" East, a distance of 174.85 feet, to a found ½ inch iron rod with "CUDE" cap; South 51deg 55' 53" East, a distance of 77.62 feet, to a found ½ inch iron rod with "CUDE" cap; South 40deg 12' 32" East, a distance of 325.54 feet, to a found ½ inch iron rod with "CUDE" cap; South 78deg 58' 38" East, a distance of 65.24 feet, to a found ½ inch iron rod with "CUDE" cap: North 51deg 49' 02" East, a distance of 81.12 feet, to a found ½ inch iron rod with "CUDE" cap; South 35deg 56' 32" East, a distance of 280.97 feet, to a found ½ inch iron rod with "CUDE" cap; South 55deg 17' 00" East, a distance of 68.61 feet, to a found ½ inch iron rod with "CUDE" cap; South 33deg 32' 00" East, a distance of 74.52 feet, to a found ½ inch iron rod with "CUDE" cap; South 51deg 19' 07" East, a distance of 95.46 feet, to a found ½ inch iron rod with "CUDE" cap; South 01deg 00' 40" West, a distance of 28.91 feet, to a found 1/2 inch iron rod with "CUDE" cap marking the most southwesterly corner of the said 84.853 acres, same being the southeasterly corner of the aforesaid 48.73 acre tract;

THENCE, along the southerly lines of the said 48.73 acres and the said 50.54 acres, the following courses:

North 89deg 21' 39" West, a distance of 118.28 feet, to a point; South 89deg 52' 09" West, a distance of 937.69 feet, to a point; South 89deg 47' 54" West, a distance of 1208.50 feet, to a point;

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Page 3 of 2

South 89deg 47' 55" West, a distance of 1470.05 feet, to a point marking the most southwesterly corner of the said 50.54 acres;

THENCE, North 00deg 17' 00" West, along the westerly lines of the said 50.54 acres, the said 30.81 acres and the said 52.35 acres, a distance of 3888.92 feet, to a point marking the northwesterly corner of the said 52.35 acres;

THENCE, along the northerly lines of the said 52.35 acres, the said 53.26 acres and the said 1.79 acres, the following courses:

North 89deg 52' 19" East, a distance of 1675.15 feet, to a point; North 89deg 48' 53" East, a distance of 143.29 feet, to a point; North 89deg 48' 49" East, a distance of 891.78 feet, to a found ½ inch iron rod with "ACES" cap; North 89deg 48' 39" East, a distance of 1133.78 feet, to a found ½ inch iron rod; North 89deg 48' 49" East, a distance of 1445.63 feet, to the **POINT OF BEGINNING** and containing 311.235 acres of land, more or less.

Note: Basis of Bearings is the Texas State Plane Coordinate System, South Central Zone (4204), NAD 83 (93).

This description was compiled from record information and prepared only for the purpose of describing a proposed Tres Laurels Public Improvement District (PID). No boundary survey was performed.

The purpose of this description is not to conveyed real property.

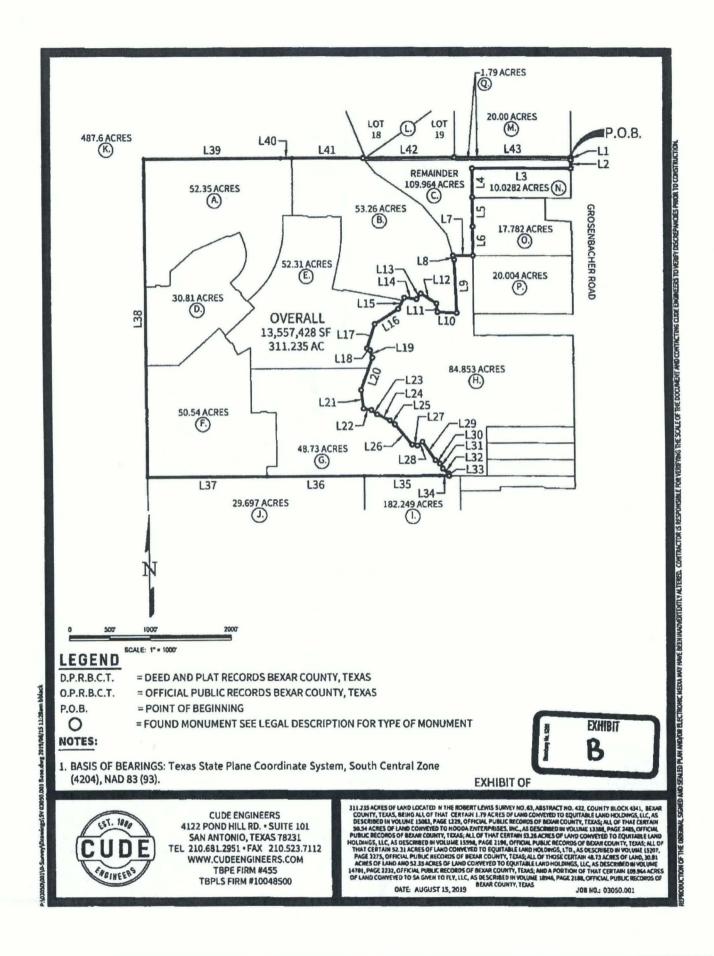
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James W. Russell Registered Professional Land Surveyor No. 4230 Cude Engineers 4122 Pond Hill Road, Suite 101 San Antonio, Texas 78231 TBPLS Firm No. 10048500 TBPE Firm No. 455 Project No. 03050.001.0



