STATE OF TEXAS COUNTY OF HAYS

DEVELOPMENT AGREEMENT UNDER SECTION 43.016, TEXAS LOCAL GOVERNMENT CODE

§

§

This Development Agreement under Section 43.016, Texas Local Government Code is entered between the City of Kyle, Texas (the "City") and the undersigned property owner(s) (the "Owner") (the "Agreement"). The term Owner shall include all owners of the Property. The City and the Owner are collectively referred to as the Parties.

WHEREAS, the Owner owns a parcel of real property in Hays County, Texas, which is more particularly described in the attached Exhibit "A" (the "Property") that is appraised for ad valorem tax purposes as land for agricultural, wildlife management, or timber land under Chapter 23, Tax Code;

WHEREAS, the City initiated the process to annex all or portions of Owner's Property;

WHEREAS, under Section 43.016, Texas Local Government Code, the City is required to offer to make a development agreement with the Owner that will provide for the continuation of the extraterritorial status of the area and authorize the enforcement of all regulations and planning authority of the City that do not interfere with the use of the area for agriculture, wildlife management, or timber;

WHEREAS, Section 43.016 provides that the restriction or limitation on the City's annexation of all or part of the Property under this Agreement is void if the Owner files any type of subdivision plat or related development document for the Property, regardless of how the area is appraised for ad valorem tax purposes;

WHEREAS, the Owner desires to have the Property remain in the City's extraterritorial jurisdiction, in consideration for which the Owner agrees to enter into this Agreement; and

WHEREAS, this Agreement is entered into pursuant to Sections 43.016 and 212.172, Texas Local Government Code;

NOW, THEREFORE, in consideration of the mutual covenants contained herein, the Parties hereto agree as follows:

Section 1. Extraterritorial Jurisdiction Status of Property. The City agrees that the Property shall remain in the City's extraterritorial jurisdiction (the "ETJ") and the City shall discontinue the pending annexation proceedings as to the Property. The City further agrees that it shall not annex the Property during the term of this Agreement, subject to the terms and conditions of this Agreement.

Section 2. Owner's Obligations. In consideration of the City's agreement not to annex the Property and as a condition of the Property remaining in the City's ETJ, the Owner covenants and agrees to the following:

- (a) The Owner shall use the Property only for agriculture, wildlife management, and/or timber land use, as defined by Chapter 23 of the Texas Tax Code, that are existing on the Effective Date of this Agreement, except for single-family residential use, which existed on or before sixty (60) days prior to the Effective Date of, or as otherwise provided by, this Agreement. Notwithstanding the allowable uses described in Section 2(a), no other additional land use authorized solely by this Agreement shall cease for a period of more than 180 consecutive days, or it must be disestablished permanently.
- (b) The Owner covenants and agrees that the Owner and/or his assigns, successors and/or heirs will not file any type of application for a subdivision plat or other development-related approval for the Property with Hays County or the City, including any connection to on- or off-site City public water and/or waste water utilities, until the Property has been annexed into, and zoned by, the City. However, the property may be divided up into not more than two (2) tracts for the purpose of transfer to an immediate family member, or other private individual(s), so long as each tract is greater than five (5) acres, thus not requiring subdivision plat approval through the City of Kyle, and so long as the new lot is compliant with any/all related applicable City codes and standards. In the event that the property is partitioned into up to two (2) tracts as envisioned by the landowner, all successors and/or new owners will be bound by the terms of this Agreement and any act of development on any piece of the property, except for the structures allowed in Section 2(c), 2(d) and/or 2(e), will trigger annexation of the entire tract, i.e. both parent and minor parcels.
- (c) The Owner shall not construct, or allow to be constructed, any building or structure on the Property that would require a building permit if the Property were in the city limits until the Property is annexed into and zoned by the City, notwithstanding the exceptions found elsewhere in this Agreement. Accessory structures authorized under the Agricultural District A (including but not limited to barns, sheds, fences, and corrals) and buildings or structures that are related to and necessary for the use of the Property as authorized under Section 2(a) (excluding any structures built or used as a domicile or residence for any length of stay) are exceptions to this Section 2(c). City acknowledges and agrees that no part of this Section 2(c), either stated or implied, requires Owner to obtain building, repair, plumbing or electrical permits or submit to code compliance inspections for any building authorized in Section 2(c).
- (d) Replacement single-family dwelling(s), in compliance with all applicable jurisdictional ordinances and codes (including City's), may be installed on the property without triggering the requirement to annex into the city; however, replacement single-family dwellings cannot add to the overall number of single-

