COUNTY OF HAYS

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LA CIMA SAN MARCOS

This FIFTH AMENDED AND RESTATED DEVELOPMENT AGREEMENT (this "Agreement") is made and , 2021 (the "Effective Date"), by and between the CITY OF entered into as of the day of SAN MARCOS, TEXAS, a Texas municipal corporation (the "City"), Hays County, Texas (the "County"), and LAZY OAKS RANCH, LP, a Texas Limited Partnership ("LOR"), LCSM Ph. 1-1, LLC, a Texas limited liability company as partial assignee of LOR ("LCSM Ph.1-1"), LCSM Ph. 1-2, LLC, a Texas limited liability company as partial assignee of LOR ("LCSM Ph.1-2"), LCSM Ph. 2, LLC, a Texas limited liability company as partial assignee of LOR ("LCSM Ph. 2"), LCSM Ph. 3, LLC, a Texas limited liability company as partial assignee of LOR ("LCSM Ph. 3"), LCSM Ph. 4, LLC, a Texas limited liability company as partial assignee of LOR ("LCSM Ph. 4"), La Cima Commercial, LP a Texas partnership as a partial assignee of LOR ("La Cima Commercial"), LCSM WW, LLC, a Texas limited liability company as a partial assignee of LOR ("LCSM WW"), and LCSM West, LP, a Texas limited partnership ("LCSM West" and, together with LOR, LCSM Ph.1-1, LCSM Ph. 1-2, LCSM Ph. 2, LCSM Ph. 3, LCSM Ph. 4, La Cima Commercial, and LCSM WW. the "Owner"). The City and Owner are sometimes hereinafter referred to individually as "Party", and collectively as the "Parties". The Parties agree as follows:

PURPOSES AND CONSIDERATIONS

WHEREAS, the City and LOR entered into that certain Fourth Amended and Restated Development Agreement dated July 6, 2021, and recorded under Document Number 21043420 in the Official Public Records of Hays County, Texas (the "Existing Development Agreement"), related to that certain 2,552.379 acres, more or less, parcels of land (collectively, the "Property") located in the Extraterritorial Jurisdiction ("ETJ") of the City, Hays County, Texas, and more particularly described in **Exhibit "A", Exhibit "A-1"**, **Exhibit "A-2", Exhibit "A-3"**, and **Exhibit "A-4"**, attached hereto and incorporated herein for all purposes (with the land in Exhibit "A-1" and Exhibit "A-2" collectively, the "La Cima Outparcels"; the land 101.66 acre tract of land and the 22.723 acre tract of land described in Exhibit "A-4" collectively, the "Additional Property"; and the 22.723 acre tract described in Exhibit "A-4" individually, the "Additional 22 Acre Tract");

WHEREAS, Owner desires to develop the Property totaling 2,552.379 acres of land as a single family residential, limited nonresidential and conservation, preservation and open space development generally to foster a walkable and bikeable community in accordance with the **Conceptual Land Use Plan**, as more particularly described in **Exhibit "B"** attached hereto and incorporated herein for all purposes and under the name La Cima San Marcos (the "Project");

WHEREAS, the Property is appraised for ad valorem tax purposes as land for agricultural or wildlife management use or timber land under Chapter 23, Texas Tax Code;

WHEREAS, the City is authorized by Section 43.035 of the Texas Local Government Code to offer to make a development agreement with the owner of land appraised for such purposes pursuant to Section 212.172 of the Texas Local Government Code to defer the annexation of the property until the land owner files a subdivision plat or other development application for any portion of the property;

WHEREAS, by entering into this Agreement, Owner has accepted the City's offer to enter into a development agreement pursuant to both Section 43.035 and Section 212.172 of the Texas Local Government Code with the mutual understanding that this Agreement shall constitute a permit for the purposes of Chapter 245 of the Texas Local Government Code;

WHEREAS, an area adjacent or contiguous to an area that is subject of development agreement entered into under Section 43.035 and Section 212.172 of the Texas Local Government Code is considered to be adjacent or contiguous to the municipality; and

WHEREAS, the City is authorized to amend the Existing Development Agreement and to make and enter into this Agreement with Owner in accordance with Subchapter G, Chapter 212, Local Government Code

and Chapters 1 and 2 of the City's Land Development Code ("LDC"), to accomplish the following purposes:

- A. Extend the City's planning authority in accordance with the Conceptual Land Use Plan and the development regulations contained herein under which certain uses and development of the Property is authorized; and
- B. Authorize enforcement by the City of municipal land use and development regulations as applicable; and
- C. Authorize enforcement by the City of land use and development regulations other than those that apply within the City's boundaries, as may be agreed to by the Parties and included in this Agreement; and
- D. Specify the uses and development of the Property before and after annexation; and
- E. Provide for infrastructure including, but not limited to, stormwater drainage and water, wastewater and other utility systems; and
- F. Include such other lawful terms and considerations the Parties consider appropriate.

NOW THEREFORE, the City and Owner in consideration of the premises, the mutual covenants and agreements of the Parties hereinafter set forth, and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged by the Parties, hereby amend and restate the Existing Development Agreement and agree as follows:

SECTION 1: GENERAL TERMS AND CONDITIONS

1.01 Conceptual Land Use Plan

The City hereby approves the general use and development of the Property in accordance with the Conceptual Land Use Plan, which is incorporated herein as **Exhibit "B"**. **Exhibit "C"** separately shows the proposed Open Space that is part of the Conceptual Land Use Plan. The Conceptual Land Use Plan shall constitute the land use plan under Section 1.4.2.4(g) of the LDC. The Conceptual Land Use Plan may be amended from time to time in accordance with the processes and procedures outlined in Section 1.4.2.6(c) of the City's LDC. Development applications for the Property shall be consistent with the Conceptual Land Use Plan.

1.02 Annexation

Upon approval of this Agreement, Owner agrees to the full purpose annexation of the Property at the time the corporate limits of the City becomes adjacent to the Property. Provided, however, that the City hereby agrees to phase the annexation of the Property as follows: At the time the City's corporate limits become adjacent to the Property, the City may initiate the full purpose annexation of all or any portion of the Property on which a final subdivision plat has been recorded. Upon annexation of all or any portions of the Property, the applicant shall initiate a zoning change for said annexed portions to establish a zoning district(s) that is (are) consistent with the terms and conditions of this Agreement. The City hereby guarantees the continuing ETJ status of the remainder of the Property not subject to a final recorded plat until such time that a final plat is recorded for all or any portion of such remainder of the Property. The Parties hereby agree that all applicable regulations and planning authority of the City's LDC may be enforced on the Property. The limitations on the City's annexation authority shall apply only during the term of this Agreement.

1.03 Governing Development Regulations

- A. Development of the Property shall be governed by the following:
 - 1. The Conceptual Land Use Plan and this Agreement; and
 - 2. The applicable provisions of the City's LDC and Ordinances;
 - 3. The applicable provisions of the Development Regulations of Hays County; and
 - 4. Construction plans and final plats for all or any portion of the Property that are approved from

- time to time by the City (collectively, the "Approved Plats").
- 5. The Parties acknowledge that prior to or concurrent with the submittal of the first plat application for development on the Property or any portion thereof, a Traffic Impact Analysis (the "TIA") will be required. At the time of submittal of the TIA, the traffic impacts shall be evaluated based on the full build-out development of the entire project (as defined in Section 1.04, below) and not on the individual plat.
- 6. Applicable provisions of the Texas Local Government Code, and other state and federal laws ("Other Laws").
- 7. In the event of a conflict between the City's and/or County's development regulations and the Owner's rights under this Agreement, this Agreement shall control.
- B. The Conceptual Land Use Plan, this Agreement, the LDC, the Approved Plats, the Required Studies and Other Laws shall hereinafter be referred to collectively as the "Governing Regulations."
- C. <u>Plat Approval</u>: Owner and the City agree that the approved land uses in each final plat of portions of the Property shall be consistent with the Conceptual Land Use Plan, as may be amended from time to time.
- D. <u>Enforcement</u>: The Parties agree that the City and County shall be entitled to enforce all applicable municipal land use and development regulations for the Property and the Governing Regulations.
- E. No Contractual Enlargement of Exemption from City Standards: Notwithstanding any other provision in this Agreement, including references to such things as the "Governing Regulations" or the "Time of Submittal", this Agreement shall in no manner be construed to create any exemption from applicable ordinances or laws, entitlement or vesting of rights beyond what is expressly provided in Chapter 245. Owner specifically acknowledges that development of the Property shall be subject to the City's ordinances, regulations, and policies regarding water and sewer utility connections, including those that address development over the Edwards Aquifer Recharge Zone, as amended from time to time.
- F. The Governing Regulations shall be applicable to control the development of the Property. Unless otherwise specifically authorized by the City, the Property may not be developed to a lesser standard than that required by the Governing Regulations.
- G. Third Party Inspection Services: Unless an alternative is mutually agreed upon by the Parties, any plan review and building inspections conducted during the permitting process and through receipt of certificate of occupancy shall be conducted by a qualified, third-party plan review and inspection service, mutually agreed upon by the Parties, and results shall be provided in the City's permitting system.

1.04 Permitted Uses. Project Density and Dimensional and Development Standards

Owner envisions the development of the Property as a predominantly single family residential development with limited nonresidential development, open space, conservation and preservation areas in accordance with the Conceptual Land Use Plan. The existing topography and natural areas on the Property provide for opportunities to develop the Property as a conservation development where pods of smaller lot sizes may be clustered to provide for preservation of existing natural features and open space. The Property may be developed as a conservation development, a conventional development or a combination thereof. In order to achieve the maximum development flexibility possible within the Project, this Agreement establishes a variety of uses and lot types and sizes that may be developed on the Property.

- A. <u>Permitted Uses</u>: The following uses shall be permitted on the Property in accordance with the City's zoning districts as defined on the Effective Date:
 - Residential: All permitted uses identified in the SF-R, Single Family Rural Residential District, SF-11, Single Family District, SF-6, Single Family District, SF-4.5, Single Family District, TH, Townhouse Residential District and the PH-ZL, Patio Home Zero Lot Line Residential District.
 - 2. <u>Nonresidential</u>: All permitted uses identified in the NC, Neighborhood Commercial District shall be permitted within the 3 unit per acre portion of the Property depicted on the Conceptual Land Use Plan. All permitted uses (i) identified in the CC, Community Commercial District and/or (ii) identified in GC, General Commercial District for Film and Television Production Facilities Uses (as defined below) shall be permitted within the

Property depicted as Community Commercial on the Conceptual Land Use Plan, up to a maximum of 200 acres for the combined uses under (i) and (ii). "Film and Television Production Facilities Uses" shall include any television/radio broadcasting studio, recording studio, telecommunication, and/or movie/media productions (including on-site with movie/media productions; any ancillary businesses that supply services, equipment, and resources to any of the forgoing or the movie/media industry in general; and any training center, trade school, and/or vocation centers ancillary or related to any of the foregoing. Nonresidential uses, if developed, are intended to be located at appropriate locations, such as along thoroughfare corridors or at the intersections of major thoroughfares, within the development.