#### **CUDE ENGINEERS**

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	LINE TABLE	
LINE ND.	BEARING	DISTANCE
11	500°20'30"E	29,99'
L2	S00*20'04*E	104.19'
L3	589°51'11"W	1228.31'
L4	500°14'16"E	354.27'
LS	S00"18'45"E	354.55'
L6	\$00°20'12"E	354.96'
L7	S89*50'00''W	245.49'
18	516°47'22"E	54.31'
L9	S02*22'06*E	648.13'
L10	N87°44'04"W	244.53'
LII	N05*23'40"W	106.00'
L12	N59°06'09"W	234.61'
L13	\$38°18'40"W	86.84'
L14	N82*37'53"W	150.43'
L15	528°09'58"W	158.14'
L16	\$58°15'08"W	342.47'
L17	518°00'49"W	313.56'
L18	\$55*52'28"E	41.05'
L19	\$18*43'58*E	95.16'
L20	\$19°36'41"W	421.89'
L21	S07*23'06"E	229.52'
L22	\$79*28'54"E	96.44'

LINE TABLE		
LINE NO.	BEARING	DISTANCE
L23	\$52"28'29"E	88.69'
L24	S64"14'43"E	174.85'
L25	\$51*55'53"E	77.62'
L26	\$40"12'32"E	325.54'
L27	\$78*58'38"E	65.24'
L28	N51*49'02"E	81.12'
L29	S35*56'32"E	280.97'
L30	S55*17'00"E	68.61'
L31	\$33*32'00"E	74.52'
L32	\$51*19'07"E	95.46'
L33	501°00'40"W	28.91'
L34	N89°21'39"W	118.28
L35	\$89°52'09"W	937.69'
L36	589°47'54"W	1208.50'
L37	S89*47'55"W	1470.05'
L38	N00*17'00"W	3888.92'
L39	N89°52'19"E	1675.15'
L40	N89*48'53"E	143.29'
L41	N89*48'49"E	891.78
L42	N89"48'39"E	1133.78'
L43	N89*48'49"E	1445.63

#### **OWNERSHIP TABLE:**

52.35 ACRES - EQUITABLE LAND HOLDINGS, LLC - VOL. 14701, PG. 2232 - O.P.R.B.C.T. A.)

53.26 ACRES - EQUITABLE LAND HOLDINGS, LLC - VOL. 15598, PG. 2196 - O.P.R.B.C.T. B.)

- C.) REMAINDER OF 109.964 ACRES - SA GIVEN TO FLY, LLC - VOL. 18946, PG. 2188 - O.P.R.B.C.T.
- 30.81 ACRES EQUITABLE LAND HOLDINGS, LLC VOL. 14701, PG. 2232 O.P.R.B.C.T. D.)
- E.) 52.31 ACRES - EQUITABLE LAND HOLDINGS, LTD. - VOL. 15207, PG. 2275 - O.P.R.B.C.T.
- F.) 50.54 ACRES - HOODA ENTERPRISES, INC. - VOL. 13388, PG. 2485 - O.P.R.B.C.T.
- 48.73 ACRES EQUITABLE LAND HOLDINGS, LLC VOL. 14701, PG. 2232 O.P.R.B.C.T. G.)
- H.) 84.853 ACRES - CONTINENTAL HOMES OF TEXAS, L.P. - DOC# 20180171354 - O.P.R.B.C.T.
- 1.) 182.249 ACRES - AIR FORCE VILLAGE II, INC. - VOL. 7682, PG. 278 - O.P.R.B.C.T.
- J.) 29.697 ACRES - AIR FORCE VILLAGE II, INC. - VOL. 7682, PG. 273 - O.P.R.B.C.T.
- K.) 487.6 ACRES - CONVERGENCE BRASS, LLC - VOL. 17108, PG. 300 - O.P.R.B.C.T.
- L.) MOUNTAIN LAUREL RANCH SUBDIVISION - VOL. 9556, PGS. 134 - D.P.R.B.C.T.
- 20.00 ACRES JAIME RAMIREZ, JR. ET AL VOL. 16554, PG. 776 O.P.R.B.C.T. M.)
- N.) 10.0282 ACRES - CAROL S. HESTER - VOL. 15860, PG. 101 - D.P.R.B.C.T. 0.)
- 17.782 ACRES THE PONDEROSA, L.P. VOL. 16977, PG. 1408 O.P.R.B.C.T. 20.004 ACRES - SA GIVEN TO FLY, LLC - VOL. 19032, PG. 2173 - O.P.R.B.C.T.
- P.) Q.) 1.79 ACRES - EQUITABLE LAND HOLDINGS, LLC - VOL. 15083, PG. 1229 - O.P.R.B.C.T.

# LEGEND

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FEINE

D.P.R.B.C.T. O.P.R.B.C.T.

