

Exhibit “B”

AGREEMENT REGARDING POST-ANNEXATION PROVISION OF SERVICES FOR PROPERTY TO BE ANNEXED INTO THE CITY OF MANOR

This Agreement Regarding Post-Annexation Provision of Services for Property to be Annexed into the City of Manor (the “Agreement”) is entered into by and between the City of Manor, Texas, a municipal corporation (“City”), and Krantz Properties, LLC, a Texas limited liability company (“Landowner”), both of which may be referred to herein singularly as “Party” or collectively as the “Parties.”

RECITALS

WHEREAS, upon the request of the Landowner, the City intends to institute annexation proceedings for an area of land described more fully hereinafter and attached hereto (the “subject property”);

WHEREAS, Section 43.0672, Loc. Gov't. Code, requires the Parties to enter into a written agreement identifying a list of public services to be provided to the subject property and a schedule for the provision of those services that are not otherwise provided on the effective date of the annexation;

WHEREAS, this Agreement is being entered into by and between the Parties to comply with Texas Local Government Code, Chapter 43, Sub-Chapter C-3, Section 43.0672, prior to the City’s consideration of an ordinance annexing the subject property, it being understood, acknowledged and agreed by the Parties that annexation of the subject property is a condition precedent to this Agreement becoming effective;

WHEREAS, this Agreement shall be deemed effective on the effective date of an ordinance approved by the City annexing the subject property (the “Effective Date”).

WHEREAS, the subject property is not included in the municipal annexation plan and is exempt from the requirements thereof;

WHEREAS, infrastructure provided for herein and that existing are sufficient to service the subject property on the same terms and conditions as other similarly situated properties currently within the City limits and no capital improvements are required to offer municipal services on the same terms and conditions as other similarly situated properties within the City; and

WHEREAS, it is found that all statutory requirements have been satisfied and the City is authorized by *Chapter 43, Loc. Gov't. Code*, to annex the subject property into the City;

NOW, THEREFORE, in consideration of the mutual covenants and agreements contained herein and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the Parties agree as follows:

The following services and schedule represent the provision of services agreed to between the Landowner of the subject property and the City establishing a program under which the City will provide municipal services to the subject property, as required by section 43.0672 of the Texas Local Government Code. The services detailed herein will be provided at a level consistent with service levels provided to other similarly situated areas within the City.

The following services will be provided for the subject property on the Effective Date of annexation:

(1) **General Municipal Services.** Pursuant to the requests of the landowner and this Agreement, the following services shall be provided immediately from the effective date of the annexation:

A. Police protection as follows:

Routine patrols of areas, radio response to calls for police service and all other police services now being offered to the citizens of the City. Upon annexation, police protection will be provided to the subject property at a level consistent with the service to other areas of the City with similar population density and characteristics. The City's police services include neighborhood patrols, criminal investigations, crime prevention, community services and school programs.

B. Fire protection and Emergency Medical Services as follows:

Fire protection by agreement between the City and the ESD's present personnel and equipment of the ESD fire fighting force and the volunteer fire fighting force with the limitations of water available. Radio response for Emergency Medical Services with the present contract personnel and equipment of the ESD.

C. Solid waste collection services as follows:

Solid waste collection and services as now being offered to the citizens of the City. The City provides residential solid waste collection services within the City limits for a fee under a contract between the City and private refuse collection operator. The residential solid waste collection services include garbage collection, recycling, bulky item collection and yard waste collection. Commercial solid waste collection services are also available. This service will be provided for a fee to any person within the subject property requesting the service after the Effective Date of annexation, provided that a privately owned solid waste management service provider is unavailable. If the subject property is already receiving service, the City may not prohibit solid waste collection by the privately owned solid waste management service provider, nor may the City offer solid waste collection services for a period of two (2) years following the Effective Date of the annexation unless a privately owned solid waste management service provider is or becomes unavailable, as established by Texas Local Government Code section 43.0661. If a landowner uses the services of a privately owned solid waste management service provider or services are available from a privately owned solid waste management service provider during the two (2) years following annexation, the City will not provide solid waste collection services to that landowner.

