MORNINGSIDE HILLS SUBDIVISION NBU ULTILITY RELOCATION DEVELOPMENT AGREEMENT

This Development Agreement (this "Agreement") is made and entered into by and between the CITY OF NEW BRAUNFELS, TEXAS, a Texas municipal corporation ("City"), NEW BRAUNFELS UTILITIES, a Texas municipal owned utility ("NBU"), and MOSIAC LAND DEVELOPMENT, LLC, a Texas limited liability company ("Developer"), effective as of the date City executes this Agreement after Developer first executes Agreement. ("Effective Date").

WHEREAS, on August 1, 2018, Developer submitted a "Master Plan" for the proposed development of the Morningside Hills Subdivision, such Subdivision being more particularly described on the attached **Exhibit "A"** (the "<u>Subdivision</u>");

WHEREAS, the City, as part of the 2013 Bond Program, is currently in the construction phase of the Solms Road/Morningside Drive/Rueckle Road Reconstruction Project which will provide drainage improvements as well as a typical 3-lane road section along Rueckle Road, Morningside Drive, and Solms Road (the "*Project*");

WHEREAS, NBU as part of a joint bid with the City is currently relocating utilities as part of the Project; and

WHEREAS, Developer desires to work with the City and NBU to adjust necessary utilities as part of the Project, as described on the attached **Exhibit "B"**, and has agreed to pay all the necessary design and construction costs.

NOW, THEREFORE, City, NBU, and Developer agree as follows:

- 1. <u>Survey and Engineering Design</u>. Within thirty (30) days of the execution of this agreement, Developer shall deposit with NBU the sum of \$14,840.00 for the Engineering, Design and Survey costs associated with the requested utility modifications to the Project. Upon receipt of the funds, the City and NBU shall engage the services of Moeller & Associates to perform the scope of work described on the attached **Exhibit "B"**.
- 2. <u>Cost of Construction</u>. Upon delivery of the Engineering, Design and Survey from Moeller & Associates, the City and NBU shall notify the Developer of the costs associated with constructing the respective modifications. Upon receipt of the funds for the modifications, the City and NBU shall execute a change order with the construction contractor for the Project to add the approved modification(s). Furthermore, should any unforeseen costs arise during the construction of the modifications, Developer shall be solely responsible for said cost and shall deposit any necessary funds with City and/or NBU within 30 days of written notice. Should the modifications cost less than the amount deposited by the Developer, the City and/or NBU shall refund any difference to the Developer within 30 days of paying the invoice for the modification.
- 3. <u>Right-of-Way Dedication.</u> Upon delivery of Engineering, Design and Survey from Moeller & Associates, the Developer shall convey the necessary right-of-way and utility easements as necessary to accommodate the modification(s). The Developer will be responsible

for preparing all metes and bounds descriptions and property exhibits necessary to convey the right-of-way and utility easement. The City shall prepare and deliver to the Developer a General Warranty Deed and NBU shall prepare and deliver to the Developer a Public Utility Easement which shall be executed by the Developer within 10 days of delivery. There shall be no compensation due to the Developer for the conveyance of the right-of-way or utility easement. The right-of-way and utility easement shall be conveyed regardless of Developer's intent to proceed with funding construction of the modification.