= DEED AND PLAT RECORDS BEXAR COUNTY, TEXAS = OFFICIAL PUBLIC RECORDS BEXAR COUNTY, TEXAS

CUDE ENGINEERS

4122 POND HILL RD. . SUITE 101 SAN ANTONIO, TEXAS 78231 TEL 210.681.2951 · FAX 210.523.7112 WWW.CUDEENGINEERS.COM TBPE FIRM #455

TBPLS FIRM #10048500

EXHIBIT OF

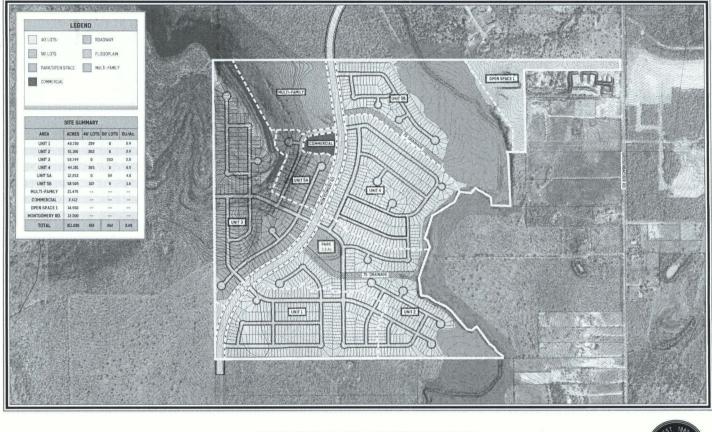
ADITENTLY ALTERED. CONTINUCTOR IS RESPONSEDLE FOR VERIFYING THE SCALE OF THE DOCI

I SEALED PLAN AND/OR ELECTRONIC MEDIA NAY HAVE BEEN

311.235 ACRES OF LAND LOCATED IN THE ROBERT LEWIS SURVEY NO. 63, ABSTRACT NO. 422, COUNTY BLOCK 4341, BEXAR COUNTY, TEXAS, BEING ALL OF THAT CERTAIN 1.79 ACRES OF LAND COMMEND TO LOUTTABLE LAND HOLDINGS, LLC, AS DESCRIBED IN VOLUME 15083, PAGE 1219, OFFICIAL PUBLIC RECORDS OF BEVAR COUNTY, TEXAS, ALL OF THAT CERTAIN 30 SA ACRES OF LAND CONTYTED TO HODOL HIT BRIDESS, INC, AS DESCRIBED IN VOLUME 15188, PAGE 2485, OFFICIAL PUBLIC RECORDS OF BEXAR COUNTY, TEXAS, ALL OF THAT CERTAIN 3.14 ACRES OF LAND CONVEYED TO EQUITABLE LAND HOLDINGS, LLC, AS DESCRIBED IN VOLUME 15100, AS DESCRIBED IN VOLUME 15100, PAGE 2485, OF LAND CONVEYED TO EQUITABLE LAND HOLDINGS, LLC, AS DESCRIBED IN VOLUME 15107, PAGE 2175, OFFICIAL PUBLIC RECORDS OF BEXAR COUNTY, TEXAS, ALD OF HOST CERTAIN 4.73 ACRES OF LAND, 30.11 ACRES OF LAND AND 32.35 ACRES OF LAND CONVEYED TO EQUITABLE LAND HOLDINGS, LLC, AS DESCRIBED IN VOLUME 15077, ACRES OF LAND AND 32.35 ACRES OF LAND CONVEYED TO EQUITABLE LAND HOLDINGS, LLC, AS DESCRIBED IN VOLUME 14TOL, PAGE 2232, OFFICIAL PUBLIC RECORDS OF BEXAR COUNTY, TEXAS, AND A PORTION OF THAT CERTAIN 15.3.84 ACRES OF LAND CONVEYED TO SACRES OF LAND CONVEYED TO EQUITABLE LAND HOLDINGS, LLC, AS DESCRIBED IN VOLUME 14TOL, PAGE 2322, OFFICIAL PUBLIC RECORDS OF BEXAR COUNTY, TEXAS, AND A PORTION OF THAT CERTAIN 15.3.84 ACRES OF LAND CONVEYED TO SACRES OF LAND CONVEYED TO EQUITABLE LAND HOLDINGS, LLC, AS DESCRIBED IN VOLUME 14TOL, PAGE 2322, OFFICIAL PUBLIC RECORDS OF BEXAR COUNTY, TEXAS, AND A PORTION OF THAT CERTAIN 15.3.9464 ACRES 0F LAND CONVEYED TO SACRES OF LAND CONSTONED TO LOW AND A PORTION OF THAT CERTAIN 15.3.9464 ACRES DEVAL COUNTY, TEXAS, AND A PORTION OF THAT CERTAIN 15.3.9464 ACRES DEVAL COUNTY, TEXAS, AND A PORTION OF THAT CERTAIN 15.3.9464 ACRES DEVAL COUNTY, TEXAS, AND A PORTION OF THAT CERTAIN CONSTON SO DATE: AUGUST 15, 2019 JOB NO: 0.3050.001 BATE AUGUST 15, 2019 JOB NO: 03050.001

Advg 2019/08/15 11:38am b0lack 100.02050

# EXHIBIT "C" PRELIMINARY MASTERDEVELOPMENT PLAN



TRES LAURELS / PRELIMINARY MASTER PLAN

CUDE ENGINEERS 4122 Pond Hill Road, Suite 101 San Antonio, Texas 78231 P:(210) 681.2951 F: (210) 523.7112 EUDE CUDE

San Antonio ETJ, TX

SCALE: 1"=600' 0 300 600



# EXHIBIT "D" STRATEGIC PARTNERSHIP AGREEMENT

## STRATEGIC PARTNERSHIP AGREEMENT BETWEEN THE CITY OF SANANTONIO, TEXAS AND THE TRES LAURELS SPECIAL IMPROVEMENT DISTRICT

STATE OF TEXAS § SCOUNTY OF BEXAR §

This Strategic Partnership Agreement (this "Agreement") is entered into by and between the City of San Antonio, Texas (the "City") and the Tres Laurels Special Improvement District (the "District").