D. Animal control as follows:

Service by present personnel, equipment and facilities or by contract with a third party, as provided within the City.

E. Maintenance of City-owned parks and playgrounds within the City.

F. Inspection services in conjunction with building permits and routine City code enforcement services by present personnel, equipment and facilities. Municipal Court and General Administration services will also be available to property owners and residents in the subject property on the same basis those facilities are available to current City property owners and residents.

G. Maintenance of other City facilities, buildings and service.

H. Land use regulation as follows:

On the effective date of annexation, the zoning jurisdiction of the City shall be extended to include the annexed area, and the use of all property therein shall be grandfathered; and shall be temporarily zoned "Agricultural District "A"" with the intent to rezone the subject property upon request of the landowner or staff. The Planning & Zoning Commission and the City Council will consider rezoning the subject property at future times in response to requests submitted by the landowner(s) or authorized city staff. The City will impose and enforce its adopted ordinances, including but not limited to, zoning, subdivision development, site development and building code regulations within the subject property upon the Effective Date of the annexation. Enforcement will be in accordance with City ordinances. Development plans and plats for projects within the subject property will be reviewed for compliance with City standards.

(2) **Scheduled Municipal Services.** Due to the size and vacancy of the subject property, the plans and schedule for the development of the subject property, the following municipal services will be provided on a schedule and at increasing levels of service as provided herein:

A. Water service and maintenance of water facilities as follows:

(i) Inspection of water distribution lines as provided by statutes of the State of Texas.

(ii) In accordance with the applicable rules and regulations for the provision of water service, water service will be provided to the subjects properties, or applicable portions thereof, by the utility holding a water certificate of convenience and necessity ("CCN") for the subject properties, or portions thereof as applicable, or absent a water CCN, by the utility in whose jurisdiction the subject properties, or portions thereof as applicable, are located, in accordance with all the ordinances, regulations, and policies of the City in effect from time to time for the extension of water service. If connected to the City's water utility system, the subject properties' owner shall construct the internal water lines and pay the costs of line

extension and construction of such facilities necessary to provide water service to the subject properties as required in City ordinances. Upon acceptance of the water lines within the subject properties and any off-site improvements, water service will be provided by the City utility department on the same terms, conditions and requirements as are applied to all similarly situated areas and customers of the City; subject to all the ordinances, regulations and policies of the City in effect from time to time. The system will be accepted and maintained by the City in accordance with its usual acceptance and maintenance policies. New water line extensions will be installed and extended upon request under the same costs and terms as with other similarly situated customers of the City. The ordinances of the City in effect at the time a request for service is submitted shall govern the costs and request for service. The continued use of a water well that is in use on the effective date of the annexation and is in compliance with applicable rules and regulations shall be permitted and such use may continue until the subject properties' owner requests and is able to connect to the City's water utility system.

B. Wastewater service and maintenance of wastewater service as follows:

(i) Inspection of sewer lines as provided by statutes of the State of Texas.

(ii) In accordance with the applicable rules and regulations for the provision of wastewater service, wastewater service will be provided to the subjects properties, or applicable portions thereof, by the utility holding a wastewater CCN for the subject properties, or portions thereof as applicable, or absent a wastewater CCN, by the utility in whose jurisdiction the subject properties, or portions thereof as applicable, are located, in accordance with all the ordinances, regulations, and policies of the City in effect from time to time for the extension of wastewater service. If connected to the City's wastewater utility system, the subject properties' owner shall construct the internal wastewater lines and pay the costs of line extension and construction of facilities necessary to provide wastewater service to the subject properties as required in City ordinances. Upon acceptance of the wastewater lines within the subject properties and any off-site improvements, wastewater service will be provided by the City utility department on the same terms, conditions and requirements as are applied to all similarly situated areas and customers of the City, subject to all the ordinances, regulations and policies of the City in effect from time to time. The wastewater system will be accepted and maintained by the City in accordance with its usual policies. Requests for new wastewater line extensions will be installed and extended upon request under the same costs and terms as with other similarly situated customers of the City. The ordinances in effect at the time a request for service is submitted shall govern the costs and request for service. The continued use of a septic system that is in use on the effective date of the annexation and is in compliance with all applicable rules and regulations shall be permitted and such use may continue until the subject property owner requests and is able to connect to the City's wastewater utility system.