family dwellings on the property as of the Effective Date of this Agreement. Prior to establishing a replacement dwelling. Owner must secure all applicable building permits as if the property were located in the city limits. If a new minor lot is created on the property, pursuant to the terms in Section 2(b), then irrespective of other restrictions in this Agreement, one (1) new single-family residence may be established on the new lot, as well as usual and customary accessory structures related to the single-family residence. Any new structures on the new lot must be compliant with the regulations found in the City's Agriculture District A including but not limited to locations, required yards, area and height, and structural and similar codes. The structure(s) cannot be constructed without Owner first securing all applicable development permits as if the new parcel was located in the city limits. City will not regulate building type, architectural style, design elements, nor required materials of the new structure beyond the code minimums found in the applicable residential building, utility, and life safety codes in effect in the City at the time of construction activities. Additionally, usual and customary repairs, up to and including partial or total replacement, of failing or non-functional on-site sewage facilities (OSSF), in compliance with all applicable jurisdictional ordinances and codes (including City's), may be affected/installed on the property without triggering the requirement to annex into the city. In the event that a duly recorded plat is required to secure a permit for OSSF installation, repair, and/or replacement, such plat recordation will not in itself trigger annexation into the City limits, provided the recorded lot(s) is/are compliant with the terms of this Agreement.

The City's Agricultural District A zoning regulations shall apply to the Property, (e) and in addition to the uses authorized under Agricultural District A, the Property may also be used for agriculture, wildlife management, and/or timber land, as defined by Chapter 23 of the Texas Tax Code. Fences shall not be subject to setback, height, nor required/prohibited materials code requirements (if any). Beginning on the Effective Date of this Agreement, the City's building codes and similar structural regulations shall apply to any and all structures and/or buildings on the property -built and/or used as a domicile- for any term or length of stay. Any buildings or structures used as a domicile and/or living space, constructed on the Property after the Effective Date, including replacement structures and additions to existing structures, shall be established/constructed in compliance with the regulations for the Agricultural District A and applicable building codes and similar structural regulations. Building permits and related inspections shall be required for new, replacement, and addition(s) to an existing single-family residence that are authorized to be located on the Property under this Agreement.

Section 3. Development and Annexation of Property.

(a) The following occurrences shall be deemed the Owner's petition for voluntary annexation of the Property, and the Property may subsequently be annexed at the discretion of the City Council:

- (1) The filing of any application for plat approval, site plan approval, building permit or related development document for the Property, or the commencement of development of the Property, except as specifically authorized in Section 2.
- (2) The Owner's failure to comply with Sections 2(a), 2(b), 2(c), 2(d), or 2(e).
- (3) The Property is no longer appraised for ad valorem tax purposes as land for agricultural, wildlife management, or timber land under Chapter 23, Texas Tax Code, or successor statute, unless the Property is no longer appraised for such purposes because the Legislature has abolished agricultural, wildlife management, or timberland exemptions, provided that the Owner is in compliance with Section 2.
- (4) The filing for voluntary annexation of the Property into the City by the Owner.
- (5) The expiration of this Agreement.
- (b) The Owner agrees that annexation initiated due to an occurrence under Section 3(a) s an annexation by request consent of the Owner and the Owner hereby consents to such annexation as though a petition for such annexation had been tendered to the City by the Owner. Upon annexation, municipal services shall be provided to the Property in accordance with the adopted municipal services plan.

Section 4. Application of City Regulations. Pursuant to Section 43.016(b)(1)(B), Texas Local Government Code, the Property is subject to all of the City's regulations, as they are amended from time to time, and planning authority that do not materially interfere with the use of the Property for agriculture, wildlife management, or timber, in the same manner the regulations are enforced within the City's boundaries and the Owner acknowledges and agrees that the City is hereby authorized to enforce said regulations and planning authority except as specifically provided otherwise herein.

Section 5. Term. The term of this Agreement (the "Term") is fifteen (15) years from the Effective Date. On the date not more than 180 days before the expiration of this Agreement, until the expiration of this Agreement, and at the request of the Owner and/or the City, and upon written consent of both parties, this Agreement may be extended for an additional term of up to fifteen (15) years from the date of expiration of the previous Agreement. Two such extensions may be enacted beyond the original term of this Agreement.

