Return to: Missoula City Clerk 435 Ryman Missoula, MT 59802

## DEVELOPMENT AGREEMENT

[HEH, LLC, Resource Research LTD, Flynn Family Limited Partnership and City of Missoula]

THIS DEVELOPMENT AGREEMENT (the "Agreement") made effective this \_\_\_\_\_\_ day of \_\_\_\_\_\_, 2019, is entered into by and between HEH, LLC, whose address is C/O Hoyt Homes, PO Box 2727, Missoula, MT 59806-2727, Resource Research LTD, whose address is 5612 S Mohawk Dr., Spokane, WA 99206, and Flynn Family Limited Partnership C/O Colleen McKinley, whose address is 4110 E 6<sup>th</sup> Avenue Parkway, Denver, CO 80220 together known as the "Developers" and the City of Missoula, a municipal corporation, organized and existing under and by virtue of the laws of the State of Montana, having an address of 435 Ryman, Missoula, MT 59802 (the "City"). Each is called a "Party" in this Agreement, and collectively are called "Parties."

WHEREAS, the Developers are owner and/or purchasers of certain real property located in Missoula, Montana attached hereto as Exhibit A (the Subject Property); and

WHEREAS, the Developers request a Growth Policy Amendment on the "Subject Property" revising the land use designation from Residential Medium, 3 – 11 dwelling units per acre to Neighborhood Mixed Use in combination with a Rezone on the Subject Property from Hellgate Special District to B2-1 Community Business, a standard Title 20 zoning district; and

WHEREAS, the Developers have a Master Site Development Plan (the "Master Plan") for the Subject Property attached hereto as Exhibit B, and the Master Plan is a conceptual diagram of the road grid network and parkland/common area proposed on the subject property, with the final development plan established by City Council approval of subdivisions on the Subject Property; and

WHEREAS, the Master Plan includes dedication of the road right-of-way to the public by subdividing the land through subdivisions that will be reviewed and approved by the Missoula City Council; and

WHEREAS, the Master Plan includes the construction of Mary Jane Boulevard and O'Leary Street, classified as Collector roads, through the Subject Property meeting City Subdivision standards for road improvements for Urban Collector roadways; and whose construction may be funded through a BUILD Grant or a combination of City and Developer funds, and

WHEREAS, the Master Plan includes the construction of a road grid network of local streets through the Subject Property and connecting to existing streets to the north and east meeting City Subdivision standards for road improvements for Local Residential roadways; and WHEREAS, the Master Plan limits commercial uses to Neighborhood Business Uses only, in conformance with B1 District standards, and further limits the location of Neighborhood Business Uses to a location either side of Mary Jane Boulevard within five hundred (500) feet of Mullan Road; and WHEREAS, the density of the residential development is limited in the Master Plan by distinct area classifications:

- a. Area A: fourteen (14) dwelling units per acre with a maximum building height of 35 feet; and,
- b. Area B: twenty-one (21) dwelling units per acre or density calculated as 2,000 square feet of parcel area per dwelling unit on the Subject Property, and with a maximum building height of 40 feet, which is the maximum allowed in the B2-1 Community Business zoning district.

The total density on the Subject Property is less than half the density allowed for lands zoned B2-1 Community Business (43 dwelling units per acre or 1,000 square feet per dwelling unit); and

WHEREAS, the Master Plan limits the multi-dwelling buildings to a maximum of sixteen (16) units per multi-dwelling structure, and limits attached townhouses to no more than eight (8) attached dwelling units per structure on the Subject Property; and

WHEREAS, the realization of the Master Plan requires the Growth Policy Amendment and Rezone to B2-1 in order for the Subject Property to include a mix of neighborhood business and varying residential densities and all residential building types; and

WHEREAS, the City has adopted policies that promote compact development with mixed-use and greater density along major transportation/transit corridors provided the development enhances connectivity and extends a multi-modal transportation system accessible for all citizens; and

WHEREAS, the City acknowledges that Mary Jane Boulevard and O'Leary Street have been planned as Urban Collector roadways appropriate to serve the mixed-use and dense compact development supported by the Neighborhood Mixed Use land use designation in the Our Missoula City Growth Policy 2035 and the B2-1 Community Business Title 20 zoning district; and

WHEREAS, the City, through adopted policies and goals desires to ensure the orderly development of the Subject Property and adopted the Title 20 zoning ordinance with the express purpose to protect and promote the public health, safety and general welfare of the community; and

WHEREAS, the Developers own or propose to own all the Subject Property and state that they have the right to obligate themselves and any associated entity purchasing parcels of the Subject Property shown in Exhibit A attached hereto, to the requirements, standards and restrictions in this Agreement;

NOW, THEREFORE, in consideration of the foregoing recitals contained herein, the Developers and the City agree and declare that the Subject Property shall be subject to the following standards and restrictions and this Agreement shall be binding upon all parties having or acquiring any right, title or interest in the Subject Property and shall be binding upon each successor in interest of all portions of the Subject Property:

1. Development shall occur on the Subject Property in substantial compliance with the Master Plan shown in Exhibit B, attached hereto. The Developers shall apply for subdivision(s) in compliance with the roadways and lots shown on the Master Plan and the subdivision(s) shall be subject to review and approval of the Missoula City Council. In the event the Developers proposed