C. Maintenance of streets and rights-of-way as appropriate as follows:

(i) Provide maintenance services on existing public streets within the subject property and other streets that are hereafter constructed and finally accepted by the City. The maintenance of the streets and roads will be limited as follows:

(A) Emergency maintenance of streets, repair of hazardous potholes, measures necessary for traffic flow, etc.; and

(B) Routine maintenance as presently performed by the City.

(ii) The City will maintain existing public streets within the subject property, and following installation and acceptance of new roadways by the City as provided by city ordinance, including any required traffic signals, traffic signs, street markings, other traffic control devices and street lighting, the City will maintain such newly constructed public streets, roadways and rights-of-way within the boundaries of the subject property, as follows:

(A) As provided in C(i)(A)&(B) above;

(B) Reconstruction and resurfacing of streets, installation of drainage facilities, construction of curbs, gutters and other such major improvements as the need therefore is determined by the governing body under City policies;

(C) Installation and maintenance of traffic signals, traffic signs, street markings and other traffic control devices as the need therefore is established by appropriate study and traffic standards; and

(D) Installation and maintenance of street lighting in accordance with established policies of the City;

(iii) The outer boundaries of the subject property abut existing roadways. The Landowner agrees that no improvements are required on such roadways to service the subject property.

(3) **Capital Improvements.** Construction of the following capital improvements shall be initiated after the effective date of the annexation: None. Upon development of the subject property or redevelopment, the landowner will be responsible for the development costs the same as a developer in a similarly situated area under the ordinances in effect at the time of development or redevelopment. No additional capital improvements are necessary at this time to service the subject property the same as similarly situated properties. When deemed necessary, capital improvement acquisition or construction will occur in accordance with applicable ordinances and regulations and the adopted capital improvement plans of the City, as applicable and amended, which are incorporated herein by reference.

(4) **Term.** If not previously expired, this agreement expires at the end of ten (10) years.

(5) **Property Description.** The legal description of the subject property is as set forth in the

Annexation Ordinance and exhibits attached to the Annexation Ordinance to which this Agreement is attached.

(6) **Binding Effect/Authority.** This Agreement binds and inures to the benefit of the Parties and their respective heirs, successors, and permitted assigns. Each Party further warrants that each signatory to this Agreement is legally authorized to bind the respective individual or entity for the purposes established herein.

(7) **Choice of Law.** This Agreement will be construed under the laws of the State of Texas, without regard to choice-of-law rules of any jurisdiction. Venue for any dispute shall lie exclusively in Travis County, Texas.

(8) **Counterparts.** This Agreement may be executed in any number of counterparts with the same effect as if all signatory Parties had signed the same document. All counterparts will be construed together and will constitute one and the same instrument.

(9) **Legal Construction.** If any provision in this Agreement is for any reason found to be unenforceable, to the extent the unenforceability does not destroy the basis of the bargain among the Parties, the unenforceability will not affect any other provision hereof, and this Agreement will be construed as if the unenforceable provision had never been a part of the Agreement. Whenever context requires, the singular will include the plural and neuter include the masculine or feminine gender, and vice versa. Headings in this Agreement are for reference only and are not intended to restrict or define the text of any section. This Agreement will not be construed more or less favorably between the Parties by reason of authorship or origin of language.

(10) **Entire Agreement.** This Agreement contains the entire Agreement between the Parties relating to the rights herein granted and the obligations herein assumed and cannot be varied except by written agreement of the Parties. Any oral representation or modification concerning this instrument shall be of no force and effect except for any subsequent modification in writing, signed by the Party to be charged.