- 4. <u>Subsequent Event</u>. In the event, the Developer elects not to move forward and fund the construction of either or both of the modifications, the City and NBU, after all provisions in this Agreement are met, shall assign each and every right of ownership of the Engineering, Design and Survey from Moeller & Associates as it pertains to the modifications to the Developer. In the event, the City and NBU, elect not to move forward with the Project, the sole remedy available to Developer is entitlement to the refund of the cost of the modifications Developer has paid.
- 5. Default. It will be an "Event of Default" if any party fails to comply with any term, provision or covenant of this Agreement. A defaulting party shall have thirty (30) days after receiving written notice of an Event of Default from a non-defaulting party to cure the default, or such longer period as may be reasonably necessary if such default is not subject to cure within thirty (30) days so long as the defaulting party commences activities to cure such default within thirty (30) days and continues to diligently pursue such cure (such period of thirty (30) days or longer as may be applicable, the "Cure Period"). If the defaulting entity does not cure the default within the applicable Cure Period, and if a non-defaulting entity has not waived the default in writing, then after the expiration of the applicable Cure Period, the non-defaulting entity may, in its sole discretion, and without prejudice to any other right or remedy allowed under this Agreement, terminate this Agreement by written notice to the defaulting party or seek any other relief available at law or in equity, all of which are cumulative and are in addition to any other right or remedy given under this Agreement which may now or subsequently exist in law or in equity by statute or otherwise, and the exercise of any one remedy does not preclude the exercise of another. Notwithstanding any provision herein to the contrary, if notice of default has been given by one party to the other party, and the other party believes that it is not in default or there is a dispute as to whether the default has been cured, then the parties shall make a good faith effort to resolve the dispute before this Agreement is declared terminated or in default. The foregoing provisions of this paragraph are subject to the limitations set forth in Paragraph 4.
- 6. <u>City Code of Ordinances/Enforcement</u>. This Agreement is made subject to the existing provisions of the Charter of City, its rules and regulations, procedures, and ordinances, present and future, and all applicable laws of the State of Texas and the United States. The parties agree that this Agreement will be performable in New Braunfels, Texas, and that if legal action is necessary to enforce this Agreement, exclusive venue shall lie in Comal County, Texas.
- 7. <u>Notice</u>. Any notice, communication, request, demand, reply or advice (severally and collectively referred to as "<u>Notice</u>") in this Agreement required or permitted to be given, made or accepted must be in writing. Notice may, unless otherwise specifically provided herein, be given or served (a) by depositing the same in a receptacle regularly maintained and serviced by the United States Postal Service, postage pre-paid, registered or certified, and addressed to the

party to be notified, with return receipt requested, (b) by delivering the same to such party, or an agent of such party, in person or by commercial courier or (c) by regular mail, facsimile transmission, email or other commercially reasonable means addressed to the party to be notified. Notice sent by registered or certified mail in the manner hereinabove described shall be effective on the date of deposit as evidenced by the mail receipt stamped by the post office. Notice given in any other manner shall be effective only if and when received by the party to be notified. City's and Developer's respective legal counsel may give any notice on its client's behalf. For the purposes of Notice, the addresses of the parties shall, until changed as provided below, be as follows:

City: City Manager

City of New Braunfels 550 Landa Street

New Braunfels, Texas 78130

With a copy to: City Attorney

City of New Braunfels 550 Landa Street

New Braunfels, Texas 78130

NBU: Chief Operations Officer

New Braunfels Utilities

263Main Plaza

New Braunfels, Texas 78130

With a copy to: Chief Engineer of Water Systems

New Braunfels Utilities

355 FM 306

New Braunfels, Texas 78130

Developer: Mosiac Land Development, LLC

6812 West Avenue, Suite 100

San Antonio, TX 78213 Attention: Blake Yantis

Email: blake@mosiaclanddevelopement.com

The addresses and addressees, for the purpose of this Agreement, may be changed by City, NBU and Developer by giving notice of such change to the other party in the manner provided herein for giving notice. For the purpose of changing such addresses or addressees only, unless and until such written notice is received, the last address and addressee stated herein will be deemed to continue in effect for all purposes.

8. <u>Miscellaneous</u>.

a. This Agreement may be amended only by the written agreement of City, NBU and Developer.

- b. In the event that any one or more of the provisions contained in this Agreement shall for any reason be held invalid, illegal or unenforceable in any respect, such invalidity, illegality, or unenforceability shall not affect any other provision thereof, and this Agreement shall be considered as if such invalid, illegal, or unenforceable provision had never been contained in this Agreement.
- c. The findings and recitals in the recitals of this Agreement are hereby found to be true and correct and are hereby incorporated by reference as if set out in full.
- d. This Agreement shall be approved by the City Council of City by formal action, New Braunfels Utilities Board of Trustees by formal action and shall be effective upon the signature of all parties hereto. The City and NBU shall be the last Parties to execute this Agreement.
- e. Developer, City and NBU hereby covenant and agree that this Agreement cannot be assigned, transferred or conveyed, in whole or in part, to a third party without the prior written consent of the other party.

