

**MUTUAL AGREEMENT TO TERMINATE  
CHAPTER 380 ECONOMIC DEVELOPMENT AGREEMENT**

WHEREAS, the City of Bay City ("City") entered into a Chapter 380 Economic Development Agreement ("Agreement") with Sal Holdings, LLC ("Developer") on or about April 11, 2019;

WHEREAS, Developer was unable to gain approval from the Matagorda County Drainage District No. 1 for drainage for the project, resulting in the project to become not feasible; and,

WHEREAS, it is the desire of City and Developer to terminate the Chapter 380 Economic Development Agreement between the City and Developer in order to terminate all duties, rights and responsibilities to each other under the Agreement;

NOW THEREFORE, the parties agree as follows:

1. The Agreement between City and Developer is terminated effective December 21, 2021.
2. All duties, rights and responsibilities between the parties are terminated effective December 21, 2021.
3. It is expressly understood and agreed that this Agreement is a full, final and complete and that the parties have no further obligation to each other under this Agreement.

APPROVED this the 21<sup>th</sup> day of December, 2021 at a duly called meeting of the City Council of the City of Bay City, Texas.

City of Bay City, Texas

SAL Holdings, LLC

By: \_\_\_\_\_  
Robert Nelson, Mayor

By: \_\_\_\_\_  
Stuart Lynn, Managing Member