AGREEMENT FOR ISSUANCE OF GARAGE/YARD SALE PERMITS

This Agreement for Issuance of Garage/Yard Sale Permits ("**Agreement**") is entered on ______, 2015 (the **Effective Date**") by and between the City of San Antonio, a Texas Municipal Corporation ("City of San Antonio" or "City") and HEB Grocery Company, LP ("HEB").

WHEREAS, public convenience will be furthered by authorizing HEB to issue residential garage/yard sale permits to the general public (each a "Permit" or collectively, the "Permits") at its retail stores located within the City of San Antonio city limits.

NOW, THEREFORE, the obligations and covenants contained herein and for good and valuable consideration, the adequacy and receipt of which are hereby acknowledged, the parties hereto agree as follows:

1. The City of San Antonio authorizes HEB to issue Permits under the terms and conditions set forth in this Agreement and in accordance with Chapter 16, Article XII of the Code of Ordinances for the City of San Antonio, Texas.

2. HEB will collect from the permit applicant the permit fee established by the City of San Antonio at the time of purchase (the "Permit Fee").

3. The City of San Antonio does not object to HEB charging a Processing Fee to each transaction involving a Permit issued under terms of this Agreement. Said Processing Fee is in addition to the Permit Fee charged by the City for the issuance of the Permit.

4. Before a Permit is issued by HEB to the permit applicant, HEB will verify the applicant's proof of address by viewing the applicant's driver's license, utility bills or other such identification and any other pertinent information as may be reasonably required by the City of San Antonio. Upon verification and payment of the Permit Fee, HEB will issue the Permit to the applicant.

5. HEB will not issue a Permit to churches, charitable and non-profit organizations (because of special requirements), nor rain checks, but will instead direct the applicant to the Development Services Department of the City of San Antonio.

6. HEB will not be responsible for making any refunds to applicants for Permits issued under this Agreement.

7. All reasonable and necessary equipment for the issuance of Permits via HEB's point of sale system will be furnished and maintained by HEB. The City will provide HEB with the permit template and any requirements reasonably related thereto. The City will provide HEB with a minimum of sixty (60) days prior written notice of any changes to the permit template and/or requirements.

8. Each week on Monday at 12:00 noon (or such other time as agreed by the parties), HEB will provide a report to the City of San Antonio with the following information: (a) the number of Permits issued the prior week; (b) the number of Permits voided; and (c) such other information as the City of San Antonio shall from time to time reasonably require. The City will provide HEB with at least sixty (60) days prior written notice of any changes in the reporting requirements.

9. HEB shall transmit funds via ACH to the City of San Antonio representing an amount equal to \$13.00 (the "Permit Fee Amount") per Permit issued during the previous week. Said ACH funds transfer shall not include the Processing Fee HEB charges and collects as compensation for providing services of issuance of the Permits. The City will provide HEB with at least thirty (30) days prior written notice of any change to the Permit Fee Amount.

10. <u>Confidentiality</u>. HEB understands and agrees that the City is bound by the Texas Public Information Act and under no circumstances shall this agreement be interpreted to contradict state law. The parties mutually agree that any and all information identified as "confidential" or "proprietary" or that, under the circumstances, would reasonably be deemed to be confidential or proprietary (including strategies, formulas, product formulations, concepts, techniques, processes, designs, secrets, methods, cost data, computer programs, software, scientific or technical know-how, and financial, marketing and other business information; and/or, any and all information concerning intellectual property) ("Confidential Information"), will be held in confidence and City shall follow state law regarding any third party disclosure including, but not limited to, notification requirements in order to allow HEB to seek protective relief therefrom.. .

11. <u>Term and Termination</u>. This Agreement shall commence on the Effective Date and shall continue in full force and effect until terminated at any time by either party upon thirty (30) days prior written notice to the other party. All outstanding Permit Fees collected by HEB will be remitted to the City of San Antonio via ACH.

12. <u>Notice</u>. Notice given pursuant to this Agreement shall be in writing and shall be deemed to have been duly given if delivered by hand or by express courier service (prepaid) or by United States certified or registered mail, postage prepaid, addressed to the appropriate party as set forth below:

City of San Antonio:	City of San Antonio Development Services Department 1901 S. Alamo San Antonio, TX 78204 <u>Attn: Director, Development Services Dept.</u>
HEB:	HEB Grocery Company, LP 646 South Main Avenue San Antonio, Texas 78204 Attn: Director, Services Co. With a copy to: HEB Grocery Company, LP

646 South Main Avenue San Antonio, Texas 78204 Attn: Corporate Law Department

Any notice given hereunder shall be deemed to have been given at the time of receipt by the party to whom such notice is addressed. The person and address to which notices are to be given may be changed at any time upon written notice to the other party.

13. <u>Governing Law</u>. This Agreement shall be construed under and in accordance with the laws of the State of Texas. This Agreement is made and performable in Bexar County, Texas. The exclusive venue of any dispute, claim, or suit between the parties or arising out of or related to this Agreement shall be in Bexar County.

14. <u>No Publicity</u>. The City shall not use any advertisements or press releases utilizing HEB's name or reputation, for any reason, without HEB's express prior written consent.

15. This Agreement sets forth the entire understanding between the parties and supersedes any and all prior agreements, written or oral, with respect to the subject matter hereof. Breach of any material obligation to be performed by either party shall constitute a breach of the entire Agreement and shall give either party the right to immediately terminate this Agreement.

16. This Agreement shall not be amended or modified, except in writing signed by authorized representatives of HEB and the City of San Antonio.

IN WITNESS WHEREOF, the parties have executed this Agreement effective as of the Effective Date.

City of San Antonio State of Texas HEB Grocery Company, LP:

By: _

Print Name: <u>Bill Anderson</u> Title: <u>Vice President, General Merchandise</u>

By:		
Print Name:		
Title:		