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DEP RT REC'D FOR LAYTON CITY*

11-063-0013

AGREEMENT FOR DEVELOPMENT OF LAND
BETWEEN LAYTON CITY AND SUMNER G
MARGETTS & COMPANY INC.

**AGREEMENT FOR DEVELOPMENT OF LAND
BETWEEN LAYTON CITY AND SUMNER G MARGETTS & COMPANY INC.**

THIS AGREEMENT for the development of land (herein referred to as this "Agreement") is made and entered into this 2nd day of JUNE, 2016, between LAYTON CITY, a municipal corporation of the State of Utah (herein referred to as "City"), and SUMNER G MARGETTS & COMPANY INC. (herein referred to as "Owner"), with the City and Owner collectively referred to as the "Parties" and separately as "Party".

RECITALS

WHEREAS, in furtherance of the objectives of the Layton City General Plan, City has approved an application for a zone change from R-S (Residential Suburban) to R-1-6 (Single Family Residential), of certain property located at approximately 191 East Phillips Street in Layton City, (hereinafter the "Subject Area"); and

WHEREAS, the Subject Area consists of approximately 2.31 acres and is depicted on Exhibit "A" attached hereto (hereinafter "Exhibit A"); and

WHEREAS, Owner is the owner of the above described property and has presented a proposal for development of the Subject Area to the City, which provides for development in a manner consistent with Layton City's General Plan; and

WHEREAS, Parties desire to enter into this Agreement to provide for the development of the Subject Area, in a manner consistent with the City's General Plan and the intent reflected in that Plan; and

WHEREAS, City has granted R-1-6 zoning approval on the Subject Area, subject to Owner agreeing to certain limitations and undertakings described herein, which Agreement will provide protection to surrounding property values and will enable the City Council to consider the approval of such development at this time; and

WHEREAS, City finds that entering into the Agreement with Owner is in the vital and best interest of the City and health, safety, and welfare of residents.

NOW THEREFORE, each of the Parties hereto, for good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, covenant and agree as follows:

**ARTICLE 1
DEFINITIONS**

The following terms have the meaning and content set forth in this Article I, wherever used in this Agreement:

- 1.1 "Owner's Property" shall mean that property owned by SUMNER G MARGETTS & COMPANY INC.
- 1.2 "City" shall mean Layton City, a body corporate and politic of the State of Utah. The principal office of City is located at 437 North Wasatch Drive, Layton, Utah, 84041.
- 1.3 "Owner" shall mean SUMNER G MARGETTS & COMPANY INC. The principal office for Owner is 2498 Michigan Avenue, Salt Lake City, Utah 84108.
- 1.4 "Owner's Undertakings" shall have the meaning set forth in Article IV.

- 1.5 "Subject Area" shall have the meaning set forth in the Recitals hereto.
- 1.6 "Exhibit A" shall mean the map depicting the location of the Subject Area.

ARTICLE II CONDITIONS PRECEDENT

- 2.1 This Agreement shall not take effect until City has approved this Agreement pursuant to a resolution of the Layton City Council.
- 2.2 Owner agrees to restrict the uses permitted under an R-1-6 zoning designation, to those listed herein.

ARTICLE III CITY'S UNDERTAKINGS

- 3.1 Subject to the satisfaction of the conditions set forth in Article IV, City shall grant final subdivision plat approval of the Subject Area. This approval shall occur upon finding by the Planning Commission and City Council that it is in the best interest of the health, safety and welfare of the citizens of Layton City to grant such an approval at that time.

ARTICLE IV OWNER'S UNDERTAKINGS

Conditional upon City's performance of its undertakings set forth in Article III with regard to subdivision plat approval of the Subject Property and provided Owner has not terminated this Agreement pursuant to Section 7.8, Owner agrees to the following:

- 4.1 Development on the Subject Area shall be limited to the following uses, which shall be properly approved as required under Layton City's Ordinance; specifically, permitted uses allowed under the R-1-6 zoning designation.
- 4.2 Owner agrees to develop a residential subdivision of no more than ~~seven~~^{eight} (8) single family residential lots.
- 4.3 With the development of a subdivision on the Subject Area, Owner agrees to complete all Phillips Street improvements including the installation of standard curb, gutter and sidewalk, and the removal of existing drive approaches on Phillips Street.
- 4.4 Development of a single family residential subdivision on the Subject Area may provide for a public street connection from Phillips Street to 975 South as determined in the plat approval by the Planning Commission and City Council. Said street connection to 975 South shall include the removal and replacement of existing curb, gutter and asphalt to create the thru street connection or a new cul-de-sac.
- 4.5 With the development of a subdivision on the Subject Area, Owner may need to provide for an on-site storm water detention basin to provide detention for a 100 year storm event. Landscaping and maintenance of said detention basin shall be the responsibility of an individual lot owner or by a Home Owners Association (HOA).