- 3. <u>Multi-Family</u>: All permitted uses identified in the MF-24, Multiple-Family Residential District shall be permitted within any portion of the Property depicted as Community Commercial on the Conceptual Land Use Plan (but excluding the La Cima Outparcels and the Additional 22 Acre Tract) up to a maximum of 720 units; provided, however, that Purpose Built Student Housing (as established by City Ordinance No. 2016-24) shall be prohibited.
- 4. <u>Condominium Residential</u>: A development type allowed in any district containing multiple individually owned dwelling units and jointly owned and shared common areas and facilities on a common lot shall be permitted in any portion of the Property in connection with a Conditional Use Permit approved by the City Council.
- 5. <u>School Site</u>. The Parties acknowledge that the Project is located within the San Marcos Consolidated Independent School District (the "District"). Owner shall dedicate up to a 12 acre site for a future elementary school to the District at the time of platting of such school site with a maximum impervious cover allocation equal to the greater of 55% of such site or 6.6 acres. The actual terms, size, timing, and location of the school site will be determined by Owner and the District.
- 6. <u>Fire/Police/EMS Station; Transit Stops.</u> Owner has transferred to the City a 3.505 acre site, located no more than one-third mile driving distance from the intersection of Old Ranch Road 12 and Wonder World Drive, for a future fire station and/or police or EMS station. Such site shall have a maximum impervious cover allocation equal to 2.1 acres. Transit stop locations will be determined by Owner and City at the time of platting of such locations.
- 7. Conditional uses authorized in the above residential and nonresidential base districts shall only be permitted if approved by the City in accordance with the procedures and requirements of the City's LDC. Any proposed use, other than a Corporate Campus or Film and Television Production Facilities Uses, within a nonresidential area with a single tenant greater than 80,000 square feet in size shall require a Conditional Use Permit in accordance with the City's Land Development Code subject to a recommendations by the Planning and Zoning Commission and final approval by City Council.
- 8. Notwithstanding anything in this Agreement or in the City's LDC or ordinances to the contrary, no extraction of or exploration for surface or sub-surface mineral resources or natural resources may be conducted on the Property, including but not limited to quarries, borrow pits, sand or gravel operations, oil or gas exploration or extraction activities, and mining operations. This prohibition shall not be interpreted to prohibit excavation of soil in connection with the development of the Property consistent with this Agreement.
- B. <u>Project Density</u>: The Project shall be restricted to a maximum of 2,800 dwelling units for an overall project density of 1.10 units per acre ("UPA"). Project density shall be further restricted as follows:
 - approximately 706.59 acres of the Property located east of Purgatory Creek as illustrated on the Conceptual Land Use Plan shall be restricted to a maximum of 3 units per acre and all lot types provided for in Section 1.04.C of this Agreement are permitted, provided, however, that any portion of the Property depicted as Community Commercial on the Conceptual Land Use Plan as permitted in Section 1.04.A.2. of this Agreement not developed for nonresidential may also be developed for residential uses in accordance with these density and lot type restrictions;
 - 2. the approximately 712.75 acres of the Property located west of Purgatory Creek shall be restricted to a maximum of 2 units per acre and all lot types provided for in Section 1.04.C of this Agreement are permitted; and

- 3. Project density may be distributed evenly or may be clustered utilizing a conservation or clustered development plan provided that the maximum density for each of the designated areas above does not exceed the applicable the maximum density for such designated area and subject to the applicable use, lot type and size restrictions for such designated area, all as described herein and depicted on the Conceptual Land Use Plan.
- C. <u>Dimensional and Development Standards</u>: The Property shall be developed in compliance with the following lot sizes, dimensions and development regulations:
 - Single Family Residential Estate Lots
 Lot Area, Minimum: 43,560 sq. ft
 Lot Width, Minimum: 150 feet
 Lot Depth, Minimum: 200 feet

Lot Frontage, Minimum: 100 feet Front Yard Setback, Minimum: 20 feet

Side Yard Setback, Interior, Minimum: 10 feet Side Yard Setback, Corner, Minimum: 20 feet

Rear Yard Setback, Minimum: 20 feet
Building Height, Maximum: 2.5 stories
Impervious Cover, Maximum: 40%

2. Single-Family Residential Rural Lots

Lot Area, Minimum: 11,000 sq. ft.
Lot Width, Minimum: 80 feet
Lot Depth, Minimum: 100 feet
Lot Frontage, Minimum: 60 feet

Front Yard Setback, Minimum: 10 feet

Side Yard Setback, Interior, Minimum: 10 feet Side Yard Setback, Corner, Minimum: 10 feet

Rear Yard Setback, Minimum: 10 feet
Building Height, Maximum: 2.5 stories
Impervious Cover, Maximum: 50%

3. Single Family Residential Manor Lots

Lot Area, Minimum: 6,000 sq. ft.
Lot Width, Minimum: 50 feet
Lot Depth, Minimum: 100 feet
Lot Frontage, Minimum: 35 feet

Front Yard Setback, Minimum: 10 feet
Side Yard Setback, Interior, Minimum: 5 feet
Side Yard Setback, Corner, Minimum: 10 feet

Rear Yard Setback, Minimum: 10 feet Building Height, Maximum: 2 stories Impervious Cover, Maximum: 60%

4. Single Family Residential Cottage Lots

Lot Area, Minimum: 4,500 sq. ft.
Lot Width, Minimum: 40 feet
Lot Depth, Minimum: 100 feet
Lot Frontage, Minimum: 35 feet

Front Yard Setback, Minimum: 10 feet
Side Yard Setback, Interior, Minimum: 5 feet
Side Yard Setback, Corner, Minimum: 10 feet

Rear Yard Setback, Minimum: 10 feet Building Height, Maximum: 2 stories Impervious Cover, Maximum: 60% 5. Garden/Patio Home/Zero Lot Line Homes

Lot Area, Minimum: 2,700 sq. ft.
Lot Width, Minimum: 28 feet
Lot Depth, Minimum: 90 feet
Lot Frontage, Minimum: 25 feet

Front Yard Setback, Minimum: 10 feet

Side Yard Setback, Interior, Minimum: 0/5 feet*
Side Yard Setback, Corner, Minimum: 10 feet*

Rear Yard Setback, Minimum: 5 feet

Garage Side Yard Setback Opposite House: 0 feet

Garage Setback from Front of House: 10 feet

Building Height, Maximum: 2 stories Impervious Cover, Maximum: 75%

- * The primary structure/dwelling may be constructed with a 0 side yard on one side, and a side yard of not less than 5 feet on the other side. A detached accessory structure such as a garage or storage building may have a 0 side yard on the 5 foot side provided, however, the structure is located behind the rear façade of the primary building on the lot. On the 0 side, the structure may be set back a maximum of 1 foot. A 5 foot wide maintenance, drainage, and roof overhang easement extending the full depth of the lot shall be designated along the side property line which abuts the zero side yard on an adjacent lot, and shall be indicated on the Final Plat. In all cases, there shall be at least a 10 foot side yard on corner lots where adjacent to a street right-of-way or alley.
- ** To help achieve the flexibility envisioned and the goals for the development of the Project, the exceptions to the Lot Width to Depth ratio provided in Section 3.6.3.1.B.3.b of the City's LDC shall include and be applicable to Garden/Patio Home/Zero Lot Line lots.
- 6. Townhouse Residential Lots

Lot Area, Minimum: 2,500 sq. ft.
Lot Width, Minimum: 25 feet
Lot Depth, Minimum: 90 feet
Lot Frontage, Minimum: 25 feet

Front Yard Setback, Minimum: 10 feet

Side Yard Setback, Interior, Minimum: 0 feet attached walls / 5 feet end walls

Side Yard Setback, Corner, Minimum: 10 feet

Rear Yard Setback, Minimum: 10 feet Building Height, Maximum: 2 stories Impervious Cover, Maximum: 75%

7. Multi-Family Residential M-24 Areas.

Lot Area, Minimum: 12,000 square feet

Units/Acre (Maximum/Gross Acre): 24.0 Lot Width, Minimum: 60 Lot Depth, Minimum: 100 Lot Frontage, Minimum: 60 Front Yard Setback, Minimum: 10 Side Yard Setback, Interior, Minimum: 10 Side Yard Setback, Corner, Minimum: 15 Rear Yard Setback, Minimum: 10 4 stories Building Height, Maximum: Impervious Cover, Maximum: 75%

8. Nonresidential

Lot Area, Minimum: 6,000 sq. ft. Lot Width, Minimum: 50 feet Lot Depth, Minimum: 100 feet Lot Frontage, Minimum: 50 feet

Front Yard Setback, Minimum: 10 feet

Side Yard Setback, Interior, Minimum: 5 feet Side Yard Setback, Corner, Minimum: 10 feet

Rear Yard Setback, Minimum: 5 feet Building Height, Maximum: N/A Impervious Cover, Maximum: 80%

9. Cluster/Conservation Development

To encourage cluster development within the Project, the following limitations on the location of the above residential lot types shall be applicable:

Slope Limitations		
Slope Gradient Lot Types Permitted		
	Single Family Residential Estate Lots	
	Single Family Residential Rural Lots	
0% to 15%	Single Family Residential Manor Lots	
0% to 15%	Single Family Residential Cottage Lots	
	Garden/Patio Home/Zero Lot Line Homes	
	Townhouse Residential Lots	
	Single Family Residential Rural Lots	
15% to 25%	Single Family Residential Manor Lots	
	Single Family Residential Cottage Lots	
	Garden/Patio Home/Zero Lot Line Homes	
	Single Family Residential Estate Lots	
Over 25%	Single Family Residential Rural Lots	
	Open Space and Conservation Areas	

- D. <u>Phasing</u>: A phasing plan shall be submitted with a Subdivision Concept Plat to ensure orderly development of the Project. Any portion of the Property developed as MF-24, Multiple-Family Residential District in accordance with Section 1.04.A.3 above shall be developed in a minimum of two phases with the first phase to be no more than 360 units and any subsequent phases shall be deferred until after such first phase is complete and at least 75% occupied and at least 200 single-family homes have been completed and occupied.
- E. <u>Architectural Design Standards</u>: Architecture and the built environment are important elements to the development of the Project. Due to the importance of these elements, all architectural styles should produce a cohesive visual framework while maintaining architectural variety. All architecture should reflect high quality and craftsmanship, both in design and construction. The use of unusual shapes, colors, and other characteristics that cause disharmony should be avoided. A Texas Hill Country style should be reflected through the use of natural materials and textures.

Achieving a high quality of architectural design for all buildings within the Development is considered a principal goal of these design standards. A variety of lot and dwelling types within the neighborhood should be encouraged. Careful design of a neighborhood can mix different housing types and price ranges. Reflecting the vision of the Project, these development standards call for exterior materials that express the natural environment and range of natural materials found in Central Texas.

The Owner shall record deed restrictions regulating the development of the Property which deed restrictions shall incorporate the standards and requirements of this section E. The deed restrictions shall be enforceable by a homeowner's association created by the Owner and shall

be subject to the provisions of Section 1.09.