#### RECITALS

**WHEREAS**, the City is a home-rule municipal corporation created and existing under the laws of the State of Texas and situated primarily in Bexar County, Texas; and

WHEREAS, the District is a public improvement district created under and subject to the authority, conditions, and restrictions of Section 52, Article III, and Section 59, Article XVI, of the Texas Constitution and Chapter 382 of the Texas Local Government Code, as amended, and operating under Chapter 49 of the Texas Water Code, as amended; and

**WHEREAS**, the City and the District are individually referred to as a "Party" and collectively as the "Parties"; and

**WHEREAS**, Section 43.0751 of the Texas Local Government Code (the "Act") authorizes the City and the District to negotiate and enter this Agreement; and

**WHEREAS**, the District encompasses approximately three hundred eleven (311) acres, more or less, located within the extraterritorial jurisdiction of the City as depicted on **Exhibit A** and more fully described on **Exhibit B** attached to this Agreement (the "Development"); and

**WHEREAS**, the City and the District are authorized and desire to enter into this Agreement to establish the terms and conditions upon which (i) the City will annex the land within the District for limited and full purposes, and (ii) limitations on the District's ability to incur debt, liabilities, or obligations without prior approval of the municipality; and

WHEREAS, certain areas within the Development may be developed for commercial uses; and

**WHEREAS**, the City desires to annex the commercial use areas of the Development for the purpose of imposing and collecting sales and use taxes within such areas; and

WHEREAS, subject to the terms and conditions of this Agreement, the District consents to the City's limited purpose annexation of the commercial use areas of the Development for the purpose of imposing and collecting sales and use taxes within such areas; and

**WHEREAS**, the District provided notice of two public hearings in accordance with all applicable laws; and

**WHEREAS**, the board of directors of the District (the "Board") conducted two public hearings in accordance with all applicable laws at which members of the public who wished to present testimony or evidence regarding this Agreement were given the opportunity to do so; and

WHEREAS, the Board has obtained all necessary consent required from the Bexar County to allow the District to adopt this Agreement; and

WHEREAS, the Board approved and adopted this Agreement on \_\_\_\_\_\_, 20\_\_\_\_, in open session at a meeting held in accordance with all applicable laws; and

**WHEREAS**, the City provided notice of two public hearings in accordance with all applicable laws; including Section 43.0751 and Section 43.9051(c) of the Texas Local Government Code.

**WHEREAS**, the City Council of the City (the "City Council") conducted two public hearings in accordance with all applicable laws at which members of the public who wished to present testimony or evidence were given the opportunity to do so; and

WHEREAS, the City Council approved and adopted this Agreement on \_\_\_\_\_\_, 20 \_\_\_, in open session in accordance with all applicable laws, which approval and adoption occurred after the Board approved and adopted this Agreement; and

WHEREAS, all notices, hearings and other procedural requirements imposed by law for the adoption of this Agreement have been met; and

**WHEREAS**, in accordance with the requirements of Subsection (p)(1) of the Act, this Agreement does not require the District to provide revenue to the City solely for the purpose of obtaining an agreement with the City to forego annexation of the District; and

**NOW THEREFORE**, for and in consideration of the mutual agreements contained in this Agreement, and for the good and valuable consideration the receipt and adequacy of which are hereby acknowledged, the District and the City agree as follows:

## ARTICLE I. RECITALS AND DEFINITIONS

Section 1.1 The recitals set forth above are true and correct and are incorporated herein and made a part hereof as findings for all purposes;

Section 1.2 In addition to the terms defined elsewhere in this Agreement, when used in this Agreement, each of the following terms will have the meaning indicated below:

Agreement means this Strategic Partnership Agreement between the City and the District.

Board means the Board of Directors of the District or, after the Conversion Date.

<u>City Council</u> means the City Council of the City.

City Manager means the City Manager of the City or designee

<u>Conversion Date</u> means the date upon which the City Council adopts an ordinance that includes the Land within the full-purpose boundary limits of the City.

Director means the City's Director of Planning or successor.

District means the Tres Laurels Special Improvement District.

Drainage Facilities means any drainage improvements designed and constructed to serve the Project, or that naturally receive and convey drainage through the Project, including water quality and flood mitigation facilities, storm drain systems, drainage ditches, open waterways, and other related facilities that convey or receive drainage.

Effective Date means the date the City ordinance approving this Agreement is effective, which date is \_\_\_\_\_\_, 20\_\_\_\_.

Full Purpose Annexation Date means the Conversion Date.