[signature pages follow]

EXECUTED and AGREED to by the Parties this the ___ day of _____, 20__.

ATTEST:

THE CITY OF MANOR, TEXAS

Lluvia T. Almaraz, City Secretary

Dr. Christopher Harvey, Mayor

LANDOWNER(S):

By: _____

Name (print): _____

Title: _____

Date: _____

LANDOWNER(S):

By: _____

Name (print): _____

Title: _____

Date: _____

Subject Property Description

Exhibit "A"

FOREST SURVEYING AND MAPPING CO.
1002 Ash St.
Georgetown, Tx. 78626

DESCRIPTION FOR ENVIRONMENTAL MILL AND SUPPLY INC.

BEING 22.78 acres of the A.C. Caldwell Survey No. 52, Abstract No. 154, in Travis County, Texas; the same property called 22.65 acres as described in a deed to Environmental Mill and Supply, Inc. of record in Vol. 10302, Pg. 548, of the Real Property Records of Travis County, Texas. This tract was surveyed on the ground in July of 2008, under the supervision of William F. Forest, Jr., Registered Professional Land Surveyor No. 1847. Survey note: The bearing basis for this survey is the State Plane Coordinate System, Grid North, Texas Central Zone.

BEGINNING at a capped 1/8 inch iron pin which was set at the present Northeast corner of the said 22.65 acre tract and at the Northwest corner of the Eugene Juby property (31.08 ac. 7889/811). This corner exists at a fence corner in the South line of U.S. Highway 290.

THENCE with the East boundary of the said 22.65 acre property of Environmental Mill and Supply Inc. and the West boundary of Juby, S 28 deg. 27 min. 57 sec. W 363.26 feet to an iron pin found at the lower Northwest corner of the property of the Capital Area Youth Soccer Association (242.07 ac. Doc. 2000012678); continuing with the common boundary between C.A.Y.S.A. and the said 22.65 acres, S 28 deg. 33 min. 12 sec. W 1869.03 feet to an iron pin found at a fence corner.

THENCE with the South line of the said 22.65 acres and the North boundary of Lot 1 of the Unicorn Equestrian Center Subdivision (Doc. 200100239), N 46 deg. 04 min. 22 sec. W 399.65 feet to an iron pin set. This point stands stands (L1) S 81 deg. 53 min. 24 sec. E 5.87 feet from an iron pin found.

THENCE with the West boundary of the said 22.65 acre tract and the East boundary of a property called 22.682 acres as described in a deed to M B and M S Enterprise, Inc. (Doc. 2005187865), N 21 deg. 56 min. 09 sec. E 1792.60 feet to a capped 1/8 inch iron pin set.

THENCE with the South line of U.S. Highway 290, N 88 deg. 14 min. 44 sec. E 685.00 feet to the POINT OF BEGINNING.

STATE OF TEXAS :
 : KNOW ALL MEN BY THESE PRESENTS;
COUNTY OF WILLIAMSON :

I, WM. F. FOREST, JR., do hereby certify that this survey was made on the ground of the property legally described hereon, under my supervision. This description is true and correct to the best of my knowledge and belief. The attached plat identifies any significant boundary line conflicts, shortages in area, apparent protrusions, intrusions or overlapping of improvements. This property abuts a public roadway, except as shown. Ownership and easement information for this tract has not been researched except as shown on the attached plat.