- development does not substantially comply with the Master Plan, as determined by the City Development Services Director, the Developers shall seek an amendment to this Agreement and the Master Plan pursuant to section 11 below.
- 2. Unless changes are required pursuant to the City's subdivision regulations or City Council direction during subdivision review, the Developers shall construct the road grid network shown on the Master Plan and connecting to existing streets to the north and east. All roads shall be right-of-way dedicated to the public, meeting City Subdivision standards for road improvements based on the functional classification and daily traffic volumes per Table 3-020.2A in the City Subdivision regulations unless variances are granted through the subdivision review process.
- 3. The Developers shall construct Mary Jane Boulevard and O'Leary Street through the Subject Property meeting City Subdivision standards for road improvements for Urban Collector roadways. The City may contribute funding for the construction of Mary Jane Boulevard and O'Leary Street if it receives BUILD Grant funds, and may also contribute Impact Fees to the construction, but does not commit to any particular funding level as part of this Agreement.
- 4. Non-residential uses are limited to Neighborhood Business Uses only, in conformance with Title 20, B1 zoning district standards and further limits the location on the Subject Property to parcels adjacent to Mary Jane Boulevard and within five hundred (500) feet of Mullan Road.
- 5. The density of the residential development is limited in the Master Plan by distinct area classifications:
  - a. Area A: fourteen (14) dwelling units per acre with a maximum building height of 35 feet; and
  - b. Area B: twenty-on (21) dwelling units per acre or density calculated as 2,000 square feet of parcel area per dwelling unit on the Subject Property, and with a maximum building height of 40 feet, which is the maximum allowed in the B2-1 Community Business zoning district.
- 6. Multi-dwelling buildings, as defined in Title 20 Section 20.100.010, with more than six (6) units per structure are limited to locations classified as Area B on the Master Plan and each multi-dwelling building shall have no more than sixteen (16) dwelling units.
- 7. Multi-dwelling buildings, as defined in Title 20 Section 20.100.010, are limited to no more than six (6) units per structure in locations classified as Area A on the Master Plan.
- 8. Townhouse structures, as defined in Title 20 Section 20.100.010, shall have no more than eight (8) dwelling units attached per structure on the Subject Property.
- 9. Developers shall comply with all applicable subdivision regulations, construction standards and specifications, and state and local laws that govern the development of the Subject Property.
- 10. <u>Effective Date:</u> This Agreement will be in force and effect on the date signed by the Mayor of the City and by the Developers.
- 11. <u>Amendment</u>: No part of this Agreement may be amended or deleted without prior written consent of the Missoula City Council and the Developers, or their successors and assigns.
- 12. <u>Attorneys' Fees</u>. In the event suit is brought for the enforcement of this Agreement or as a result of an alleged default, each Party shall pay their own attorney fees.
- 13. <u>Governing Law</u>. The law governing the interpretation or enforcement of the terms and conditions of the Agreement shall be the laws of the State of Montana.

- 14. <u>Severability</u>. If a part of this Agreement is invalid, all valid parts that are severable from the invalid part remain in effect. If a part of this Agreement is invalid in one or more of its applications, the part remains in effect in all valid applications that are severable from the invalid applications.
- 15. <u>Entire Agreement</u>. This Agreement constitutes the entire agreement between the Parties with respect to the subject matter of this Agreement and supersedes all prior agreements and understandings, both oral and written, between the Parties with respect to the subject matter of this Agreement.
- 16. <u>Drafting of Agreement</u>. Both Parties have participated in the drafting of this Agreement and have been represented by their own counsel.
- 17. Counterparts. This Agreement may be executed and delivered in counterparts, each of which shall be deemed to be a duplicate original hereof, but all of which shall constitute one and the same document. Signatures transmitted electronically shall be treated and accepted as original signatures. The parties agree to communicate regarding this Agreement by electronic means as allowed by the Montana Uniform Electronic Transactions Act, Mont. Code Ann. § 30-18-101, et seq. After this Agreement is executed, any written document made under this Agreement may be created in original or may be an electronic record; any signature may be in original, or by electronic signature.

IN WITNESS WHEREOF, the Parties have hereunto set their hands and seals on the day and year in this certificate written below.

[Signature pages follow.]

HEH, LLC:		
By: Wade Hoyt		
STATE OF MONTANA	)	
County of Missoula	: ss. )	
This instrument was acknowledged before me on Wade Hoyt.		, 2019 by
	Notary Signature:	
	Notary Public for the State of	Montana
(NOTARIAL SEAL)		

Resource Research, LTD:		
D D 111		
By: Rod Hoover		
STATE OF MONTANA	)	
	: SS.	
County of Missoula	)	
This instrument was Rod Hoover.	acknowledged before me on	, 2019 by
	Notary Signature:	
	Notary Public for the State of N	Montana
(NOTARIAL SEAL)		

Flynn Family Limited Partr	nership:	
By: Colleen McKin	ley	
STATE OF MONTANA	)	
County of Missoula	: ss. )	
This instrument was acknowledged before me onColleen McKinley.		, 2019 by
	Notary Signature:Notary Public for the Sta	
(NOTARIAL SEAL)		

FOR the City	
City of Missoula	
APPROVED:	
John Engen, Mayor	Date:
ATTEST:	
Marty Rehbein, City Clerk	Date:
Approved as to form:	
	Date:
Jim Nugent, City Attorney	

## Exhibit A

[End of Exhibit A]



## Exhibit B

[End of Exhibit B]