- 1. Project Residential Architectural Design Standards
 - a. A minimum of 100% of each residence on a Single Family Residential Estate lot in accordance with Section 1.04.C.1, excluding doors, windows, fascia, trim, handrails, guardrails, decks, columns, etc., shall be masonry consisting of brick, stone, stucco or a combination thereof.
 - b. A minimum of 80% of each residence on the lots identified in Section 1.04.C.2 1.04.C.6, excluding doors, windows, fascia, trim, handrails, guardrails, decks, columns, etc., shall be masonry consisting of brick, stone, stucco or a combination thereof.
 - c. The number of primary exterior materials shall be limited to three (3) excluding architectural accent features, roof materials, and windows or doors.
 - d. Exterior facades shall have a variety of earth tone colors including, but not limited to, reds, browns, light tans, natural and warm whites (stark whites shall be prohibited), buffs, beiges, creams and regionally quarried stone colors.
 - e. All facades of a building shall be of consistent design and treatment unless the building facade is not visible from public view.
 - f. The use of window awnings, overhangs and shutters is encouraged. Materials and colors shall be the same or complimentary to the exterior of the building.
 - g. All single family detached dwellings are encouraged to have front porches or porticos.
 - h. Detached garages are permitted and encouraged.
 - i. Detached garages with second level dwelling units are permitted provided, however, that second level dwelling units and the primary structure shall be on a single service meter and the occupancy restrictions of the City's LDC prohibiting occupancy by more than more than two unrelated persons will apply.
 - Corner dwelling units shall present a façade that is consistent in design and architecture to both streets.
 - k. Corner dwelling units are encouraged to have wrap around porches.
 - I. Corner lots shall have landscaping that is consistent in design and treatment on both street frontages.
 - m. Pool and HVAC equipment on corner lots shall be located on the interior side or rear property line.
 - n. Trash and waste containers shall be located in an area that is screened from public view.
 - o. These standards shall apply equally to additions and/or alterations to existing structures as well as to new structures. All accessory structures shall be constructed in such a manner so as to be compatible in look, style and materials as the primary structures on the project site.
 - p. Alternative design standards for all structures may be utilized upon review and approval by the Director of Development Services at the time of site planning. Any decision of the Director of Development Services may be appealed to the Planning and Zoning Commission.

2. Project Nonresidential Architectural Design Standards

- a. All facades shall use one or more of four native limestone colors: Lueders, Cordova Cream, Sandstone, and Shell Stone, or a similar matching manufactured stone. Comparable materials in color, finish, durability, and quality may be substituted for the referenced materials upon review and approval by the Director of Development Services, appealable to the Planning and Zoning Commission.
- b. Architectural façades that clearly define a base, middle and cap are required. These materials should be responsive to climate, adjacent context, site orientation and building usage.
- c. All buildings within the Project shall be designed with a high level of detail, with careful attention to the combination of and interface between materials. Materials chosen shall be appropriate for the theme and scale of the building, compatible with its location within the development, and expressive of the community's desired character and image. Details and materials shall be consistent on all sides of buildings.
- d. A minimum of 80% of each building, excluding doors and windows, shall be masonry

- consisting of brick, stone, stucco, split face concrete units, or faux stone or brick.
- e. Front facades shall be oriented towards the street right-of-way as appropriate.
- f. Building entrances shall be recessed from the front façade or located under a shade device such as an awning or portico.
- g. Off-street parking areas shall be shielded from view from the right-of-way through the use of landscape plantings, landscape berms or a combination thereof.
- h. These standards shall apply equally to additions and/or alterations to existing structures as well as to new structures. All accessory structures shall be constructed in such a manner so as to be compatible in look, style and materials as the primary structures on the project site.
- i. Notwithstanding any provision herein to the contrary, any portion of the Property developed as Film and Television Production Facilities Uses in accordance with Section 1.04.A.2 above shall be developed and designed in accordance with the development standards governing such Film and Television Production Facilities Uses that are set forth on **Exhibit "D"** attached hereto.
- j. Alternative design standards for all structures may be utilized upon review and approval by the Director of Development Services at the time of site planning. Any decision of the Director of Development Services may be appealed to the Planning and Zoning Commission.
- 3. Project Multi-Family Architectural Design Standards. Any portion of the Property developed as MF-24, Multiple-Family Residential District in accordance with Section 1.04.A.3 above shall be developed in accordance with the permitted uses and development standards for the MF-24, Multi-Family Residential District (including the multifamily residential design standards set forth in Ordinance 2014-35). Upon submittal of deed restrictions required in Section 1.09 below, the Owner shall meet or exceed the Building Design Section of such multifamily residential design standards. Any deviations from such multifamily residential design standards shall require approval of the City Council.
- F. Additional Landscape Standards: In addition to the requirements of the City's LDC, the following landscape standards shall be applicable to the development of the Project:
 - 1. The use of drought tolerant, native landscape materials, xeriscaping, active or passive rainwater collection, or a combination thereof, is strongly encouraged for all portions of the Project.
 - 2. Where feasible, native vegetation shall be preserved and remain undisturbed and shall be maintained consistent with any installed landscaping.
 - 3. Where possible, trees that are intended for removal should be relocated utilizing accepted transplanting or relocation practices. Any trees that are relocated may be counted towards any required tree preservation credits.
 - 4. A minimum of 25% of the total lot area of a NC, Neighborhood Commercial lot and 10% of the total lot area of a CC, Community Commercial lot shall be dedicated to landscaping. The Corporate Campus shall have a minimum of 15% of the total lot area dedicated to landscaping. Any Film and Television Production Facilities Uses shall have a minimum of 15% of the total lot area dedicated to landscaping. All landscape areas on nonresidential lots shall be provided with an irrigation system designed by a Texas Licensed Irrigator consisting of one of, or a combination of, an automatic underground spray or drip irrigation system or a hose attachment. No irrigation shall be required for undisturbed natural areas or undisturbed existing trees.
 - 5. Where a solid ground cover or lawn is proposed for the front yard of a residential lot, the use of an automatic spray or drip irrigation system is strongly encouraged. At a minimum, a hose attachment shall be required within 100 feet of all front yard landscaping to ensure proper hand watering/irrigation.
 - 6. A minimum 100 foot wide tree preservation/open space landscape buffer setback shall be provided adjacent to the existing Fox Ridge single family residential subdivision along the northwest property line and along the portion of Purgatory Creek that borders the existing Settlement subdivision. The Conceptual Land Use Plan illustrates the location of this tree

preservation/open space landscape buffer and provides GIS coordinates at various points along the buffer for reference. This tree preservation/open space landscape buffer is intended to serve as a buffer from the adjacent lots in the Fox Ridge and Settlement Subdivisions. The tree preservation/open space landscape buffer setback will be privately owned and maintained by the Property Owner. Unless otherwise approved through a Site Development Permit, there shall be no clearing, grading or public access within the tree preservation/open space landscape buffer setback area except as may be necessary to allow for the construction of a fence along a property line. The tree preservation/open space landscape buffer setback area shall be maintained free of all, trash, rubbish, debris or other similar nuisances and fire hazards in accordance with this agreement and the requirements of the City of San Marcos Code of Ordinances.

7. The boundary between the Residential 2 U/A area and southeastern most portion of the "Conservation or Open Space or Proposed Habitat (RHCP) Preserve" as illustrated on the Conceptual Land Use Plan and generally located between the existing Fox Ridge/Settlement subdivisions and the Residential 2 U/A area within the Project, south of Purgatory Creek, has been delineated with GIS coordinates as provided on the Conceptual Land Use Plan.

1.05 Public Infrastructure Improvements

- A. The City hereby agrees to allow the extension, improvements of, and connections to City water and wastewater facilities to provide service to the Project up to a maximum of 4,000 service units equivalent. Owner anticipates that the Project will require 4,000 service units of water and wastewater from the City. At the time of execution of this Agreement, City anticipates that it will have sufficient water and wastewater capacity to serve the Project. City further acknowledges that its approval of any subdivision plat of property within the Project shall constitute a representation by the City that it has sufficient water and wastewater capacity available to serve the platted lots at the time of plat approval.
- B. All water and wastewater infrastructure required to serve the Project shall be designed and built to the City's construction standards and in conformance with all rules, regulations and ordinances related to the construction and extension of water and wastewater utilities in effect at the time of submittal of construction plans and shall be subject to review and inspection by the City prior to acceptance.
- C. The property owner/developer shall be responsible for the payment of all costs associated with the extension and improvements of infrastructure required to properly serve the development of the Property, which costs may be financed through the PID described in Section 1.05.B below. Prior to the acquisition of any off-site easements or rights-of-way the proposed utility alignments shall be approved by the City. The Owner is responsible for the acquisition of all necessary easements to serve the proposed development. In the event the Owner is unable to acquire an easement through reasonable commercial efforts the Owner may request the assistance of the City. Within 30 days of the receipt of a written request from the Owner, the City will commence an effort, exercising all powers available to the City as a Home Rule municipality, to acquire the necessary easements. The City will direct the work of an acquisition team, acceptable to the City and the Owner, contracted and paid by the Owner, in order to acquire the necessary easements.
- D. Notwithstanding the foregoing, nothing herein shall be construed to prohibit the parties and/or adjacent developments or subdivisions from mutually agreeing to cost participate or oversize reimbursement on specifically defined infrastructure in accordance with applicable City and State requirements for such participation or reimbursement.
- E. To ensure a high quality, attractive development, where feasible, all utility infrastructure, including but not limited to water, wastewater and electrical infrastructure, for the Project shall be placed underground. All utility appurtenances that are required to be above ground may be placed above ground as necessary to serve the development of the Property. All extensions shall be made in a public utility easement or public right-of-way (ROW).
- F. The Owner hereby requests and supports the City expanding its water and wastewater Certificate of Convenience and Necessity areas as necessary to serve the development of the Project.
- G. The City hereby acknowledges that the County authorized the creation of a Public Improvement District ("PID") on approximately 2,029 acres of the Property (the "Existing PID") on September 23, 2014, pursuant to a County Resolution adopted pursuant to Chapter 372 of the Local

Government Code (the "Existing PID Resolution"). If the Owner submits a petition to the County requesting that all or any portion of the remainder of the Property be added to the Existing PID or that a new PID be created for such portion of the remainder of the Property, the City hereby agrees to not oppose such petition.

- H. The City hereby recognizes and acknowledges that oversizing of infrastructure improvements may be necessary to accommodate future growth and development of adjacent properties. In the event that oversizing is determined to be appropriate, the City shall enter into an agreement with the Owner in accordance with Section 7.1.3.1 of the Land Development Code.
- I. The City and the County are willing to consider Chapter 380 and Chapter 381 economic development incentive agreements for the commercial portions of the Project. The terms, conditions, and amount of any incentive agreements shall be determined by separate agreement of the City, County, Owner, and/or applicable third parties.
- J. Street Standards. All streets and roads within the Property shall be designed and constructed in conformance with the design guidelines and cross sections adopted by the City of San Marcos in accordance with Context Sensitive Street Design Standards. Alternative street design standards and cross sections for all streets may be utilized upon review and approval by the City and County Directors of Development Services at the time of detailed engineering and platting. Any decision of the City and County Directors of Development Services may be appealed to the Planning and Zoning Commission and the County Commissioners Court.