TO CERTIFY WHICH, WITNESS my hand and seal at Georgetown, Texas, this the 16TH day of July of 2008, A.D. File Word: BAHRAMIDS.DOC

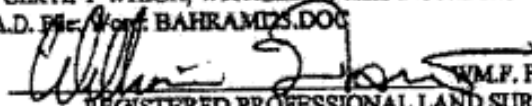

W.M.F. FOREST JR.
REGISTERED PROFESSIONAL LAND SURVEYOR NO. 1847



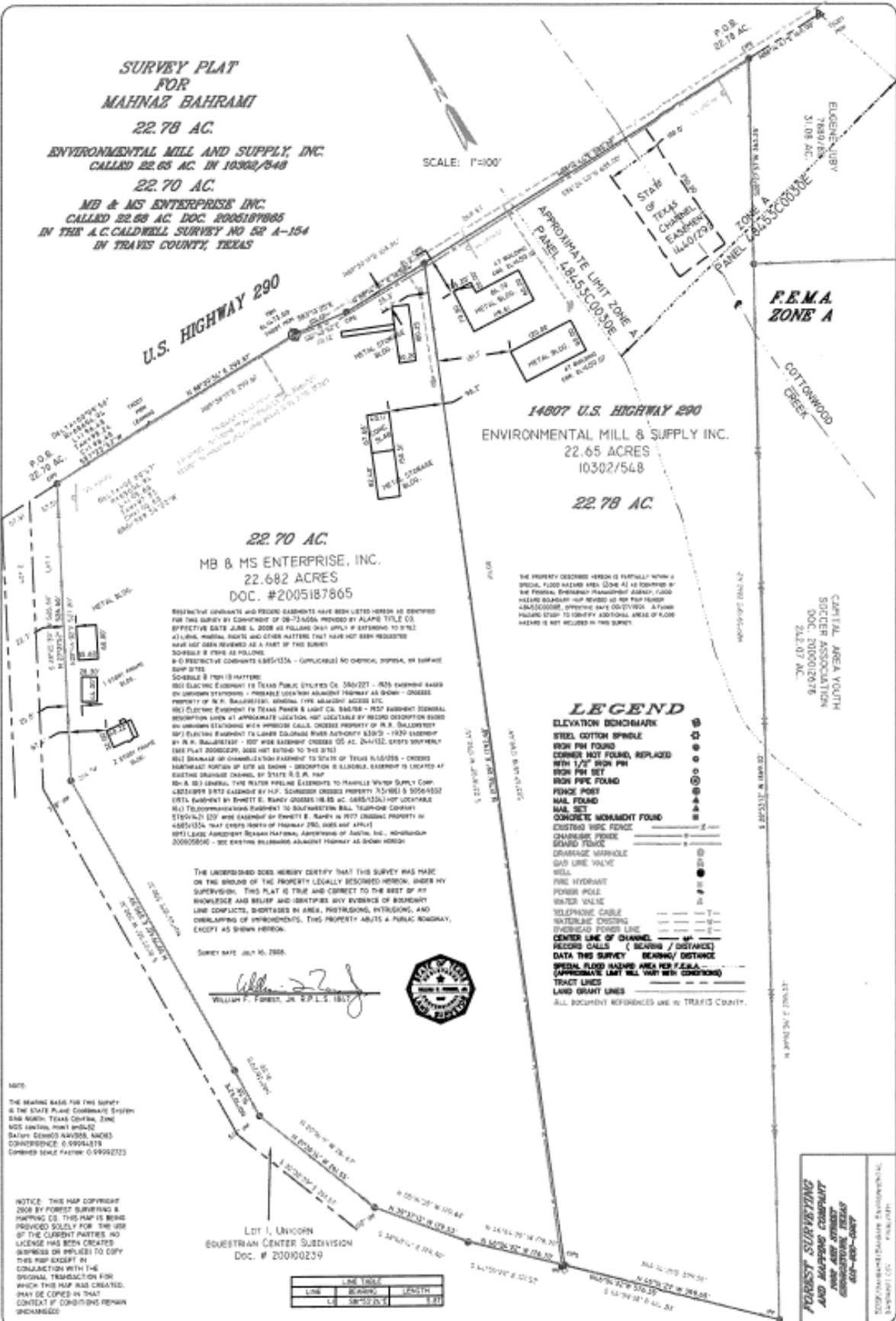
EXHIBIT "A-1"

