



June 25, 2025

Board of Directors
Fair Oaks Ranch Municipal Development District
Fair Oaks Ranch, TX 78015

Subject: **Notice of Intent to Terminate Project Funding Agreement**

Dear MDD Board of Directors,

Pursuant to the terms of the Chapter 377 Project Funding Agreement, as amended on July 20, 2023, the City of Fair Oaks Ranch formally provides this letter as notice of its intent to terminate the agreement related to the civic center project.

As outlined in Article V, Section 2 of the agreement, the City has evaluated the scope and costs associated with the construction of the Facility and has determined it will not proceed with the project as structured under the current agreement. Given that the City does not anticipate completing the Facility within the timeframe required and is not seeking additional funding from the MDD, the continuation of the agreement is no longer necessary.

Termination of this agreement will release the MDD from the obligation to make any grant payments, including the previously authorized amount not to exceed \$1,200,000.00, and will allow the MDD to uncommit those funds for potential reallocation to other economic development initiatives aligned with the District's mission.

We appreciate the MDD's partnership and commitment to supporting community projects and look forward to continuing collaboration on future endeavors that align with shared goals.

Please consider this letter as the City's written notice of termination in accordance with the agreement terms. Should the MDD require any further documentation or formal action to finalize this termination, please do not hesitate to contact me.

Sincerely,

A handwritten signature in blue ink, appearing to read 'Scott M. Huizenga'.

Scott M. Huizenga, ICMA-CM
City Manager
City of Fair Oaks Ranch
shuizenga@fairoaksranchtx.org
210-698-0900