1.06 Impervious Cover

The maximum allowable impervious cover for the Property ("Permitted Maximum Allowable Property Impervious Cover") shall be 19% of the 2,552.379 acres of the gross area of the Property (which gross area expressly includes the 700.2 acres of gross area of the Conservation Habitat (RHCP) Preserve, and the 91.5 acres of additional Purgatory Creek Open Space shown on the Conceptual Land Use Plan attached hereto as **Exhibit** "B", regardless of whether Owner conveys a perpetual conservation or other easement or fee simple title to any portion of such areas to the City, the County, or any other governmental entity or conservation organization). The total Permitted Maximum Allowable Property Impervious Cover may be distributed throughout the Property or may be clustered as necessary provided that the total impervious cover on the 2,552.379 acres of the gross area of the Property does not exceed the Permitted Maximum Allowable Property Impervious Cover. If any portion of the Property is used for the right-of-way for Centerpoint Road, then the gross area of such portion of the Property and any impervious cover placed on such portion of the Property shall be excluded from all impervious cover calculations with respect to the remainder of the Property.

Clustering Incentives in accordance with Section 5.2.8 of the City's LDC may be utilized within the Property subject to the City's approval of a Qualified Watershed Protection Plan Phase 1 and shall be subject to review and approval of all applicable City of San Marcos permits including Watershed Protection Plans, Site Preparation Permits and Environmental and Geologic Assessments and shall be subject to all City of San Marcos and TCEQ regulations for buffering and protection of sensitive features, if any such features are identified on the Property.

1.07 Environmental, Water Quality & Detention Standards

The development of the Property shall comply with Chapter 5 of the Land Development Code as amended on March 4, 2014 and the associated City of San Marcos Storm Water Technical Manual; provided, however, that development of the Additional Property shall comply with Chapter 6 of the Land Development Code as amended on April 17, 2018; provided, further, that development of any portion of the Property for Film and Television Production Facilities Uses shall comply with Chapter 6 of the Land Development Code as amended on September 1, 2020, as supplemented and modified by those development standards set forth on **Exhibit "D"** attached hereto. No portion of the Project shall contain concrete storm water detention boxes. Development of the Property will adhere to a standard for removal of a minimum of 85% of the increase in Total Suspended Solids (TSS) after full development of the Property over the baseline existing conditions before development of the Property. The 85% TSS removal may be accomplished utilizing traditional best management practices (BMP's), approved low-impact development (LID) practices, or a combination thereof. All BMP's shall be designed and maintained by the Owner to achieve the performance standard of 85%

TSS removal. BMP's for treatment and detention of stormwater proposed for development of this Property may include, but shall not be limited to traditional BMP's such as detention ponds, grass-lined swales, rain gardens, bioswales, biofiltration ponds and native drought-tolerant plants for landscaping or non-traditional, innovative BMP's. The technical design of traditional BMP's shall be in accordance with the City of San Marcos Storm Water Technical Manual. The use of innovative or non-traditional BMP's shall be approved by the City and used within the Property when accompanied by supporting documentation (i.e. product research / testing or acceptance from other jurisdictions) illustrating the effectiveness of the BMP's in achieving treatment standards identified herein. The technical design of innovative or non-traditional BMP's shall be in accordance with supplied supporting documentation. Approved vegetative buffers and filters shall not include invasive species.

Low Impact Development (LID) techniques allow for greater development potential with less environmental impacts through the use of smarter designs and advanced technologies that achieve a better balance between conservation, growth, ecosystem protection, public health, and quality of life. Where feasible and practical to achieve maximum water quality standards, the development within the Property may incorporate various LID techniques, in one form or another, that work in conjunction with traditional BMP's to achieve 85% TSS removal.

Development of the Property may incorporate pervious paving materials such as pervious pavers, pervious concrete (grasscrete or ecocrete) or other pervious paving materials where appropriate. For pervious paving materials used, technical documentation demonstrating the pervious nature of the specific system or systems as installed shall be provided and approved by the City. In the event that City approved pervious paving materials are utilized, the development of the Property shall receive credit towards the Permitted Maximum Allowable Impervious Cover.

During the construction process, stabilization and protection measures shall be utilized to limit site disturbance to the construction perimeter (the limits of construction). The type and adequacy of the erosion and sedimentation controls shall be subject to approval of the Director of Development Services prior to installation. All erosion and sedimentation controls shall be monitored and maintained at all times during the construction process. A combination of various approved erosion and sedimentation control measures will be implemented where appropriate.

Discharge of sediment from the construction site shall be minimized and controlled as per applicable City, State and Federal requirements. It shall be the responsibility of the Owner and its contractors to clean up any discharge of sedimentation from the Property. No construction shall begin until all required City Plans are approved and a stormwater pollution prevention plan (SWPPP) is produced by the Owner and approved by the City. An erosion and sedimentation control program shall include construction sequencing and sedimentation/erosion control measures to be implemented during construction. The type and adequacy of the erosion and sedimentation controls shall be subject to City approval prior to installation. All erosion and sedimentation controls shall be monitored and maintained at all times during the construction process, and shall be inspected on an appropriate frequency, as specified in the SWPPP, and results shall be available for inspection by the City at all times.

A full Water Pollution Abatement Plan (WPAP) including a geologic assessment and geotechnical report, prepared by a licensed third-party engineer and/or professional geologist selected by the Owner and approved by the City of San Marcos Director of Engineering and Capital Improvements, shall be provided by the Owner and approved by the City, prior to the approval of any final plat on the Property or any portion thereof. The WPAP documents shall include construction sequencing and detailed means and methods for drainage and sedimentation/erosion control measures to be implemented during construction. The type and adequacy of the erosion and sedimentation controls shall be subject to City approval prior to installation. All erosion and sedimentation controls shall be monitored and maintained at all times during the construction process, and shall be inspected on an appropriate frequency (as specified in the approved WPAP) by a qualified, third-party engineering inspector, and results shall be provided to the City following each inspection.

A maintenance agreement for the permanent BMPs on the Property written according to Sections 5.1.1.7 and 5.1.1.8 of the LDC shall be submitted. The maintenance agreement shall include provisions for testing and monitoring BMPs to make sure required volumes and other characteristics are still intact as originally designed. An easement for inspection and monitoring purposes in favor of an in a form acceptable to the City must be provided by the property owner.

1.08 Parkland and Open Space Dedication

- A. In the event the Property is fully built out (i.e., the maximum 2,800 units under Section 1.04B is achieved across the entire property), the maximum total required parkland dedication shall be 35.64 acres. The development of the Property will meet or exceed all applicable parkland dedication requirements of the City. Except as may otherwise be permitted by the City, dedication of all or any portion of the required parkland shall occur in conjunction with the final plat on all or any portion of the Property.
- B. All parkland, open space, sidewalks and trails, and designated amenities that are not owned and maintained by the Homeowners Association shall be open and available to the public, subject to any applicable rules and regulations of the U.S. Fish and Wildlife Service and the RHCP. Access to the parkland and open space shall be provided at the time of subdivision platting.
- C. In addition to the required public parkland dedication amount indicated above, a variety of private active and passive recreational facilities ranging from small neighborhood pocket parks to larger improved common areas or parks are envisioned. These facilities shall be connected through a pedestrian network consisting of sidewalks and/or trails. The Project's network of trails will be approximately 10-14 miles and provide connectivity to the Purgatory Creek Natural Area with a small parking area at such time and in such location as determined by Owner and City.
 - 1. The minimum width for a sidewalk shall be six feet (6').
 - 2. Sidewalks shall be constructed of concrete or asphalt.
 - 3. Sidewalks may be located adjacent to the street right-of-way and incorporated into an appropriate street cross-section.
 - 4. The minimum width for a trail shall be eight feet (8').
 - 5. Trails may be constructed of concrete, asphalt, crushed granite, or other material common in trail construction.
 - 6. Trails may be located adjacent to the street right-of-way and be incorporated as part of an alternative street cross-section upon the approval by the Director of Development Services or may be constructed in open space areas or improved common areas.
 - 7. The location of sidewalks and trails shall be determined at the time of preliminary platting and development of infrastructure construction plans and shall be included as part of a Subdivision Improvement Agreement.

1.09 Deed Restrictions and Creation of Homeowner's Association

The Owner shall create a homeowner's association responsible for, among other things, enforcement of deed restrictions required under this Agreement. The homeowner's association shall be created and deed restrictions recorded before commencement of any development on all or any portion of the Property. The deed restrictions shall be submitted to the City for review to determine consistency with this Agreement before recording. The homeowner's association shall be duly authorized, under applicable laws, to enforce the deed restrictions against all owners and developers of land within the Property. Any deed restrictions, and amendments thereto, regulating development of the Property shall be recorded in the Official Public Records of Hays County, Texas. Any deed restrictions regulating development of the Property, and any amendments thereto, shall be subject to this Agreement. Such deed restrictions shall further include a statement that they are subject to this Agreement and that, in the event of a conflict between the deed restrictions and this Agreement, this Agreement shall govern.

1.10 Hays County Regional Habitat Conservation Plan & Endangered Species Act
Prior to any development activity as defined in the City's LDC, the Owner shall comply with the
Endangered Species Act, specifically related to the golden-cheeked warbler or black-capped vireo,
by either obtaining approvals from the U.S. Fish and Wildlife Service or through voluntary participation
in the Hays County Regional Habitat Conservation Plan ("RHCP").

SECTION 2: MISCELLANEOUS PROVISIONS

2.01 Term

- A. This Agreement shall commence and bind the Parties on the Effective Date and continue until all of the Property has been annexed for full purposes by the City (the "Term"), unless sooner terminated as provided in Section 2.01.C below. If, however, no progress toward completion of the Project, as defined under Section 245.005 of the Texas Local Government Code, is made within five (5) years of the date of this Agreement, this Agreement shall expire and Owner hereby agrees that any development of the Property shall comply with the ordinances in effect at the time the first plat application for any portion of the property is filed. This written Agreement may be extended for additional terms as allowed by law upon mutual written agreement of the parties.
- B. After the expiration or termination of this Agreement, this Agreement will be of no further force and effect.
- C. This Agreement may be terminated or amended as to all or any portion of the Property at any time by mutual written agreement between the City and Owner.

2.02 Authority

This Agreement is entered into, in part, under the statutory authority of Section 212.172 of the Texas Local Government Code and the applicable provisions of the Texas Constitution and the laws of the State of Texas. By virtue of this Agreement, Owner agrees to authorize the full purpose annexation of the Property by the City subject to applicable provisions of Chapter 43 of the Texas Local Government Code and in accordance with the terms and conditions set forth in this Agreement.

2.03 Equivalent Substitute Obligation

If any Party is unable to meet an obligation under this Agreement due to a court order invalidating all or a portion of this Agreement, preemptive state or federal law, an imminent and bona fide threat to public safety that prevents performance or requires different performance, changed circumstances or subsequent conditions that would legally excuse performance under this Agreement, or any other reason beyond the Party's reasonable and practical control, the Parties will cooperate to revise this Agreement to provide for an equivalent substitute right or obligation as similar in terms to the illegal, invalid, or unenforceable provision as is possible and is legal, valid and enforceable, or other additional or modified rights or obligations that will most nearly preserve each Party's overall contractual benefit under this Agreement.