**SURVEY PLAT
FOR
MAHNAZ BAHRAMI**
22.78 AC.

ENVIRONMENTAL MILL AND SUPPLY, INC.
CALLED 22.65 AC. IN 10302/548

22.70 AC.
MB & MS ENTERPRISE INC.
CALLED 22.68 AC. DOC. 2005187865
IN THE A.C. CALDWELL SURVEY NO 82 A-154
IN TRAVIS COUNTY, TEXAS

SCALE: 1"=100'



**F.E.M.A.
ZONE A**

14807 U.S. HIGHWAY 290
ENVIRONMENTAL MILL & SUPPLY INC.
22.65 ACRES
10302/548
22.78 AC.

22.70 AC.
MB & MS ENTERPRISE, INC.
22.682 ACRES
DOC. #2005187865

RESPECTIVE EASEMENTS AND RECORD EASEMENTS HAVE BEEN LISTED HEREON AS DEFINED FOR THIS SURVEY BY CONVEYMENT OF 08-23-0066 PROVIDED BY ALABAMA TITLE CO. EFFECTIVE DATE JUNE 1, 2008 AS FOLLOWS (ONLY APPLICABLE IF EXTENDING TO THIS PLAT). MINERAL RIGHTS AND OTHER MATTERS THAT HAVE NOT BEEN RECORDED HAVE NOT BEEN REVIEWED AS A PART OF THIS SURVEY.

SCHEMATIC 8 FROM 13 MATTERS:
802 ELECTRIC EASEMENT IN TEXAS PUBLIC UTILITIES CO. 06042071 - 802 EASEMENT GRANT BY UTILITIES COMPANY - PROBABLE LOCATION ALONGSIDE HIGHWAY AS SHOWN - CROSSING PROPERTY OF M.B. BAHRAMI; 803A ELECTRIC EASEMENT IN TEXAS POWER & LIGHT CO. 803A - 803B EASEMENT GENERAL DESCRIPTION LOCATED AT APPROXIMATE LOCATION NOT LOCATED BY RECORD DESCRIPTION EXCEPT BY CONVEYMENT WITH HERETO FORFEIT CROSSING PROPERTY OF M.B. BAHRAMI; 803B EASEMENT IN TEXAS POWER & LIGHT CO. 803B - 803C EASEMENT GENERAL DESCRIPTION LOCATED AT APPROXIMATE LOCATION NOT LOCATED BY RECORD DESCRIPTION EXCEPT BY CONVEYMENT WITH HERETO FORFEIT CROSSING PROPERTY OF M.B. BAHRAMI; 803C EASEMENT IN TEXAS POWER & LIGHT CO. 803C - 803D EASEMENT GENERAL DESCRIPTION LOCATED AT APPROXIMATE LOCATION NOT LOCATED BY RECORD DESCRIPTION EXCEPT BY CONVEYMENT WITH HERETO FORFEIT CROSSING PROPERTY OF M.B. BAHRAMI; 803D EASEMENT IN TEXAS POWER & LIGHT CO. 803D - 803E EASEMENT GENERAL DESCRIPTION LOCATED AT APPROXIMATE LOCATION NOT LOCATED BY RECORD DESCRIPTION EXCEPT BY CONVEYMENT WITH HERETO FORFEIT CROSSING PROPERTY OF M.B. BAHRAMI; 803E EASEMENT IN TEXAS POWER & LIGHT CO. 803E - 803F EASEMENT GENERAL DESCRIPTION LOCATED AT APPROXIMATE LOCATION NOT LOCATED BY RECORD DESCRIPTION EXCEPT BY CONVEYMENT WITH HERETO FORFEIT CROSSING PROPERTY OF M.B. BAHRAMI; 803F EASEMENT IN TEXAS POWER & LIGHT CO. 803F - 803G EASEMENT GENERAL DESCRIPTION LOCATED AT APPROXIMATE LOCATION NOT LOCATED BY RECORD DESCRIPTION EXCEPT BY CONVEYMENT WITH HERETO FORFEIT CROSSING PROPERTY OF M.B. BAHRAMI; 803G EASEMENT IN TEXAS POWER & LIGHT CO. 803G - 803H EASEMENT GENERAL DESCRIPTION LOCATED AT APPROXIMATE LOCATION NOT LOCATED BY RECORD DESCRIPTION EXCEPT BY CONVEYMENT WITH HERETO FORFEIT CROSSING PROPERTY OF M.B. BAHRAMI; 803H EASEMENT IN TEXAS POWER & LIGHT CO. 803H - 803I EASEMENT GENERAL DESCRIPTION LOCATED AT APPROXIMATE LOCATION NOT LOCATED BY RECORD DESCRIPTION EXCEPT BY CONVEYMENT WITH HERETO FORFEIT CROSSING PROPERTY OF M.B. BAHRAMI.