ARTICLE V
GENERAL REQUIREMENTS AND RIGHTS OF CITY

- 5.1 Issuance of Permits – Owner. Owner, or its assignee, shall have the sole responsibility for obtaining all necessary building permits in connection with Owner’s Undertakings and shall make application for such permits directly to the Layton City Community and Economic Development Department and other appropriate departments and agencies having authority to issue such permits in connection with the performance of Owner’s Undertakings. City shall not unreasonably withhold or delay the issuance of its permits.
- 5.2 Completion Date. The Owner shall, in good faith, diligently pursue completion of the development.
- 5.3 Access to the Subject Area. For the purpose of assuring compliance with this Agreement, so long as they comply with all safety rules of Owner and its contractor, representatives of City shall have the right to access the Subject Area without charges or fees during the period of performance of Owner’s Undertakings. City shall indemnify, defend and hold Owner harmless from and against all liability, loss, damage, costs or expenses (including attorney’s fees and court costs) arising from or as a result of the death of a person or any accident, injury, loss or damage caused to any person, property or improvements on the Subject Area arising from the negligence or omissions of City, or its agents or employees, in connection with City’s exercise of its rights granted herein.

ARTILCE VI
REMEDIES

- 6.1 Remedies for Breach. In the event of any default or breach of this Agreement or any of its terms or conditions, the defaulting Party or any permitted successor to such Party shall, upon written notice from the other, proceed immediately to cure or remedy such default or breach, and in any event cure or remedy the breach within thirty (30) days after receipt of such notice. In the event that such default or breach cannot reasonably be cured within said thirty (30) day period, the party receiving such notice shall, within such thirty (30) day period, take reasonable steps to commence the cure or remedy of such default or breach, and shall continue diligently thereafter to cure or remedy such default or breach in a timely manner. In case such action is not taken or diligently pursued, the aggrieved Party may institute such proceedings as may be necessary or desirable in its opinion to:
- 6.1.1 Cure or remedy such default or breach, including, but not limited to, proceedings to compel specific performance by the Party in default or breach of its obligations; or
- 6.1.2 Owner agrees not to contest the reversion of the zoning by the City Council to the previous zoning on the property, and hereby holds the City harmless for such reversion of the zoning from R-1-6 to R-S.
- 6.2 Enforced Delay Beyond Parties’ Control. For the purpose of any other provisions of this Agreement, neither City nor Owner, as the case may be, nor any successor in interest, shall be considered in breach or default of its obligations with respect to its construction obligations pursuant to this Agreement, in the event the delay in the performance of such obligations is due to unforeseeable causes beyond its fault or negligence, including, but not restricted to, acts of God or of the public enemy, acts of the government, acts of the

other Party, fires, floods, epidemics, quarantine restrictions, strikes, freight embargos or unusually severe weather, or delays of contractors or subcontractors due to such causes or defaults of contractors or subcontractors. Unforeseeable causes shall not include the financial inability of the Parties to perform under the terms of this Agreement.

- 6.3 Extensions. Either Party may extend, in writing, the time for the other Party's performance of any term, covenant or condition of this Agreement or permit the curing of any default or breach upon such terms and conditions as may be mutually agreeable to the Parties; provided, however that any such extension or permissive curing of any particular default shall not eliminate any other obligations and shall not constitute a waiver with respect to any other term, covenant or condition of this Agreement nor any other default or breach of this Agreement.
- 6.4 Rights of Owner. In the event of a default by Owner's assignee, Owner may elect, in its discretion, to cure the default of such assignee; provided, Owner's cure period shall be extended by thirty (30) days.
- 6.5 Appeals. If the Owner desires to appeal a determination made hereunder by Staff, said appeals shall be to the Planning Commission, whose decision shall be final. If the appeal is regarding the interpretation of this Agreement, the appeal shall be to the City Council with a recommendation from the Planning Commission and Staff.