2.04 Cooperation

The Parties agree to execute and deliver all such other and further documents or instruments and undertake such other and further actions as are or may become necessary or convenient to effectuate the purposes and intent of this Agreement.

2.05 Litigation

In the event of any third-party lawsuit or other claim relating to the validity of this Agreement or any action taken by the Parties hereunder, Owner and the City agree to cooperate in the defense of such suit or claim, and to use their respective best efforts to resolve the suit or claim without diminution of their respective rights and obligations under this Agreement, but only to the extent each party determines, in its sole discretion, that its interests are aligned or not in conflict with the other party's interests. The filing of any third-party lawsuit relating to this Agreement or the development of the Property will not delay, stop, or otherwise affect the development of the Property or the City's processing or issuance of any approvals for the development of the Property, unless otherwise required by a court of competent jurisdiction. The City agrees not to stipulate or agree to the issuance of any court order that would impede or delay the City's processing or issuance of approvals for the development of the Property.

2.06 Default

Notwithstanding anything herein to the contrary, no Party shall be deemed to be in default hereunder

until the passage of thirty (30) business days after receipt by such party of notice of default from the other Party. Upon the passage of thirty (30) business days without cure of the default, such Party shall be deemed to have defaulted for all purposes of this Agreement. In the event of a non-cured default, the non-defaulting Party shall have all the rights and remedies available under applicable law, including the right to institute legal action to cure any default, to enjoin any threatened or attempted violation of this Agreement, or to enforce the defaulting Party's obligations under this Agreement by specific performance. Nothing herein shall prevent the Parties from extending the above specified time frames for default and/or cure by mutual written agreement.

2.07 Governmental Powers; Waiver of Immunity

It is understood that by execution of this Agreement the City does not waive or surrender any of its governmental powers, immunities or rights.

2.08 Governing Law and Venue

The City and Owner agree that this Agreement has been made under the laws of the State of Texas in effect on this date, and that any interpretation of this Agreement at a future date shall be made under the laws of the State of Texas. The City and the Owner further agree that all actions to be performed under this Agreement are performable in Hays County, Texas.

2.09 Attorney's Fees

If any action at law or in equity, including an action for declaratory relief, is brought to enforce or interpret the provisions of this Agreement, the prevailing Party shall be entitled to recover reasonable attorney's fees from the other Party. The amount of fees recoverable under this paragraph may be set by the court in the trial of the underlying action or may be enforced in a separate action brought for that purpose, and any fees recovered shall be in addition to any other relief that may be awarded.

2.10 Entire Agreement

This Agreement, together with any exhibits attached hereto, constitutes the entire agreement between the Parties and supersedes any prior or contemporaneous written or oral understandings or representations of the Parties with respect to this Agreement, including superseding the Existing Development Agreement.

2.11 Exhibits/Amendment

All exhibits attached to this Agreement are incorporated by reference and expressly made part of this Agreement as if copied verbatim. This Agreement may be amended only by mutual agreement of the Parties and in accordance with the applicable procedures outlined in Section 1.4.2.6(c) the City's LDC.

2.12 Severability

If any section, subsection, sentence, clause, phrase, paragraph, part or provision of this Agreement be declared by a court of competent jurisdiction to be invalid, illegal, unconstitutional or unenforceable in any respect, such unenforceability, unconstitutionality, illegality or invalidity shall not affect any of the remaining sections, subsections, sentences, clauses, phrases, paragraphs, parts or provisions of this Agreement as a whole, or in any part, since the same would have been enacted by the City Council without the incorporation in this Agreement of any such invalid, illegal, unconstitutional or unenforceable section, subsection, sentence, clause, phrase, paragraph, part or provision.

2.13 Interpretation

Wherever required by the context, the singular shall include the plural, and the plural shall include the singular.

2.14 Notice

Any notice, request or other communication required or permitted by this Agreement shall be in writing and may be affected by overnight courier or hand delivery, or by sending said notice by registered or certified mail, postage prepaid, return receipt requested, and addressed to the Parties as set forth below. Notice shall be deemed given when deposited with the United States Postal Service with

sufficient postage affixed.

Any notice mailed to the City shall be addressed to:

City Manager City of San Marcos 630 E. Hopkins Street San Marcos, Texas 78666

Any notice mailed to the County shall be addressed to:

Director of Development Services Hays County 2171 Yarrington Road San Marcos, TX 78666

Any notice mailed to LOR, LCSM Ph. 1-1, LCSM Ph.1-2, LSCM Ph. 2, LCSM Ph. 3, LCSM Ph. 4, La Cima Commercial, LCSM WW or LCSM West shall be addressed to:

c/o Dubois, Bryant & Campbell, LLP Attn: Mr. Bryan W. Lee, Manager 303 Colorado, Suite 2300 Austin, Texas 78701

2.15 Force Majeure

Owner and the City agree that the obligations of each party shall be subject to force majeure events such as natural calamity, fire or strike.

2.16 Assignment

As of the Effective Date, Owner owns the Property. Owner may assign its rights and obligations under this Agreement to any third party (ies) only after providing written notice of assignment to the City. The terms of this Agreement shall be covenants running with the land and binding on successors and assigns.

2.17 Signatures

The City represents that this Agreement has been approved and duly adopted by the City Council of the City in accordance with all applicable public meeting and public notice requirements including, but not limited to, notices required by the Texas Open Meetings Act, and that the individual executing this Agreement on behalf of the City has been authorized to do so. Owner represents and warrants that this Agreement has been approved by appropriate action of Owner and that the individual executing this Agreement on behalf of Owner has been authorized to do so.

2.18 Successors and Assigns and Recordation

The terms of this Agreement shall be covenants running with the land and binding on successors and assigns. Pursuant to the requirements of Section 212.172(f), Local Government Code, this Agreement shall be recorded in the official public records of Hays County, Texas. The terms of this Agreement shall be binding upon: (a) the Parties; (b) the Parties' successors and assigns; (c) the Property; and (d) future owners of all or any portion of the Property. Notwithstanding the foregoing, however, this Agreement shall not be binding upon, and shall not constitute any encumbrance to title as to, any end-buyer of a fully developed and improved lot within the Property except for land use and development regulations within this Agreement that apply to specific lots, including architectural, environmental and water quality, landscaping and setback and dimensional standards, and impervious cover limits, together with applicable rights of enforcement in this Agreement as to such land use and development regulations.

2.19 Counterpart Originals

This Agreement may be executed in counterparts, each of which shall be deemed to be an original.

[Signature Page Follows]



	CITY OF SAN MARCOS, TEXAS
	By: Name: Title:
	HAYS COUNTY, TEXAS
	By: Name: Title:
LAZY OAKS RANCH, LP, a Texas Limited Partnership	
By: Lazy Oaks GP, LLC, its general partner	
By: Bryan W. Lee Its: Manager	
LCSM PH. 1-1, LLC, a Texas Limited Liability Company	
By: Name: Bryan W. Lee Title: Manager	
LCSM PH. 1-2, LLC, a Texas Limited Liability Company	,
By:Name: Bryan W. Lee Title: Manager LCSM PH. 2, LLC, a Texas Limited Liability Company	
By: Name: Bryan W. Lee Title: Manager	

By: __ Name: Bryan W. Lee Title: Manager LCSM PH. 3, LLC, a Texas Limited Liability Company By: _ Name: Bryan W. Lee Title: Manager LA CIMA COMMERCIAL, LP, a Texas Limited Partnership By: La Commercial GP, LLC, its general partner By: _ Name: Bryan W. Lee Title: Manager LCSM WW, LLC, a Texas Limited Liability Company Name: Bryan W. Lee Title: Manager LCSM WEST, LP, a Texas Limited Partnership By: LCSM West GP, LLC, its general partner Name: Bryan W. Lee Title: Manager

LCSM PH. 3, LLC, a Texas Limited Liability Company

Acknowledgements		
STATE OF TEXAS	§	
COUNTY OF TRAVIS	§	
	I partner of Lazy Oaks Ranch	, 2021, by Bryan W. Lee, Manager, of L.P., a Texas Limited Partnership, in such
		Notary Public, State of Texas
STATE OF TEXAS COUNTY OF TRAVIS	§ §	
		, 2021, by Bryan W. Lee, Manager, of a such capacity, on behalf of said entities.
Notary Public, State of Texas	s	
STATE OF TEXAS COUNTY OF TRAVIS	§ §	
		, 2021, by Bryan W. Lee, Manager, of such capacity, on behalf of said entities.
		Notary Public, State of Texas
STATE OF TEXAS COUNTY OF TRAVIS	§ §	Trotally Fabile, Glate of Toxas
		, 2021, by Bryan W. Lee, Manager, of such capacity, on behalf of said entities.
		Notary Public, State of Texas

STATE OF TEXAS COUNTY OF TRAVIS	§ §	
This instrument was ackr LCSM Ph. 3, LLC, a Texas Li	nowledged before m imited Liability Com	ne on, 2021, by Bryan W. Lee, Manager, of pany, in such capacity, on behalf of said entities.
		Notary Public, State of Texas
STATE OF TEXAS COUNTY OF TRAVIS	§ §	
		ne on, 2021, by Bryan W. Lee, Manager, of pany, in such capacity, on behalf of said entities.
		Notary Public, State of Texas
STATE OF TEXAS COUNTY OF TRAVIS	§ §	
	general partner of L	ne on, 2021, by Bryan W. Lee, Manager, of La a Cima Commercial, LP, a Texas Limited Partnership, ir
STATE OF TEXAS	\$	Notary Public, State of Texas
COUNTY OF TRAVIS		
This instrument was acknowled WW, LLC, a Texas Limited Li	edged before me or iability Company, in	n, 2021, by Bryan W. Lee, Manager, of LCSM such capacity, on behalf of said entities.
STATE OF TEXAS COUNTY OF TRAVIS	§ §	
		ne on, 2021, by Bryan W. Lee, Manager, of West, LP, a Texas Limited Partnership, in such capacity
		Notary Public State of Texas

STATE OF TEXAS	§		
	§		
COUNTY OF HAYS	§		
This instrument was ack Manager of the City of San M		, 2021, by behalf of said entity.	, City
		Notary Public State of Te	xas

STATE OF TEXAS	§
	§
COUNTY OF HAYS	§

This instrument was acknowledged before me on ______, 2021, by _____, ____ of Hays County, in such capacity, on behalf of said entity.

Notary Public, State of Texas

Exhibit "D"

DEVELOPMENT STANDARDS FOR FILM AND TELEVISION PRODUCTION FACILITIES USES

Purpose: The following development standards applicable to any portion of the Property developed as Film and Television Production Facilities Uses (as defined in the Development Agreement) on the Property are set forth to achieve a unique look and character for such Film and Television Production Facilities Uses. The intent is to maintain a consistent look and character for the perimeter area of such Film and Television Productions Facilities Uses while providing flexibility for the internal studio portions of such Film and Television Production Facilities Uses. Attached as Exhibit "E" is a conceptual rendering of a layout of a studio site, buildings, and parking for the Film and Television Production Facilities Uses on approximately 75 acres of the Property (the "Studio Site").

