

# Agenda Memorandum

File Number:17-4510

Agenda Item Number: 20.

**Agenda Date:** 8/9/2017

In Control: Planning Commission

**DEPARTMENT:** Planning

**DEPARTMENT HEAD:** Bridgett White, AICP

#### **COUNCIL DISTRICTS IMPACTED:** 2, 4, and 8

#### SUBJECT:

Public Hearing and Consideration of a resolution recommending approval of Development Agreements between the City of San Antonio and multiple property owners of property appraised for ad valorem tax purposes as agricultural, wildlife management or timber use and removal from the full purpose annexation of 19.96 square miles to guarantee continued extraterritorial status for a period of 10 years.

### SUMMARY:

A Resolution recommending the Planning Department to execute Development Agreements between the City of San Antonio and forty-nine owners of property within the Commercial Corridors and Enclaves Annexation Areas to guarantee continued extraterritorial status of properties which are appraised for ad valorem tax purposes as agricultural, wildlife management or timber use for a period of 10 years. Staff recommends approval.

#### **BACKGROUND INFORMATION:**

When an area is proposed for annexation, the Texas Local Government Code, Section 43.035, requires a development agreement be offered in lieu of annexation to owners of property appraised for ad valorem tax purposes as land for agriculture or wildlife management use under Subchapter C or D, Chapter 23, Texas Tax Code, or as timber land under Subchapter E of that chapter. A city may not annex an area, unless the city offers to make an agreement with the land owner to continue the extraterritorial status of the area. Section 43.035 authorizes the development agreement to extend regulations and planning authority of the city that do not interfere with the use of the area for agriculture, wildlife management or timber use. If the landowner declines to make the agreement, the City may annex the property.

Owners whose property met the above referenced appraised value were mailed agreements with letters requesting the signed agreements be postmarked no later than July 26, 2017, or hand delivered to the Planning Department at 1400 S. Flores, San Antonio, Texas, no later than July 28, 2017 by 4:30 p.m.

A total of 141 development agreements were offered, totaling approximately 7,311 acres. Forty-nine agreements were signed and returned for a total of 1,905 acres. Multiple property owners with offered development agreements contacted City staff about developing their property and seeking zoning, therefore declining the development agreement. Those properties whose owners have consented to a non-annexation agreement will be removed from the annexation area; however, those properties where owners declined or did not respond to the City's offer will be included in the annexation.

### **ISSUE:**

This is a recommendation for the Planning Department to execute Development Agreements between the City of San Antonio and forty-nine owners of property within the Commercial Corridors and Enclaves Annexation Areas to guarantee continued extraterritorial status of properties which are appraised for ad valorem tax purposes as agricultural, wildlife management or timber use for a period of 10 years. Exhibit A depicts the maps of the signed development agreements and Exhibit B lists the property owners who signed the development agreements.

The proposed development agreement is consistent with the City's Annexation Policy, which states that the City shall offer non-annexation agreements to property owners, within a proposed annexation area, that have agricultural exemptions, in accordance with state law. An example of the development agreement is attached as Exhibit C, the primary considerations of the development agreement are:

- Owners agree to consensual annexation at the end of the 10 year term or have an option to extend the agreement, by mutual consent in writing, and with City Council approval;
- The agreement allows the continuation of agriculture as an industry which supports local markets;
- The City can extend its boundaries beyond the development agreement as an area adjacent to one of these agreements is considered to be contiguous to the city;
- The development agreement does not create vested rights;
- The agreement automatically terminates with the filing of a subdivision plat or related development document, or if the use is changed to a non-agricultural use, regardless of how the area is appraised for ad valorem tax purposes; and
- Should the agreement terminate the City can proceed with annexation and zoning using the procedures for consensual annexation.

# ALTERNATIVES:

None. This action is required for annexation by the Texas Local Government Code 43.036 and 212.172.

# FISCAL IMPACT:

None

#### **RECOMMENDATION:**

Staff recommends approval of a Resolution recommending the Planning Department to execute Development Agreements between the City of San Antonio and the forty-nine owners of property within the Commercial Corridors and Enclaves Annexation Areas to guarantee continued extraterritorial status of properties which are appraised for ad valorem tax purposes as agricultural, wildlife management or timber use for a period of 10 years.