

CITY COUNCIL CONSIDERATION ITEM CITY OF FAIR OAKS RANCH, TEXAS

AGENDA TOPIC: Consideration and possible action on a resolution approving Amendment No.

1 to the Post Oak Development Agreement and authorizing the City Manager

to execute all related documents

DATE: August 7, 2025

DEPARTMENT: Administration

PRESENTED BY: Scott M. Huizenga, ICMA-CM, City Manager

Caroline McDonald, Brown & McDonald PLLC

INTRODUCTION/BACKGROUND:

On May 20, 2025, the City Council approved Resolution 2025-26, authorizing an amendment to the development agreement (DA) for The Reserve at Fair Oaks Ranch, now renamed the Post Oak Subdivision. This approval marked the initial step in a series of City Council actions supporting the Post Oak Subdivision. The City Council on July 3:

- ➤ Annexed the 345-acre property (Ordinance 2025-11)
- Created the Public Improvement District (Resolution 2025-44)

The developer, Bitterblue Inc., and staff have identified proposed updates to the agreement that align with the spirit of the agreement and benefit both parties. Notable changes include a further reduction in density, alignment of drainage standards, a reduction in the required street frontage per lot, and clarification regarding impact fees.

The following is a short summary of pertinent proposed amendments:

- 1. Adds definitions: developer, owner and impact fee
- 2. Standardizes 90-day deadlines across applicable provisions
- 3. Revises the lot frontage requirements to allow for a curvilinear development while retaining a 1-acre minimum lot size
- 4. Modifies drainage standards to address conflicts in Section 9.7 of the current Unified Development Code (UDC). This will also be addressed in the next update to the UDC
- 5. Reduces the total development from 278 single-family lots to 227 lots in all applicable provisions and exhibits
- 6. Clarifies the DA and the Utility Services Agreement to confirm that:
 - a. Impact fees are assessed at plat recording and are distinct from water capacity
 - b. Fees are due at time of building permit issuance

Exhibit A of the accompanying resolution provides a comprehensive list of the proposed amendments. **Exhibit B** is a redline version of the amended Post Oak Subdivision development agreement, reflecting the current DA and proposed amendments.

POLICY ANALYSIS/BENEFIT(S) TO CITIZENS:

- 1. Supports Strategic Action Plan Pillar 2 Responsible Growth Management.
- 2. Provides additional development standards aligned with the City's Unified Development Code.
- 3. Reduction in density helps preserve the character of Fair Oaks Ranch and its resources.

LONGTERM FINANCIAL & BUDGETARY IMPACT:

None

LEGAL ANALYSIS:

Approved as to form.

RECOMMENDATION/PROPOSED MOTION:

I move to approve a resolution approving Amendment No. 1 to the Post Oak Development Agreement and authorizing the execution of all related documents by the City Manager.