- 1. Approvals and Controls: All buildings and site improvements will be submitted to the Film and Television Development Team for conformance with the Architectural Codes and Regulations, and if conforming the specific building or improvement will be submitted to the City of San Marcos for review and approval following compliance with all applicable City Codes and Ordinances. Such buildings and site improvements are intended to be substantially similar to the conceptual Studio Site plan on Exhibit "E", subject to such changes as may be reviewed and approved by the Director of Development Services at the time of site planning.
- 2. Approved Uses: Without limiting the possible uses that may be applicable to any Film and Television Production Facilities Uses, such Film and Television Production Facilities Uses may include:

Production Studios Workshops

Production Warehouses

Support Commercial Businesses

Studio Production Equipment Rental

Restaurant, Catering, Mobile Food, and Retail

Bar with sale and on premises consumption of alcohol shall require a Conditional Use Permit Temporary Production sets

Location and size of facilities not limited, except as noted below

Outdoor recreational areas including executive golf activities, climbing Material Storage Areas (Covered or enclosed structures)

3. General Development Regulations

- **A. Block Requirements:** No limit on lot size of the Studio Site.
- B. Setbacks:
 - Film and Television Facilities Buildings adjacent to Wonder World Drive will have a minimum setback of 100 feet from the Right of Way. Buildings adjacent to West Centerpoint Road will have a setback of 100 feet from the Right of Way.

- 2. **Future Development** Buildings adjacent to West Centerpoint Road as part of Future Development will have a setback of 25 feet from the Right of Way.
- C. Entrances: Entrances to the Studio Site will be located at the existing curb cut on Wonder World Drive and at Split Rock Path on West Centerpoint Rd generally as shown on the conceptual site plan for the Studio Site attached as Exhibit E. These entrances will provide controlled access to the secured Studio Site. A turnaround location will be provided as part of the Studio Site generally as shown on Exhibit E.
- **D. Driveway Dimensions**: Maximum radius at 30' on Wonderworld Drive.
- **E. Cut and Fill Requirements**: Cut and Fill of 30ft will be allowed for the construction of the Studio Site. The Studio Site will cover approximately 75 acres generally as shown on Exhibit F
- **F. Fencing**: Perimeter fencing up to a maximum height of 10ft will be allowed around the Studio Site. Decorative fencing will be constructed of steel or aluminum at such locations generally as shown on Exhibit E. No Perimeter fencing associated with the studio site will be located closer than 100ft of any adjacent public Right of Way.
- **G. Signage**: Each building will be allowed two building wall signs or one building wall sign and one monument sign. In addition to this primary signage, site directional signage will be allowed as required for direction of pedestrian or traffic flows. Interior signage will not be limited in size or illumination and will face the interior of the site and will be limited to facades of interior facing buildings, driveways and parking areas.
- H. Sidewalks: Sidewalks and/or easements for sidewalks will be provided along all public street frontages, including Wonder World Drive. City may accept in accordance with Section 3.8.1.2 of the Land Development Code as amended on September 1, 2020, as supplemented and modified, a cash fee for the installation of all or part of such sidewalk adjacent to Wonder World Drive.
- Lighting Standards: Exterior Lighting will be provided with cutoff type fixtures at various mounting heights. Street lighting will be themed, utilitarian security lighting and general illumination lighting will be mounted to allow fixtures to be controlled as production needs occur to override light sensors. All lighting will have controls to allow prescribed areas to be turned on or off as needed by the productions. All lighting will comply with all applicable City Codes and Ordinances.

J. Architectural Style:

- 1. **Entry Monuments:** All areas and vehicle entrances from Wonder World Drive and West Centerpoint Road will incorporate natural materials at each entry.
- Building Facades: The character of building facades will be reflective of the character of the general nonresidential architectural design standards in Section of 1.04.E.2 of the Development Agreement but not held to the percentage of material requirements set forth therein.

K. Size/Height:

1. Studio Support Businesses adjoining Wonder World Drive and West Centerpoint Road will be limited to 40 feet in height. Buildings will not be limited in area but will require

- no more than 100 feet of unbroken mass before a minimum 2 x 2-foot articulation occurs to break the massing.
- Studio Production Areas including workshops and interior support buildings will be limited to 65 feet in height measured from average grade around buildings to average roof height. Only sound stages may exceed 65 feet in height and a maximum of 90 feet in height.
- 3. Office buildings shall be limited to 110' tall, which include lower levels below grade and screening structures on roofs.
- 4. Specialty areas such as water towers, silos, or steeples, or any temporary set structure will not be restricted. Temporary shall mean for a period of 180 days with ability to extend time in 180-day increments with City Staff approval.
- L. Materials: Structures within the Studio Site will have consistent details using brick, concrete, wood appearance, stucco, or stone material, or facades that simulate the same material. Structures include studios and workshops with metal siding, painted or natural concrete, stucco, brick, stone, or wood (or facades that simulate the material). Temporary sets may include plastics or other materials to simulate exterior materials. All materials will be approved by city building officials.

M. Roofs:

- 1. Studio roofs will not be limited in materials or pitch.
- **N.** Tree Save Areas: Credit for all Trees saved outside the Limits of Construction within the 209.86 will be applied toward Trees removed within in the 209.86 acres.

O. Landscaping:

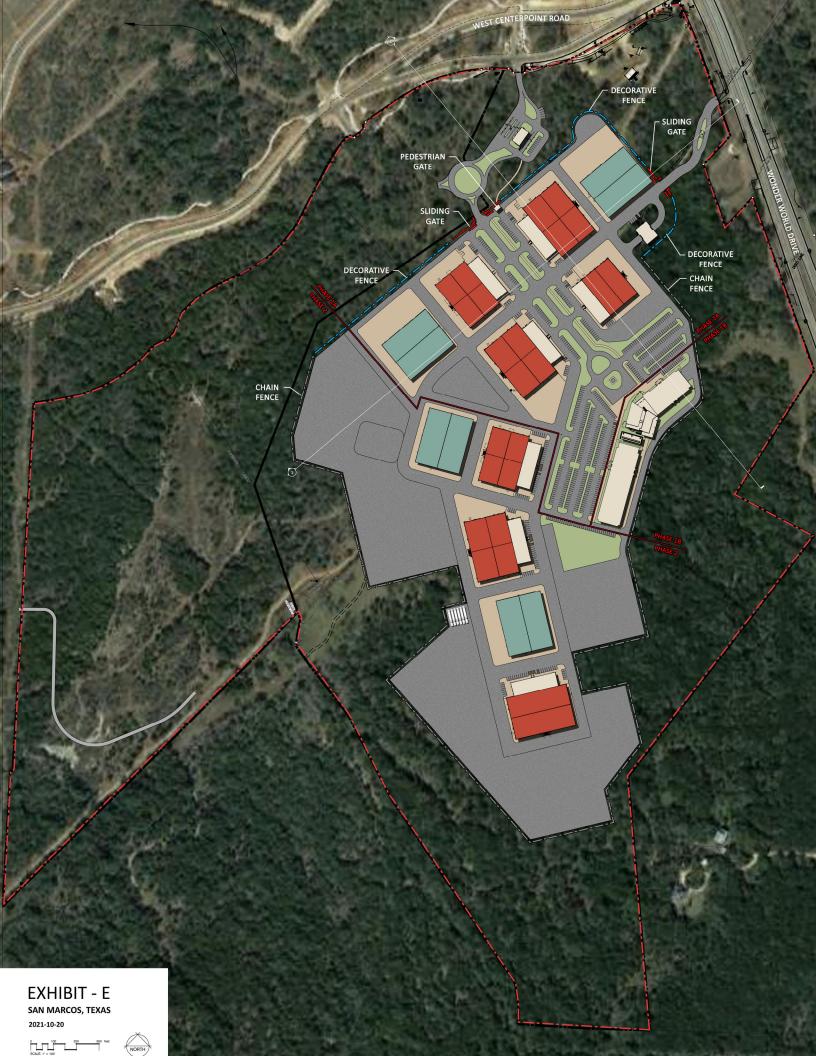
- Perimeter landscaping will be grass and indigenous materials with xeriscape characteristics. All perimeter landscaping will at a minimum meet the landscape requirements in Section of 1.04.F of the Development Agreement applicable to Film and Television Productions Facilities Uses.
- 2. All interior landscape and parking lot landscape requirements shall be waived and exempt from City of San Marcos and Section of 1.04.F of the Development Agreement within the secured studio area.
- **P. Parking Areas**: Parking areas within 100 feet of Wonder World Drive and West Centerpoint Road will be visually screened by evergreen hedges and/or landscaped berms at a typical height of 4 feet.
- **Q. Parking Requirements:** The Studio Site will have 65 permanent parking spaces per stage and up to 800 permanent parking spaces will be provided at full build out of the Studio Site. Up to an additional 400 flexible spaces will be provide as needed.
- **R. Bicycle Parking:** At minimum one bicycle rack holding up to a minimum of 5 bikes will be provided per building and additional racks provided as needed per developer.
- **S. Screening requirements:** All dumpsters located within 200 feet of a Public Street or where visible from a public street will be screened.
- **T. Noise Standards:** Outdoor productions generating greater than 85 decibels at the Studio Site boundary require advance notice to residents within 1,500 feet of such productions.

- **U.** Hours of Operation: Production schedules will not limit hours of operation.
- **V. Transit Stop:** A transit stop will be located adjacent to West Centerpoint Road at or near the intersection of Split Rock Road at such location as mutually agreed to with City and at such time that there is a public need for such transit stop.