Land means the land within the District's boundaries, as those boundaries may be modified from time to time with the consent of the City.

<u>Limited Purpose Annexation</u> means annexation by the City for the limited purposes of planning and zoning, as authorized by Article I, Section 7 of the City's Charter, and for the purpose of imposing and collecting sales and use taxes within such areas in accordance with the Act.

<u>Original Limited Purpose Property</u> means that Land designated as commercial on the Preliminary Master Development Plan as depicted on **Exhibit C** and more fully described on **Exhibit D** attached to this Agreement.

Service Plan means the service plan attached as **Exhibit E** which specifies the municipal services to be provided by the City after the City's full annexation of land within the District.

## ARTICLE II. ADOPTION OF AGREEMENT AND LIMITED PURPOSE ANNEXATION OF PROPERTY

Section 2.1 <u>Public Hearings</u>. The Parties acknowledge and agree that prior to the execution of this Agreement, the Board and the City Council conducted public hearings to consider the adoption of this Agreement and that such hearings were noticed and conducted in accordance with all applicable laws.

Section 2.2 <u>Effective Date.</u> The effective date of this Agreement (the "Effective Date") is the date it is approved and adopted by the City Council.

Section 2.3 <u>Filing in Property Records.</u> This Agreement shall be filed in the Real Property Records of Bexar County, Texas.

Section 2.4 Limited Purpose Annexation of Original Limited Purpose Property. The Parties agree that the City may annex the Original Limited Purpose Property for the sole and limited purpose of collecting sales and use taxes authorized by Chapter 321 of the Texas Tax Code (the "Tax Code") to be imposed by the City on sales consummated within the Original Limited Purpose Property. The District acknowledges and agrees that the City Council may adopt a limited purpose annexation ordinance applicable to the Original Limited Purpose Property at a meeting conducted in accordance with Chapter 551 of the Texas Government Code and that no further notices, hearings, or other procedures shall be required to adopt such limited purpose annexation ordinance. The City may commence limited purpose annexation of the Original Limited Purpose Property following the first plat application for property within the area identified as commercial on **Exhibit C**.

Section 2.5 <u>Limited Purpose Annexation of Additional Commercial Property</u>. If in the future any non-commercial land within the District as of the Effective Date is converted to any commercial use that contains eligible commercial activities for purposes of imposing sales and use taxes as allowed by the Tax Code, the Parties agree that the City may annex such additional commercial land (the "Additional Limited Purpose Property") for the sole and exclusive purpose of imposing sales and use taxes pursuant to the Agreement. The District acknowledges and agrees that the City Council may adopt a limited purpose annexation ordinance applicable to the Additional Limited Purpose Property at a meeting conducted in accordance with Chapter 551 of the Texas Government Code and that no further notices, hearings, or other procedures shall be required to adopt such limited purpose annexation ordinance. The District shall notify the Director within 10 days of amending **Exhibit C**.

Section 2.6 <u>Limited Purpose Property and Sales and Use Tax Revenues</u>. For purposes of this Agreement, the Original Limited Purpose Property and Additional Limited Purpose Property, shall collectively be referred to as the "Limited Purpose Property"; and the sales and use taxes collected within the Limited Purpose Property shall be referred to as the "Sales and Use Tax Revenues").

Section 2.7 <u>Consent to Limited Purpose Annexation</u>. The District hereby requests that the City annex the Limited Purpose Property solely for the purposes provided in this agreement. The District consents to such annexations, from time to time, and to the collection of sales and use tax revenues by the City within the Limited Purpose Property. Such consent shall bind the District.

Section 2.8 <u>Voting</u>. Pursuant to Section 43.130(a) of the Texas Local Government Code, the qualified voters of an area annexed for limited purposes are entitled to vote in municipal elections regarding the election or recall of members of the governing body of the municipality, the election or recall of the controller, if the office of controller is an elective position of the

municipality, and the amendment of the municipal charter. The voters may not vote in any municipal bond election.

## ARTICLE III. TAXATION

Section 3.1 <u>Collection of Sales and Use Tax Revenues</u>. The City may impose a sales and use tax within the Limited Purpose Property pursuant to Subsection (k) of the Act. The sales and use tax may be imposed on all eligible commercial activities at the rate allowed under the Tax Code. Collection of Sales and Use Tax Revenues shall take effect on the date described in Section 321.102 of the Tax Code. The District agrees not to impose a sales and use tax within the Limited Purpose Property.

Section 3.2 <u>Payment of Sales and Use Tax</u>. The City shall pay to the District an amount equal to 25% of the Sales and Use Tax Revenues collected within the Limited Purpose Property (the "District Share") commencing upon the effective date of the limited purpose annexation of the Limited Purpose Property and terminating upon the full purpose annexation or disannexation of the Limited Purpose Property. The City shall pay the District Share within 30 days after the City receives the sales tax report reflecting such revenues from the Comptroller of Public Accounts of the State of Texas (the "Comptroller"). Any payment of the District Share not made within such 30-day period shall bear interest calculated in accordance with Section 2251.025 of the Texas Government Code. The City shall retain all Sales and Use Tax Revenues that do not constitute the District Share (the "City Share").

