NOTICE OF PUBLIC HEARINGS ON A PROPOSED STRATEGIC PARTNERSHIP AGREEMENT BETWEEN THE CITY OF SAN ANTONIO AND SAPPHIRE GROVE SPECIAL IMPROVEMENT DISTRICT

The Board of Directors of the Sapphire Grove Special Improvement District (District) will conduct a public hearing on a proposed Strategic Partnership Agreement (SPA) between the City of San Antonio (City) and Sapphire Grove Special Improvement District. The territory of the District includes 173 acres of land located in the extraterritorial jurisdiction of the City in Bexar County, Texas, located south of New Sulphur Springs Road and East of Gardner Road. The territory of the District is described by metes and bounds in the Bexar County Commissioner's Court Order Granting Petition for Creation of Improvement District to be Named Sapphire Grove Special Improvement District approved on April 19, 2022.

The two public hearings will be held at the law offices of Davidson, Troilo, Ream & Garza located at 601 NW Loop 410, Suite 100 in San Antonio, Texas. The first public hearing is set to convene on **at 4:00 PM on Wednesday November, 16, 2022**. The purpose of the hearing is to provide an opportunity for interested persons to present testimony or evidence regarding the proposed agreement. Second public hearing will be scheduled later.

Under the proposed SPA, the District would consent to the City's limited purpose annexation of the commercial use areas of the Development for the purpose of imposing and collecting sales and use taxes within such areas effective upon the first plat application in the District identified as commercial. The City agrees that it will not annex or attempt to annex the District property for full purposes until on or after **December 31, 2050**.

Upon full purpose annexation the City would provide police and fire protection services along with other general municipal services. Upon the date of full annexation, the City shall assume all of the District's assets, but the City will not be liable for the District's debt or other obligations pursuant to Section 382.201(a) of the Texas Local Government Code. The SPA contains other provisions, and it would bind each owner and future owner of land included within the territory of the District on the date the SPA becomes effective.

Copies of the proposed SPA (including a metes-and-bounds description of the territory of the District) may be obtained prior to the hearing from the law offices of Davidson, Troilo, Ream & Garza located at 601 NW Loop 410, Suite 100 in San Antonio, Texas.