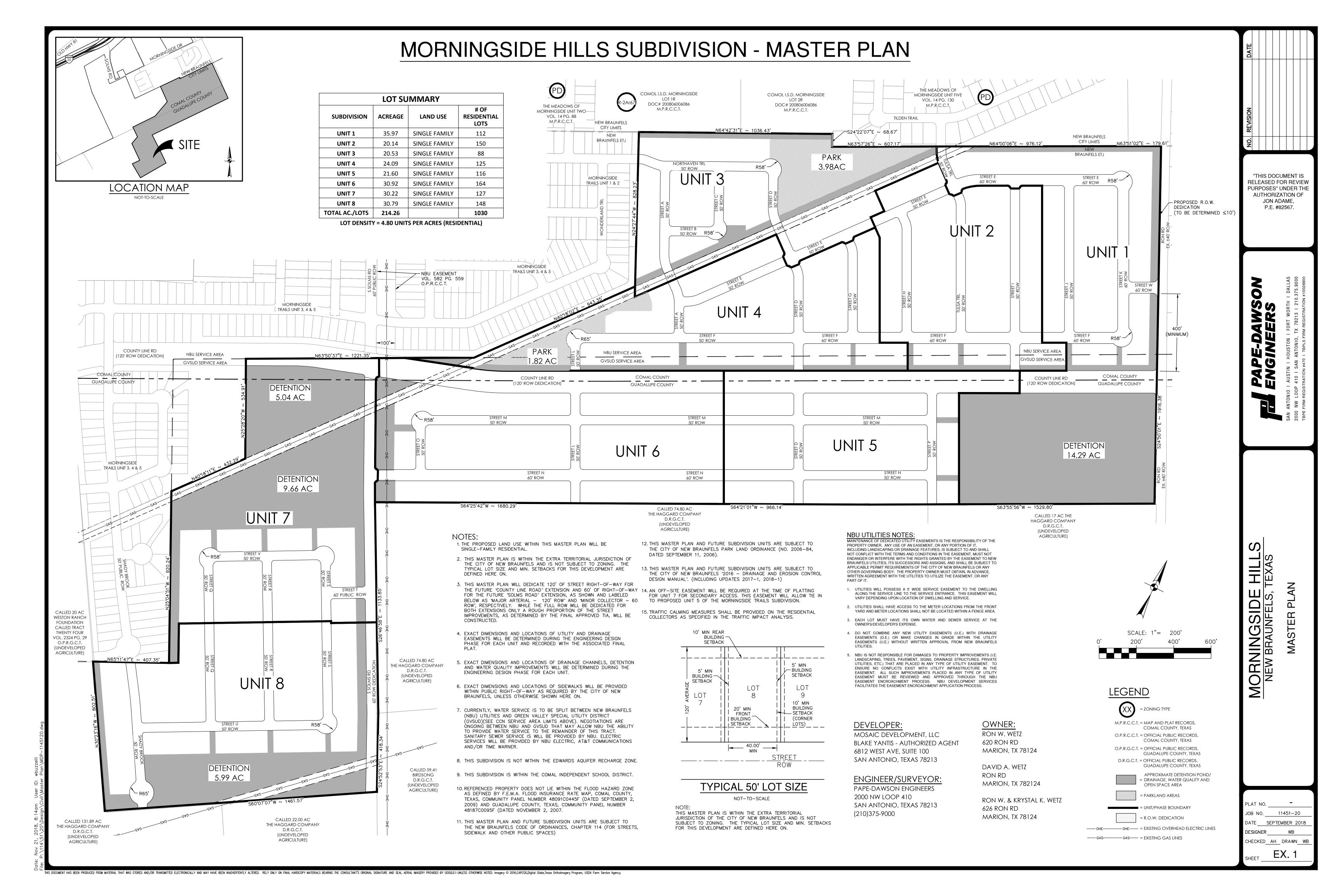
	<u>CITY</u> : CITY OF NEW BRAUNFELS, TEXAS		
	By: Robert Camareno, City Manager		
APPROVED AS TO FORM:			
Valeria M. Acevedo, City Attorney	_		