Section 3.3 <u>Use of the Sales and Use Tax Revenues</u>. The District may use the District Share for the following purposes and in the following order of priority: (i) FIRST, to pay for police, fire, and EMS services within the District; (ii) SECOND, to reimburse owners and developers of land within the District for the cost to design and construct improvements that are otherwise eligible for reimbursement through the issuance of District bonds ("Infrastructure"); (iii) THIRD, to pay for the operation, maintenance, repair, and replacement of Infrastructure; and (iv) LAST, for the retirement of District bonds after the 10th anniversary of issuance. The City may use the City share for any lawful purpose.

Section 3.4 <u>Delivery of Sales Tax Reports to District</u>. The City shall include with each payment of the District Share a condensed version of each sales tax report provided by the Comptroller relating to Sales and Use Tax Revenues within 30 days of the City's receipt of such sales tax report.

Section 3.5 <u>Notification of Comptroller</u>. The City shall send notice of this Agreement, together with other required documentation, to the Comptroller in the manner provided by Tax Code, Section 321.102, after the City Council annexes the Limited Purpose Property for limited purposes.

Section 3.6 <u>Termination of Sales and Use Tax Sharing</u>. Upon termination of this Agreement, the City shall have no further financial obligation to the District pursuant to this Agreement, and all Sales and Use Tax Revenues shall be retained by the City.

Section 3.7 <u>City Records and District Audit Rights</u>. The District may audit the Sales and Use Tax Revenues to determine whether the District Share has been paid in accordance with this Agreement. The City shall provide reasonable accommodations for the District to perform the audit. Any audit shall be made at the District's sole cost and expense and may be performed at any time during the City's regular business hours on 30 days Notice. For purposes of any such audits, the City shall maintain and make available to the District's representatives all books, records, documents and other evidence of accounting procedures or practices to reflect the amount of Sales and Use Tax Revenues received by the City from within the Limited Purpose Property.

#### ARTICLE IV. FULL PURPOSE ANNEXATION

Section 4.1 The City agrees that it will not annex or attempt to annex the District property for full purposes until on or after December 31, 2050. When the land located within the District is annexed for full purpose annexation status in accordance with this Agreement and as provided by 43.0751 of the Texas Local Government Code, the conversion may be effected by City Council adoption of an ordinance incorporating the Land within full purpose city limits. Except as set out in this Agreement, no additional procedural or substantive requirements of State or local annexation law will apply to such annexation or to the annexation ordinance.

Section 4.2 The District acknowledges that the City may annex the District property for full purposes on or after the Full Purpose Annexation Date pursuant to the terms of the Agreement without the need for further action by the governing body of the municipality, including the procedures prescribed by Subchapters C-3, C-4, and C-5 of Chapter 43 of the Texas Local Government Code.

Section 4.3 The District consents to noncontiguous annexation of the District property by the City.

Section 4.4 Conversion Date-Full Purpose Annexation. Pursuant to Subsection (h) of the Act, the Limited Purpose Property shall be deemed to be within the full-purpose boundary limits of the City upon the Conversion Date without any further action by the City Council. For purposes of this Section 4.4, the Conversion Date is the date upon which the City Council adopts an ordinance that annexes for full purpose the Land within the District, including the Limited Purpose Property. The City may exercise its right to annex the District Property or any portion thereof (the "Annexation Area") in its sole discretion upon default of this Agreement or at the end of the term of this Agreement. The Parties further agree that this Agreement does not obligate the City to annex the entire or any part of the District Property or Annexation Area for limited or full purposes at any time.

Section 4.5 <u>Service Plan.</u> Following the Conversion Date, the City will provide additional municipal services within the District in accordance with the Service Plan attached in Exhibit E which will be the Service Plan for the District. The District affirms that the Service Plan is sufficient, and no further negotiations or public hearings are required for the adoption of the Service Plan. The District agrees that it will not contest the Service Plan.

Section 4.6 <u>Authority of the City Upon Full Purpose Annexation</u>. Upon the Conversion Date, the City will have all of the authority and power within the Land that the City has in all other areas within the City's incorporated city limits, including the power to levy and collect ad valorem property taxes and sales taxes.

Section 4.7 <u>Rights of District Residents upon Full Purpose Annexation</u>. Following the Conversion Date, the residents of the Land will be citizens of the City for all purposes and will have all of the rights, privileges, and responsibilities accorded to citizens residing in all other areas within the City's incorporated city limits.

## ARTICLE V. TERM

Section 5.1 This Agreement commences and binds the Parties on the Effective Date and continues until such time the City has annexed the Land for full purposes and the District is dissolved in accordance with Section 382.201(b) of the Local Government Code; or the City may unilaterally terminate this Agreement for convenience, with 90 days' notice to the District.

Section 5.2 On the Effective Date, the City will record this Agreement in the Official Public Records of Bexar County, Texas, and the terms of this Agreement will constitute covenants running with the land comprising the Land and will become binding on each current and future owner of any land included within the Land. If, in the future, additional property is annexed to the District, then, upon the effective date of such annexation, the terms of this Agreement will become applicable to that additional property in the same manner and to the same extent as if the additional property had originally been included within the Land.