Section 6. Vested Rights Claims. This Agreement is not a permit for the purposes of Chapter 245, Texas Local Government Code. Any claims regarding the City's ordinances and regulations that govern a project on the Property under Chapter 245 shall be determined as if the Property were located within the City limits and subject to Agricultural District A at the time that the application, plan for development, or plat application (except for those allowed under Section 2) was filed with a regulatory agency. The Owner further waives any and all claims that the Owner may have under Section 43.002(a) that would otherwise exist by virtue of any

application, plan, plat or construction the Owner may file or initiate with respect to the Property following the expiration of this Agreement prior to annexation of the Property by the City; provided that the City initiates annexation proceedings within one year following the expiration of this Agreement. Notwithstanding the foregoing, the Owner and City agree and acknowledge that any vested rights and claims pertaining to the use and development of the Property as authorized by Section 2 is not modified by this Agreement.

Section 7. Authorization.

- (a) All parties and officers signing this Agreement warrant to be duly authorized to execute this Agreement.
- (b) The Owner acknowledges that each and every owner of the Property or an authorized representative has signed this Agreement and that the Agreement is binding on all owners of the Property.

Section 8. Notice. Any person who sells or conveys any portion of the Property shall, prior to such sale or conveyance, give written notice of this Agreement to the prospective purchaser or grantee, and shall give written notice of the sale or conveyance to the City. Furthermore, the Owner and the Owner's heirs, successor, and assigns shall give the City written notice within 14 days of any change in the agricultural exemption status of the Property. A copy of the notices required by this Section shall be sent by personal delivery or certified mail, return receipt requested, to the City at the following address:

City of Kyle Attn: City Manager 100 W. Center Street Kyle, Texas 78640

Notices required to be sent to the Owner shall be sent by personal delivery or certified mail, return receipt requested, to the Owner at the following address:

Darold W. Reeves 300 Drue Drive Kyle, Texas 78640

Section 9. Covenant Running with the Land. This Agreement shall run with the Property and is binding on future Owners of the Property, and a copy of this Agreement shall be recorded in the Official Public Records of Hays County, Texas. The Owner and the City acknowledge and agree that this Agreement is binding upon the City and the Owner and their respective successors, executors, heirs, and assigns, as applicable, for the term of this Agreement. Conveyance of the Property, or portions thereof, to subsequent owners does not trigger a request for voluntary annexation unless Section 2 is also violated.

Section 10. Severability. If any provision of this Agreement is held by a court of competent

43.016 Development Agreement - Page 5 of 10

and final jurisdiction to be invalid or unenforceable for any reason, then the remainder of the Agreement shall be deemed to be valid and enforceable as if the invalid portion had not been included.

Section 11. Amendment and Modifications. This Agreement may be amended or modified only in a written instrument that is executed by both the City and the Owner after it has been authorized by the City Council.

Section 12. Gender, Number and Headings. Words of any gender used in this Agreement shall be held and construed to include any other gender, and words in the singular number shall be held to include the plural, unless the context otherwise requires. The headings and section numbers are for convenience only and shall not be considered in interpreting or construing this Agreement.

Section 13. Governmental Immunity; Defenses. Nothing in this Agreement shall be deemed to waive, modify, or amend any legal defense available at law or in equity to either the City or Owner, including governmental immunity, nor to create any legal rights or claims on behalf of any third party.

Section 14. Enforcement; Waiver. This Agreement may be enforced by any Owner or the City by any proceeding at law or in equity. Failure to do so shall not be deemed a waiver to enforce the provisions of this Agreement thereafter.

Section 15. Effect of Future Laws. No subsequent change in the law regarding annexation shall affect the enforceability of this Agreement or the City's ability to annex the properties covered herein pursuant to the terms of this Agreement.

Section 16. Venue and Applicable Law. Venue for this Agreement shall be in Hays County, Texas. This Agreement shall be construed under and in accordance with the laws of the State of Texas.

Section 17. Counterparts. This Agreement may be separately executed in individual counterparts and, upon execution, shall constitute one and same instrument.

Section 18. Effective Date. This Agreement shall be in full force and effect as of the date of approval of this Agreement by the City Council, from and after its execution by the Parties.

Section 19. Sections to Survive Termination. This Agreement shall survive its termination to the extent necessary for the implementation of the provisions related to annexation of the Property into the City.

Section 20. Cooperation of Parties; Intent. The Parties shall reasonably cooperate in good faith to give effect to the provisions and intent of this Agreement. The intent of this Agreement is that the Property remain in the City's ETJ until the Property is developed or used for other than for agriculture, wildlife management, or timberland uses, as further defined in Section 2, and that development of the Property or changes in use of the Property, as defined in Section 3,

will constitute the Owner's request to be annexed into the city so that the Property will be annexed into the City.

Entered into this <u></u> day of <u>liptemler</u>, 2019.