STATE OF TEXAS	§
COUNTY OF COMAL	§
This instrument was acknow	wledged before me on the day of,
2018, by Robert Camareno, City M	anager of the City of New Braunfels, Texas, a home-rule city,
on behalf of the City.	
(seal)	Notary Public Signature
	<u>NBU</u> :
	NEW BRAUNFELS UTILTIES
	By:
	Ian Taylor, CEO
APPROVED AS TO FORM:	
Connie Lock, General Counsel	

STATE OF TEXAS	§	
COUNTY OF COMAL	§	
This instrument was a	acknowledged be	efore me on the day of,
2018, by <u>Ian Taylor</u> , <u>CEO</u> of	New Braunfels	Utilities, on behalf of the Utility.
(seal)		Notary Public Signature
		DEVELOPER :
		MOSIAC LAND DEVELOPMENT, L.L.C., a Texas limited liability company
		Ву:
		Blake Yantis, President
STATE OF TEXAS	§	
COUNTY OF	§	
	dent of Mosiac I	efore me the day of, Land Development, L.L.C., a Texas limited liability company.
(seal)		Notary Public Signature

EXHIBIT "A" SUBDIVISION MASTER PLAN

EXHIBIT "B" PROPOSED UTILITY MODIFICATIONS AND SCOPE OF WORK





November 7, 2018

Mr. Michael Short, P.E. New Braunfels Utilities P.O. Box 310289 New Braunfels, Texas 78131

RE: Contract Amendment #5 - Morningside/Solms/Rueckle (MSR) Reconstruction Project

Mr. Short:

This Amendment is intended to address revisions to two sewer mains to accommodate a new development proposed just east of Morningside and Solms Road and to evaluate groundwater concerns along Solms Rd:

- Sewer Adjustments along Solms Road (Sewer Line A and A1) per NBU's request:
 - Meet with NBU, City and Developer's engineer to determine required modifications.
 - Lower sewer profile to accommodate the new development.
 - o Change sewer pipe diameter to 12-inch with a minimum slope of 0.70%.
 - o Revise groundwater interceptor pipe to address deeper sewer profile.
 - o Revise six sewer plan and profile sheets (Sheets 4 to 7 and AS-1, AS-2).
 - Adjust quantities to account for design revisions (includes groundwater items).
 - Review/adjust other proposed project improvements if needed.
 - Send necessary information to the City and NBU for review/comment/approval.
 - o Prepare the necessary information for a Change Order.
 - Assist the City and NBU with the review of the Change Order after it's received from the Contractor.

The following assumptions are made with respect to this scope of work:

- All work will be designed per NBU specifications.
- This scope assumes NBU will pay any permitting fees, if required.
- This scope assumes the development's engineer will design a system to handle the groundwater encountered on the developments property and will not allow it to enter into the City's project area.

We proposed to perform this work on a lump sum basis for a fee of \$14,840.00. A detail of the fees is shown below. This Amendment only modifies the scope and fee of the original Agreement signed by NBU on October 19, 2015 and the Provisions of that Agreement remain in effect. No other modifications are intended with this Amendment.



MSR (12-inch Sewer Revisions)	Hours		
	PM	EIT	Total
Evaluate impacts to the proposed sewer change	2	8	\$1,180.00
Sewer P&P Revisions (6 sheets) (12")	12	48	\$7,080.00
Coordination/Meetings (NBU, City, Developer)	4	2	\$820.00
Groundwater System Design Revisions	12	36	\$5,760.00
Total	30	94	\$14,840.00

We appreciate the opportunity to continue to assist NBU with this project. If you have any questions, please do not hesitate to give me a call.

Sincerely,

Jeff Moeller, P.E. Attachments

CC: Mr. Adam Willard, P.E.

Mr. Herb Shadrock