THE UNDERSIGNED DOES HEREBY CERTIFY THAT THIS SURVEY WAS MADE ON THE GROUND OF THE PROPERTY LEGALLY DESCRIBED HEREON, UNDER MY SUPERVISION. THIS PLAT IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF AND IDENTIFIES ANY EVIDENCE OF BOUNDARY LINE CONFLICTS, SHORTAGES IN AREA, FENCING, INTERIORS, AND OTHER DEFICIENCIES OR IMPROVEMENTS. THIS PROPERTY ADJUTS A PUBLIC HIGHWAY, EXCEPT AS SHOWN HEREON.

SURVEY DATE: JULY 10, 2008

William F. Forest, Jr.
WILLIAM F. FOREST, JR. R.P.L.S. 1847



LEGEND

- ELEVATION BENCHMARK
 - STEEL COTTON SPINDLE
 - IRON PIN FOUND
 - CORNER NOT FOUND, REPLACED WITH 1/2" IRON PIN
 - IRON PIN SET
 - IRON PIPE FOUND
 - FENCE POST
 - NAIL FOUND
 - NAIL SET
 - CONCRETE MONUMENT FOUND
 - CRISTED WIRE FENCE
 - CHAINLINK FENCE
 - BOARD FENCE
 - DRAINAGE WASHHOLE
 - GAS LINE VALVE
 - WELL
 - FIRE HYDRANT
 - POWER POLE
 - WATER VALVE
 - TELEPHONE CABLE
 - INTERIOR CROSSING
 - OVERHEAD POWER LINE
 - CENTER LINE OF CHANNEL
 - RECORD CALLS (BEARING / DISTANCE)
 - DATA THIS SURVEY (BEARING / DISTANCE)
 - SPECIAL FLOOD HAZARD AREA PER F.E.M.A. (APPROXIMATE LIMIT REL. VARY WITH CONDITIONS)
 - TRACT LINES
 - LAND GRANT LINES
- ALL DOCUMENT REFERENCES ARE IN TRAVIS COUNTY.

NOTE:
THE BEARING BASIS FOR THIS SURVEY IS THE STATE PLANE COORDINATE SYSTEM BAG NORTH, TEXAS COORD. ZONE. NGS CONTROL POINT PROJECTIONS: DATUM: GEOSID NAVSAR 83, NAD83; COORDINATE: 0.99094819; COMBINED STATE FACTOR: 0.999992223

NOTICE: THIS MAP COPYRIGHT 2008 BY FOREST SURVEYING & MAPPING CO. THIS MAP IS BEING PROVIDED SOLELY FOR THE USE OF THE CURRENT PARTIES. NO LICENSE HAS BEEN CREATED, WARNINGS OR REFUSED TO COPY THIS MAP EXCEPT IN CONNECTION WITH THE ORIGINAL TRANSACTION FOR WHICH THIS MAP WAS CREATED. IT MAY BE COPIED IN THAT CONTEXT IF CONDITIONS REMAIN UNCHANGED.

LINE	BEARING	LENGTH	AREA
L1	S 89° 02' 30" E	1.31	0.11

FOREST SURVEYING AND MAPPING COMPANY
2008/07/10/2008
10302/548-22.78-AC-2008