Owner (s)

Printed Name: Cively & Meyer

Printed Name: _____

City of Kyle, Texas

The

Travis Mitchell, Mayor

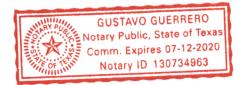
43.016 Development Agreement - Page 7 of 10

STATE OF TEXAS § COUNTY OF $HAY \leq$ §

BEFORE ME the undersigned authority on this day personally appeared (YNTH)A G MEYER, Owner of the Property, and acknowledged that s/he is fully authorized to execute the foregoing document and that s/he executed such document for the purposes and consideration therein expressed and in the

capacity therein stated.

GIVEN UNDER MY HAND AND SEAL OF OFFICE on this the $9T^{\text{H}}$ day of SEPTEMBER, 2019.



Notary Public - State of Texas

STATE OF TEXAS § COUNTY OF HAS §

BEFORE ME the undersigned authority on this day personally appeared _________, Owner of the Property, and acknowledged that s/he is fully authorized to execute the foregoing document and that s/he executed such document for the purposes and consideration therein expressed and in the capacity therein stated.

GIVEN UNDER MY HAND AND SEAL OF OFFICE on this the _____ day of , 2019.

Notary Public - State of Texas

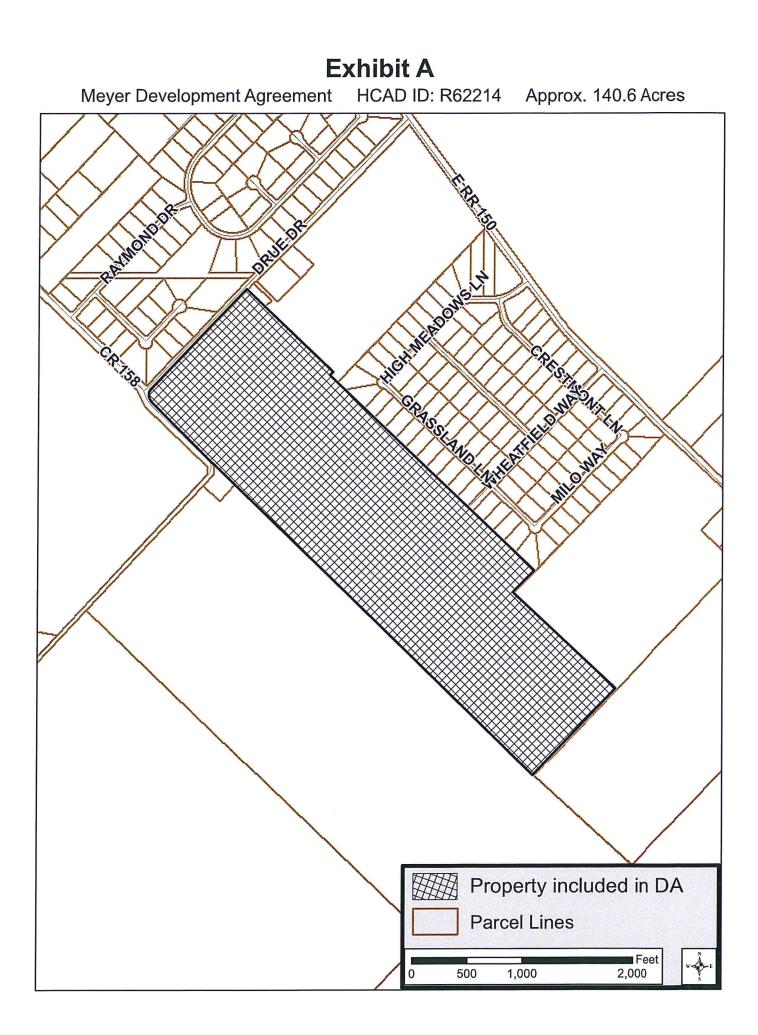
STATE OF TEXAS§COUNTY OF HAYS§

BEFORE ME the undersigned authority on this day personally appeared Travis Mitchell, Mayor, City of Kyle, Texas and acknowledged that he is fully authorized to execute the foregoing document and that he executed such document for the purposes and consideration therein expressed and in the capacity therein stated.

GIVEN UNDER MY HAND AND SEAL OF OFFICE on this the 24^{th} day of September ______, 2019.

Notary Public - State of Texas

EXHIBIT "A" Property Location Map



THE STATE OF TEXAS

COUNTY OF HAYS

I hereby certify that this instrument was FILED on the date and the time stamped hereon by me and was duly RECORDED in the Records of Hays County, Texas.

19045297 AGREEMENT 12/12/2019 02:01:40 PM Total Fees: \$66.00

@Elaine H. Cardina

Elaine H. Cárdenas, MBA, PhD, County Clerk Hays County, Texas