## ARTICLE VI. DISTRICT ASSETS, LIABILITIES, AND OBLIGATIONS

Section 6.1. Upon the Conversion Date the City shall assume all of the District's assets, but the City will not be liable for the District's debt or other obligations pursuant to Section 382.201(a) of the Texas Local Government Code.

Section 6. 2. <u>Transfer of Certain Easements and Real Property to City</u>. Within 90 days after the Conversion Date, the District will convey to the City, at no cost to the City, any real property and/or easements owned or held by the District. All conveyances will be by appropriate instrument, acceptable in form and substance to the City and the District. If any necessary transfer of title is not accomplished, for any reason, by the Conversion Date, the District agrees that the City will be authorized to finalize such conveyances as the District's successor-in-interest.

Section 6.3 <u>Limitation on Debt</u>. The District may not incur any debt, liability, or other obligation that extends past December 31, 2050, or sell or otherwise transfer property, without the prior approval of the City.

#### ARTICLE VII. BREACH, NOTICE AND REMEDIES

Section 7.1 <u>Notification of Breach</u>. If either Party commits a breach of this Agreement, the non-breaching Party shall give Notice to the breaching Party that describes the breach in reasonable detail.

Section 7.2 <u>Cure of Breach</u>. The breaching Party shall commence curing the breach within 15 calendar days after receipt of the Notice of the breach and shall complete the cure within 30 days from the date of commencement of the cure; however, if the breach is not reasonably susceptible to cure within such 30-day period, the non-breaching Party shall not bring any action so long as the breaching Party has commenced to cure within such 30-day period and diligently completes the work within a reasonable time without unreasonable cessation.

Section 7.3 <u>Remedies for Breach</u>. If the breaching Party does not substantially cure the breach within the stated period of time, the non-breaching Party may, in its sole discretion, and without prejudice to any other right under this Agreement, law, or equity, seek any relief available at law or in equity, including, but not limited to, an action under the Uniform Declaratory Judgment Act, specific performance, mandamus and injunctive relief; provided, however, that the non-breaching Party shall not be entitled to terminate this Agreement. The Parties specifically waive any right that they have or in the future may have to terminate this Agreement. Damages, if any, to which any non-breaching Party may be entitled shall be limited to actual damages and shall not include special or consequential damages.

## ARTICLE VIII. ADDITIONAL PROVISIONS

Section 8.2 Notices. Any notices, certifications, approvals, or other communications (a "Notice") required to be given by one Party to another under this Agreement shall be given in writing addressed to the Party to be notified at the address set forth below and shall be deemed given: (i) when the Notice is delivered in person to the person to whose attention the Notice is addressed; (ii) 10 business days after the Notice is deposited in the United States Mail, certified or registered mail, return receipt requested, postage prepaid; (iii) when the Notice is delivered by Federal Express, UPS, or another nationally recognized courier service with evidence of delivery signed by any person at the delivery address; or (iv) 10 business days after the Notice is sent by FAX (with electronic confirmation by the sending FAX machine) with a confirming copy sent by United States mail within 48 hours after the FAX is sent. If any date or period provided in this Agreement ends on a Saturday, Sunday, or legal holiday, the applicable period for calculating the Notice shall be extended to the first business day following the Saturday, Sunday, or legal holiday. For the purpose of giving any Notice, the addresses of the Parties are set forth below. The Parties may change the information set forth below by sending Notice of such change to the other Party as provided in this Section 8.2.

To the City: City of San Antonio Attn: Director of the Department of Planning P.O. Box 839966 San Antonio, Texas 78283-3966

To the District:

Attn:	
AIIII	
I ALLII.	

Section 8.3 <u>No Waiver</u>. Any failure by a Party to insist upon strict performance by the other Party of any provision of this Agreement shall not be deemed a waiver thereof, and the Party shall have the right at any time thereafter to insist upon strict performance of any and all of the provisions of this Agreement. No provision of this Agreement may be waived except by writing signed by the Party waiving such provision. Any waiver shall be limited to the specific purpose for which it is given. No waiver by any Party of any term or condition of this Agreement shall be deemed or construed to be a waiver of any other term or condition or subsequent waiver of the same term or condition.

Section 8.4 <u>Governing Law and Venue</u>. This Agreement shall be construed and enforced in accordance with the laws of the State of Texas, as they apply to contracts performed within the State of Texas and without regard to any choice of law rules or principles to the contrary. The Parties acknowledge that this Agreement is performable in Bexar County, Texas and hereby submit to the jurisdiction of the courts of Bexar County, Texas and hereby agree that any such court shall be a proper forum for the determination of any dispute arising hereunder.

Section 8.5 <u>Authority to Execute</u>. The City represents and warrants to the District that the execution of this Agreement has been duly authorized by the City Council and that the person executing this Agreement on behalf of the City has been duly authorized to do so by the City Council. The District represents and warrants to the City that the execution of this Agreement has been duly authorized by the Board and that the person executing this Agreement on behalf of the District has been duly authorized by the Board and that the person executing this Agreement on behalf of the District has been duly authorized to do so by the Board.