ARTICLE VII GENERAL PROVISIONS

- 7.1 Successors and Assigns of Owner. This Agreement shall be binding upon Owner and its successors and assigns, and where the term "Owner" is used in this Agreement it shall mean and include the successors and assigns of Owner, except that City shall have no obligation under this Agreement to any successor or assign of Owner not approved by City. Notwithstanding the foregoing, City shall not unreasonably withhold or delay its consent to any assignment or change in ownership (successor or assign of Owner) of the Subject Area. Upon approval of any assignment by City, or in the event Owner assigns all or part of this Agreement to an assignee, Owner shall be relieved from further obligation under that portion of the Agreement for which the assignment was made and approved by City.
- 7.2 Notices. All notices, demands and requests required or permitted to be given under this Agreement (collectively the "Notices") must be in writing and must be delivered personally or by nationally recognized overnight courier or sent by United States certified mail, return receipt requested, postage prepaid and addressed to the Parties at their respective addresses set forth below, and the same shall be effective upon receipt if delivered personally or on the next business day if sent by overnight courier, or three (3) business days after deposit in the mail, if mailed. The initial addresses of the Parties shall be:

To Owner: SUMNER G MARGETTS & COMPANY INC.
2498 Michigan Avenue
Salt Lake City, Utah 84108
Attention: Sumner Stewart
801.560.3420 (C)
801.583.3330 (O)

To City: LAYTON CITY CORPORATION
437 North Wasatch Drive
Layton, Utah 84041
Attention: Alex R. Jensen, City Manager
801.336.3800 (O)
801.336-3811 (F)

Upon at least ten (10) days prior written notice to the other Party, either Party shall have the right to change its address to any other address within the United States of America.

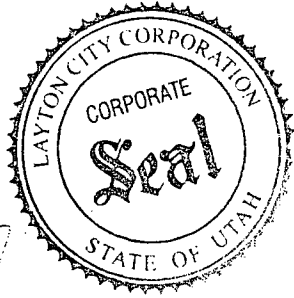
If any Notice is transmitted by facsimile or similar means, the same shall be deemed served or delivered upon confirmation of transmission thereof, provided a copy of such Notice is deposited in regular mail on the same day of such transmission.

- 7.3 Third Party Beneficiaries. Any claims of third party benefits under this Agreement are expressly denied, except with respect to permitted assignees and successors of Owner.
- 7.4 Governing Law. It is mutually understood and agreed that this Agreement shall be governed by the laws of the State of Utah, both as to interpretation and performance. Any action at law, suit in equity, or other judicial proceeding for the enforcement of this Agreement or any provision thereof shall be instituted only in the courts of the State of Utah.
- 7.5 Integration Clause. This document constitutes the entire agreement between the Parties and may not be amended except in writing, signed by the Parties.
- 7.6 Exhibits Incorporated. Each Exhibit attached to and referred to in this Agreement is hereby incorporated by reference as though set forth in full where referred to herein.
- 7.7 Attorneys' Fees. In the event of any action or suit by a Party against the other Party for reasons of any breach of any of the covenants, conditions, agreements or provisions on the part of the other Party arising out of this Agreement, the prevailing Party in such action or suit shall be entitled to have and recover from the other Party all costs and expenses incurred therein, including reasonable attorneys' fees.
- 7.8 Termination. Except as otherwise expressly provided herein, the obligation of the Parties shall terminate upon the satisfaction of the following conditions:
- 7.8.1 With regard to Owner's Undertakings, performance by Owner of Owner's Undertakings as set forth herein.
- 7.8.2 With regard to City's Undertakings, performance by City of City's Undertakings as set forth herein.

Upon either Party's request (or the request of the Owner's assignee), the other Party agrees to enter into a written acknowledgement of the termination of this Agreement, or part thereof, so long as such termination (or partial termination) has occurred.

- 7.9 Recordation. This Agreement shall be recorded upon approval and execution of this agreement by the Owner(s), whose property is affected by the recording and the City.

IN WITNESS WHEREOF, the Parties have caused this Agreement to be executed by their duly authorized representatives effective as of the day and year first above written.



LAYTON CITY CORPORATION

By: [Signature]
ROBERT J STEVENSON, Mayor

ATTEST:

By: [Signature]
THIEDA WELLMAN, City Recorder

Signed By

SUMNER STEWART
Sumner G Margetts & Company Inc.

Subscribed and sworn to me this _____ day of _____, 2016.