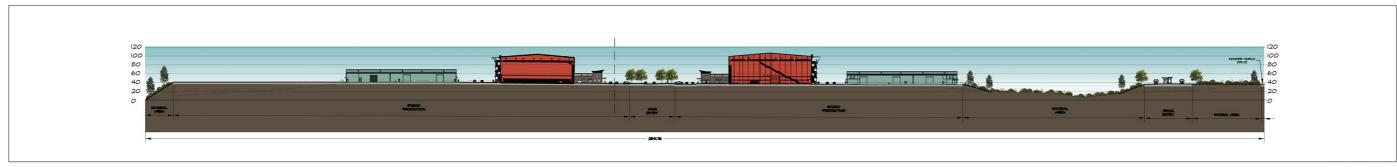
Provided for Reference

FTPF Concept Plan

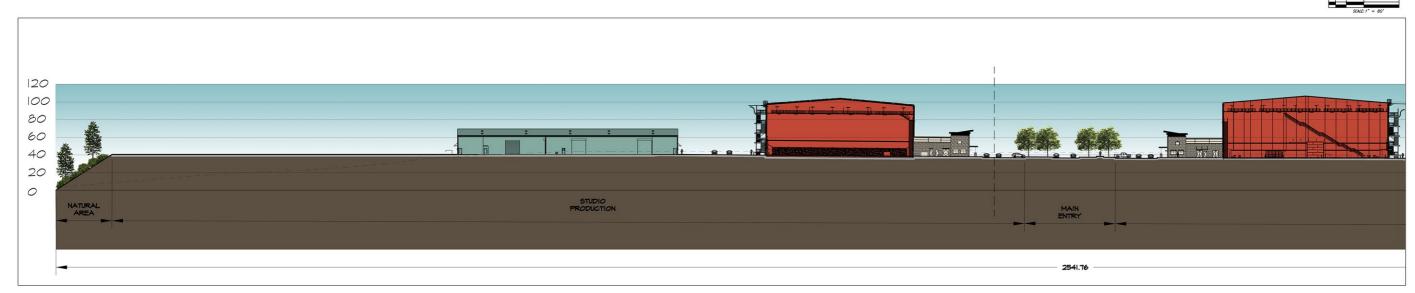


Provided for Reference

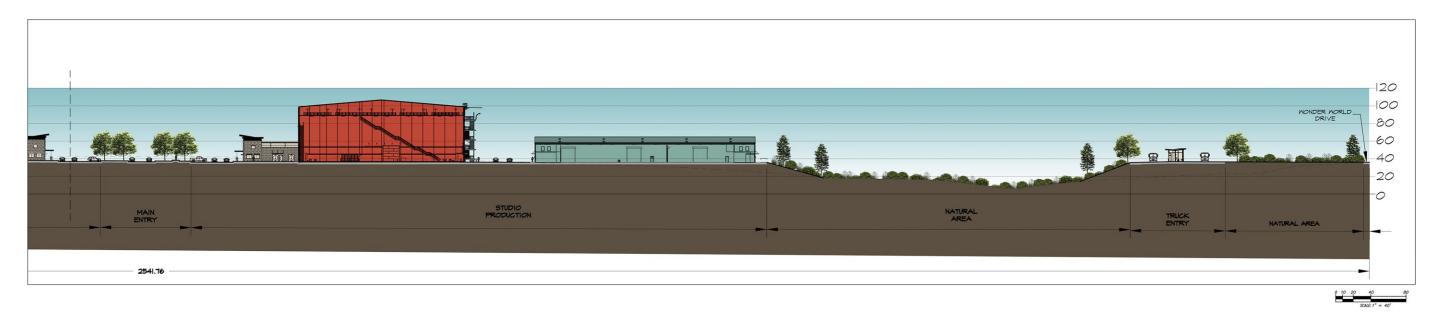
FTPF Grading & Elevation Concept Plan



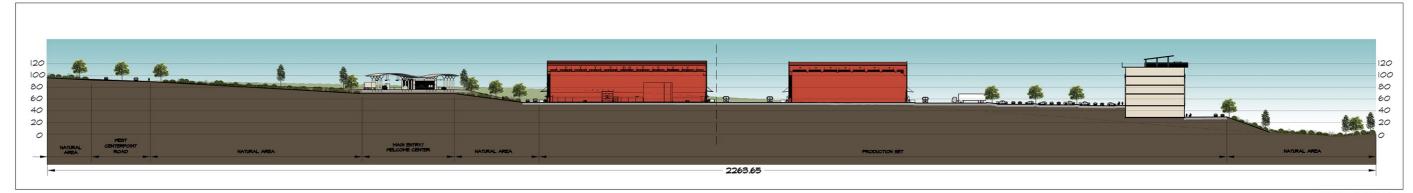
SECTION 1





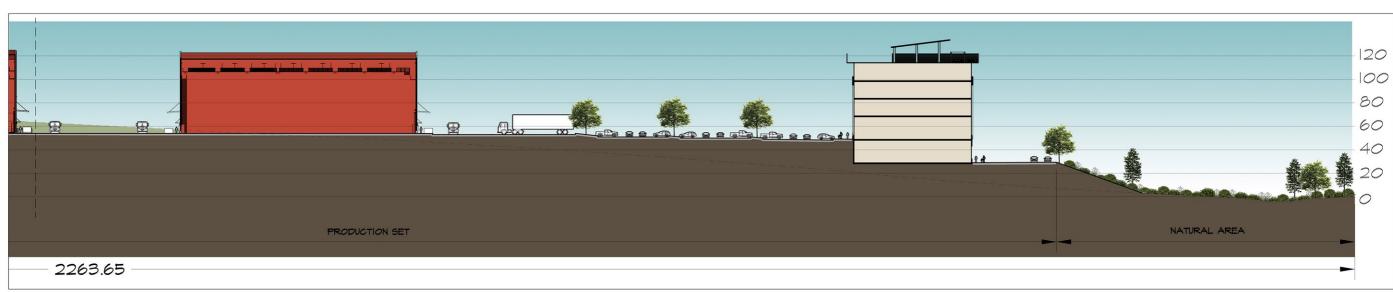






SECTION 2









Provided for Reference

FTPF Fencing Examples







Provided for Reference

Preliminary Plat

DARK MONDAY PRELIMINARY PLAT EXHIBIT

DARK MONDAY	SUMMARY
LOT 1	146.429 ACRES
LOT 2	63.467 ACRES
TOTAL	209.896 ACRES

PROJECT ADDRESS:

THIS PROJECT IS LOCATED AT SOUTHWEST OF RANCH ROAD 12 (WEST WONDER WORLD DRIVE) AND WEST CENTERPOINT ROAD INTERSECTION, HAYS COUNTY, TEXAS.

AQUIFER NOTE:

THIS PROJECT IS IN THE EDWARDS AQUIFER RECHARGE ZONE BUT IS NOT IN THE CONTRIBUTING ZONE.

FLOOD NOTES:

THE SUBJECT TRACT IS SHOWN TO BE IN FLOOD ZONE X, OTHER FLOOD AREAS OF 0.2% ANNUAL CHANCE FLOOD AS IDENTIFIED BY THE FLOOD INSURANCE RATE MAP PANEL NO(S). 48209C0388F, DATED SEPTEMBER 2, 2005, HAYS COUNTY, TX.

THE ABOVE STATEMENT IS MEANT FOR FLOOD INSURANCE DETERMINATION ONLY AND THIS SURVEYOR ASSUMES NO LIABILITY FOR THE CORRECTNESS OF THE CITED MAP(S).

LOT NOTES:

- 1. TOTAL ACREAGE: 209.899 ACRES.
- 2. THE TOTAL AREA OF PUBLIC STREETS IN THIS SUBDIVISION IS 0.00 ACRES.
- 3. THE TOTAL LENGTH OF PUBLIC STREETS IN THIS SUBDIVISION IS 0.00 LINEAR FEET.

TOTAL NUMBER OF LOTS: 2

UTILITY NOTES:

WATER/WASTE WATER/: CITY OF SAN MARCOS ELECTRIC 630 EAST HOPKINS STREET

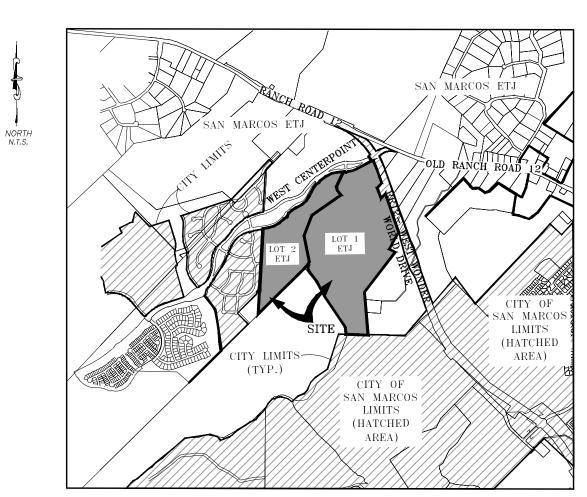
SAN MARCOS, TEXAS 78666

FOURICE PEDERNALES FLECTRIC COOPER

ELECTRIC: PEDERNALES ELECTRIC COOPERATIVE 201 SOUTH AVENUE F
JOHNSON CITY, TEXAS 78636

NOTES:

- 1. THIS PROJECT IS IN THE EXTRA TERRITORIAL JURISDICTION OF THE CITY OF SAN MARCOS.
- 2. BUFFER ZONES PER THE APPROVED WATER PROTECTION PLAN PHASE 1 ON NOVEMBER 20, 2014.
- 3. FIRE HYDRANT SPACING AND WATER FLOW WILL MEET CITY SPECIFICATIONS.
- 4. AS USED HEREIN, THE TERM "DEVELOPER" SHALL MEAN "HILL COUNTRY GROUP, LLC" OR ITS SUCCESSORS OR ASSIGNS.
- 5. THIS SUBDIVISION IS SUBJECT TO AND SHALL COMPLY WITH THE FOLLOWING AGREEMENTS BETWEEN THE OWNER AND HAYS COUNTY:
- 6. AGREEMENT REGARDING LA CIMA HABITAT PRESERVATION, PURGATORY CREEK PARKLAND DEDICATION, AND CENTERPOINT RIGHT—OF—WAY DEDICATION" (EXECUTED JUNE 2, 2015).
- 7. HAYS COUNTY LICENSE AGREEMENT (EXECUTED AUGUST 28, 2015).
- 8. THE SUBJECT TRACT SHOWN HEREON IS IN THE SAN MARCOS CISD, FIRE ESD 3 AND FSD 9.



LOCATION MAP

PRELIMINARY, THIS DOCUMENT SHALL NOT BE RECORDED FOR ANY PURPOSE AND SHALL NOT BE USED OR VIEWED OR RELIED UPON AS A FINAL SURVEY DOCUMENT.

FILE: \\Tx-aust-dc1-srv\new_projects\070454 - Hill Country Group\070454-D1-001 (ENG) - Dark Monday\Engineering\Engineering Plans\Exhibits\Preliminary Plat\070454-D1-001_Prelim Plat.dwg

DATE: 2021-08-27 | DRAWN BY: VG

SCALE: 1"=100' | CHECKED BY: SS

JOB #: 070454 | DRAWING #: PLAT

1 | LOT UPDATE | SS | 09.15.21

NO. | REVISION | BY | DATE

Bowman

Bowman Consulting Group, Ltd.