Section 8.6 <u>Severability</u>. The provisions of this Agreement are severable and, in the event any word, phrase, clause, sentence, paragraph, section, or other provision of this Agreement, or the application thereof to any person or circumstance, shall ever be held or determined to be invalid, illegal, or unenforceable for any reason, and the extent of such invalidity or unenforceability does not cause substantial deviation from the underlying intent of the Parties as expressed in this Agreement, then such provision shall be deemed severed from this Agreement with respect to such person, entity or circumstance, without invalidating the remainder of this Agreement or the application of such provision to other persons, entities or circumstances, and a new provision shall be deemed substituted in lieu of the provision so severed which new provision so severed.

Section 8.7 <u>Changes in State or Federal Laws</u>. If any state or federal law changes so as to make it impossible for the City or the District to perform its obligations under this Agreement, the parties will cooperate to amend this Agreement in such a manner that is most consistent with the original intent of this Agreement as legally possible.

Section 8.8 <u>Additional Documents and Acts</u>. The Parties agree that at any time after execution of this Agreement, they will, upon request of the other Party, execute and/or exchange any other documents necessary to effectuate the terms of this Agreement and perform any further acts or things as the other Party may reasonably request to effectuate the terms of this Agreement.

Section 8.9 <u>Assignment</u>. This Agreement shall not be assignable without the other Party's written consent. This Agreement shall be binding upon and inure to the benefit of the Parties and their respective representatives, successors, and assigns as permitted by this Agreement.

Section 8.10 <u>Amendment</u>. This Agreement may be amended only with the written consent of the Parties and with approval of the governing bodies of the City and the District.

Section 8.11 <u>Interpretation</u>. This Agreement has been negotiated by the Parties, each of which has been represented by counsel; consequently, the rule of construction to the effect that any ambiguities are to be resolved against the drafting party shall not be employed in the interpretation of this Agreement.

Section 8.12 <u>No Third Party Beneficiaries</u>. This Agreement is solely for the benefit of the City and the District, and neither the City nor the District intends by any provision of this Agreement to create any rights in any third-party beneficiaries or to confer any benefit or enforceable rights under this Agreement or otherwise upon anyone other than the City and the District.

Section 8.13 <u>Governmental Powers</u>. Neither Party waives or surrenders any of its respective governmental powers, immunities or rights, except as specifically waived pursuant in this Section 9.13. Each Party waives its respective governmental immunity from suit and liability only as to any action brought by the other party to pursue the remedies available under this Agreement. Nothing in this Section 9.13 shall waive any claims, defenses, or immunities that either Party has with respect to suits against them by persons or entities not a party to this Agreement.

Section 8.14 <u>Incorporation of Exhibits by References</u>. All exhibits attached to this Agreement are incorporated into this Agreement by reference for the purposes set forth herein, as follows:

Exhibit A	Depiction of the Development
Exhibit B	Legal Description of the Development
Exhibit C	Depiction of the Limited Purpose Property
Exhibit D	Legal Description of the Limited Purpose Property
Exhibit E	Service Plan

Section 8.15 <u>Counterpart Originals</u>. This Agreement may be executed in multiple counterparts, each of which shall be deemed to be an original.

## [REMAINDER OF PAGE INTENTIONALLY LEFT BLANK]

APPROVED AND ADOPTED BY THE CITY COUNCIL OF THE CITY OF THE CITY OF SAN ANTONIO ON \_\_\_\_\_, 20\_\_\_.

ATTEST:

## CITY OF SAN ANTONIO

City Clerk

By:\_\_\_\_\_ Printed Name:

Title:

## **APPROVED AS TO FORM AND LEGALITY:**

City Attorney

APPROVED AND ADOPTED BY THE BOARD OF DIRECTORS OF THE TRES LAURELS SPECIAL IMPROVEMENT DISTRICT ON \_\_\_\_\_, 20\_\_.

## TRES LAURELS SPECIAL **IMPROVEMENT DISTRICT**

			By:					
			l Name:					
	Title: President,			Tres Laurels Special				
				Improven	nent District	Board of	×.	
				Directors				
STATE OF TEXAS	ş							
	§							
COUNTY OF BEXAR	§							
This instrume	nt was	acknowledged	before n	ne on		, 20 ,	by	
, the		of the City of			, Texas o	, Texas on behalf of the		

city.

Notary Public, State of Texas

STATE OF TEXAS

## COUNTY OF BEXAR

\$ \$ \$

This instrument was acknowledged before me on \_\_\_\_\_\_, 20\_\_\_\_, by \_\_\_\_\_, the President, Board of Directors of the Tres Laurels Special Improvement District on behalf of the District.

Notary Public, State of Texas

# Exhibit A to Strategic Partnership Agreement

**Depiction of the Development** 

Exhibit A to Strategic Partnership Agreement Depiction of the Development - Page 1

## Exhibit B to Strategic Partnership Agreement

Legal Description of the Development

Exhibit B to Strategic Partnership Agreement Legal Description of the Development – Page 1

# Exhibit C to Strategic Partnership Agreement Depiction of the Limited Purpose Property

# Exhibit C to Strategic Partnership Agreement Depiction of the Limited and Full Purpose Property– Page 1

Exhibit D to Strategic Partnership Agreement Legal Description of the Limited Purpose Property Exhibit D to Strategic Partnership Agreement Legal Description of the Limited Purpose Property– Page 1

# Exhibit E to Strategic Partnership Agreement

Service Plan

Exhibit E to Strategic Partnership Agreement Service Plan - Page 1