1120 S. Capital of Texas Hwy, Building 3, Suite 220, Austin, TX 78746

Phone: (512) 327-1180 Fax: (512) 327-4062

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TBPE Firm No. F—14309 | TBPLS Firm No. 101206—00

PRELIMINARY PLAT EXHIBIT

DARK MONDAY

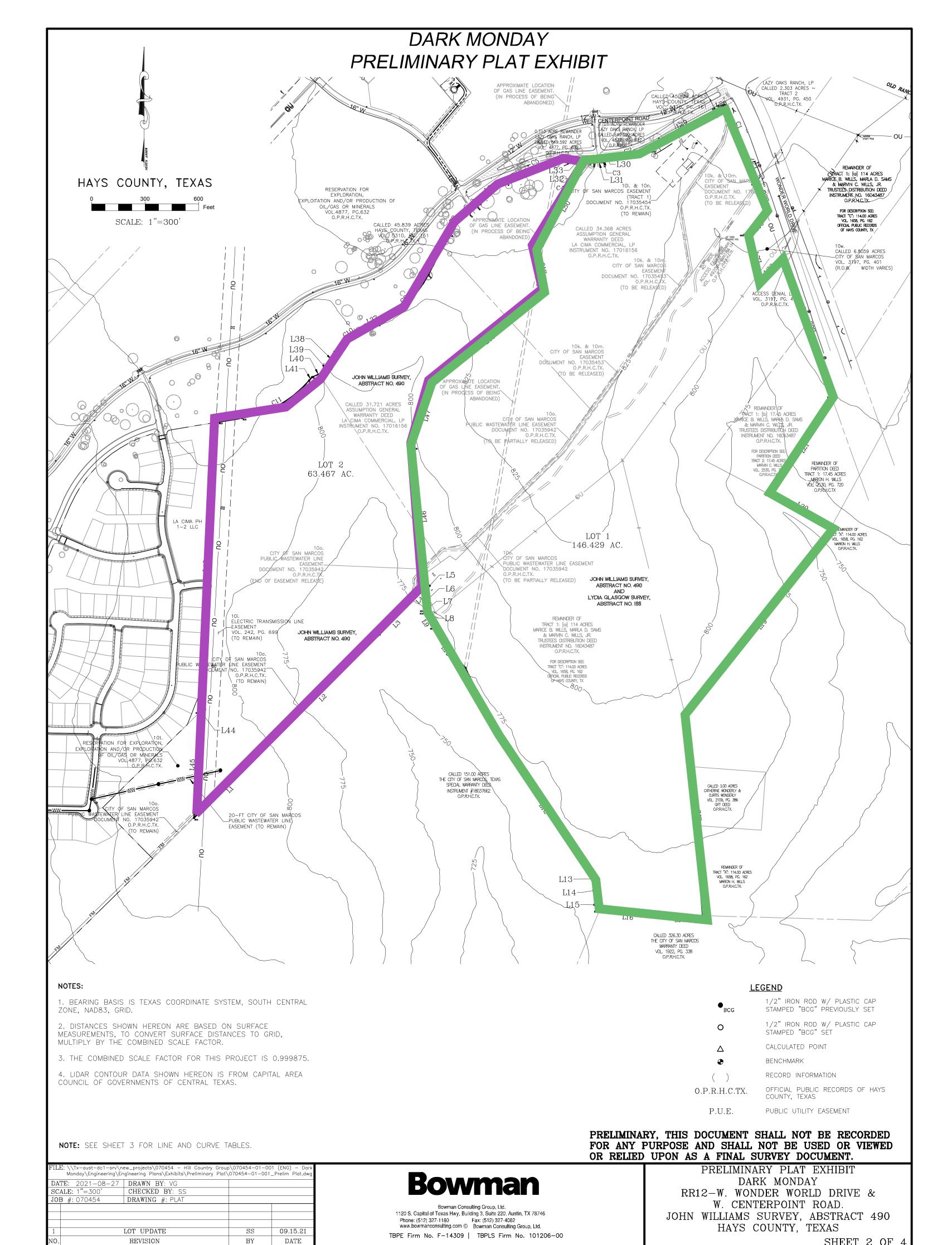
RR12-W. WONDER WORLD DRIVE &

W. CENTERPOINT ROAD.

JOHN WILLIAMS SURVEY, ABSTRACT 490

HAYS COUNTY, TEXAS

SHEET 1 OF 4



NO. REVISION
PLOT DATE: Sep 15,2021-1:56pm

DARK MONDAY PRELIMINARY PLAT EXHIBIT

LINE TABLE			
LINE #	BEARING	DISTANCE	
L1	S 45°32'23" W	510.97	
L2	S 45°16'39" W	951.78'	
L3	S 44°10'39" W	216.46	
L4	S 43°09'44" W	155.92'	
L5	N 21°28'49" W	32.52'	
L6	N 10°02'03" E	104.63	
L7	N 44°17'57" W	9.44	
L8	N 47°12'38" E	11.01'	
L9	N 34°40'21" W	102.30'	
L10	N 37°34'51" W	281.91	
L11	N 27°27'35" W	422.53	
L12	N 33°55'57" W	960.43	
L13	N 19°13'11" W	21.88'	
L14	N 07°18'58" W	104.18'	
L15	N 03°30'38" E	65.87'	
L16	N 86°36'50" W	331.41'	
L17	N 88°23'17" W	252.71	
L18	S 04°55'35" E	1120.49'	
L19	S 37°37'55" W	1340.82'	
L20	S 62°24'22" E	392.10'	
L21	S 32°24'03" W	648.97'	
L22	S 19°37'17" E	807.11	
L23	N 43°01'57" E	174.50'	
L24	S 19°37'17" E	291.06'	
L25	S 43°01'57" W	174.50'	
L26	S 19°37'17" E	167.08	
L27	S 19°38'27" E	223.26	
L28	N 77°54'50" E	41.30'	
L29	N 61°22'58" E	440.55	
L30	N 87°39'35" E	3.21'	
L31	N 89°31'27" E	50.14'	
L32	N 87°39'35" E	17.34'	
L33	N 87°39'35" E	103.15'	
L34	N 54°59'28" E	190.21	
L35	N 47°11'53" E	60.61	
L36	N 27°17'24" E	262.04'	
L37	N 66°27'44" E	46.30'	
L38	N 20°59'57" E	92.20'	
L39	N 41°02'43" E	33.26'	
L40	N 65°11'33" E	77.25	
L41	N 41°02'43" E	25.98'	
L42	N 80°38'20" E	135.06'	
L43	N 03°16'10" E	1617.69	
L44	N 47°08'45" E	14.96'	
L45	N 03°11'10" E	593.73'	
L46	S 05°08'19" E	780.95	
L47	S 15°21'24" W	384.85	
L48	S 50°22'47" W	807.44'	
L49	S 09°56'45" E	232.63'	

S 30°44'43" W

581.34'

CURVE TABLE				
CURVE #	RADIUS	ARC DISTANCE	CHORD BEARING	CHORD DISTANCE
C1	1809.86'	234.50'	S 23°21'57" E	234.34'
C2	535.00'	245.36'	N 74°31′16″ E	243.22'
C3	20.00'	32.23'	N 41°29'52" E	28.85'
C4	20.00'	30.60'	S 48°30'55" E	27.70'
C5	665.00'	379.17'	N 71°19'32" E	374.05'
C6	20.00'	31.29'	N 10°10'19" E	28.19'
C7	20.00'	35.33'	S 85°15'25" E	30.91'
C8	465.00'	136.70'	N 35°42'42" E	136.21
C9	585.00'	399.96'	N 46°52'34" E	392.21
C10	565.00'	250.53'	N 53°45'34" E	248.48'
C11	635.00'	438.81	N 60°50'32" E	430.13'

PRELIMINARY, THIS DOCUMENT SHALL NOT BE RECORDED FOR ANY PURPOSE AND SHALL NOT BE USED OR VIEWED OR RELIED UPON AS A FINAL SURVEY DOCUMENT.

 FILE: \\Tx-aust-dc1-srv\new_projects\070454 - Hill Country Group\070454-01-001 (ENG) - Dark Monday\Engineering\Engineering Plans\Exhibits\Preliminary Plat\070454-01-001_Prelim Plat.dwg

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 LOT UPDATE
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TBPE Firm No. F-14309 | TBPLS Firm No. 101206-00

PRELIMINARY PLAT EXHIBIT

DARK MONDAY

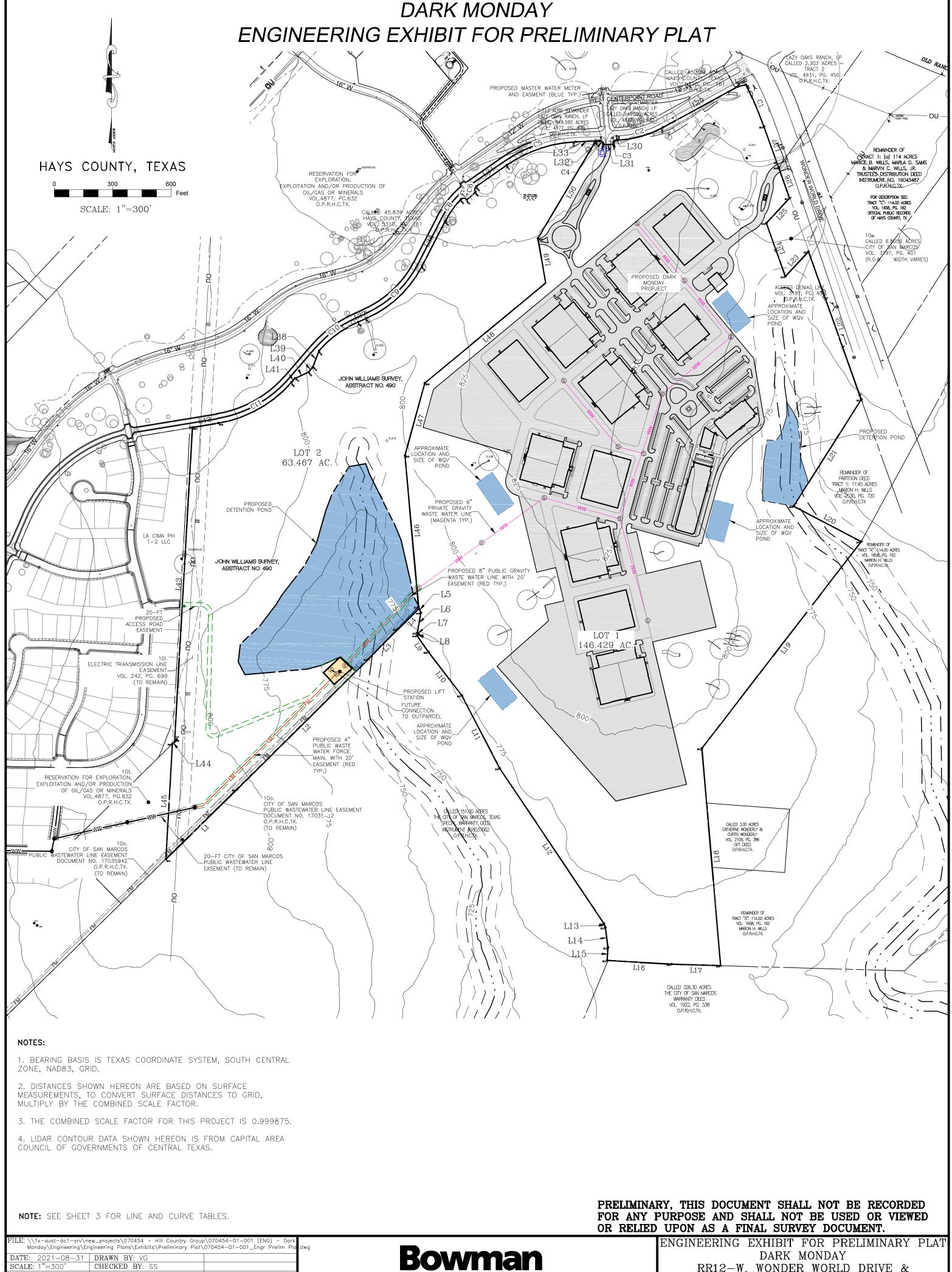
RR12-W. WONDER WORLD DRIVE &

W. CENTERPOINT ROAD.

JOHN WILLIAMS SURVEY, ABSTRACT 490

HAYS COUNTY, TEXAS

SHEET 3 OF 4



DRAWING #: PLAT LOT UPDATE SS 09.15.21

BY

DATE

REVISION

PLOT DATE: Sep 15,2021-1:57pm

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JOHN WILLIAMS SURVEY, ABSTRACT 490

HAYS COUNTY, TEXAS SHEET 4 OF 4