Notary Public

My Commission Expires

APPROVED AS TO FORM:

By: [Signature]
For GARY CRANE, City Attorney

EXHIBIT A

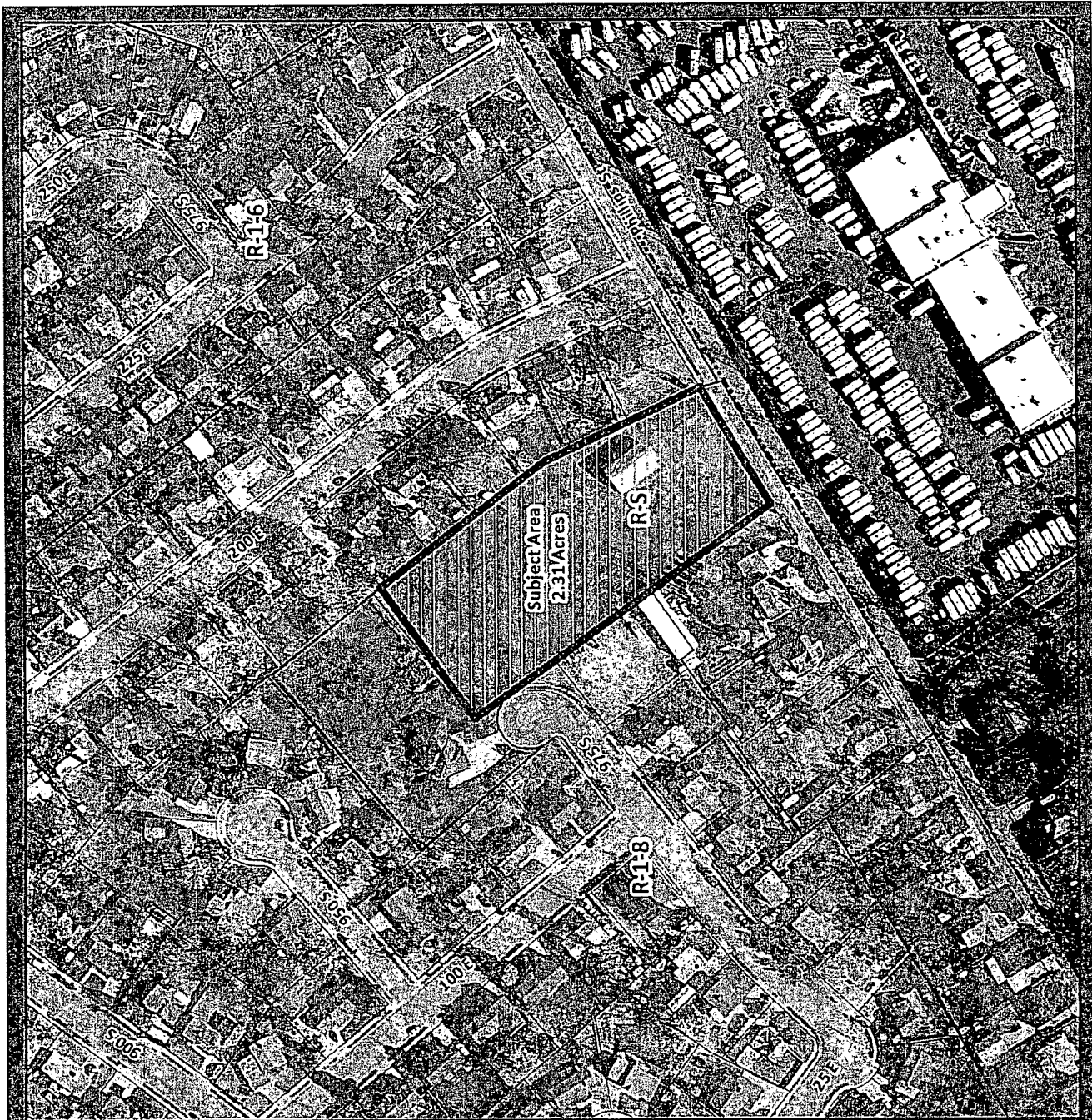


EXHIBIT "A"

**Sumner G Margetts
& Company Inc.**

**Development
Agreement**

**191 East
Phillips Street**

2.31 Acres

- Layton City Boundary
- Highways
- Interstate 15
- Streams
- Lakes
- Rezoning Areas

1 inch = 167 feet

2964575
BK 6596 PG 722

BEG AT A PT ON THE N LINE OF PHILLIPS STR, WH PT IS E 920.7 FT & S 38²⁴' E 733.92 FT & N 58³⁸' E 541.2 FT FR THE NW COR OF S 1/2 OF SW 1/4 SEC 28-T4N-R1W, SLM; THE S 58³⁸' W 181.6 FT; TH N 36⁰⁴' W 473.88 FT; TH N 53⁵⁶' E 208.4 FT TO E BNDRY LINE OF MARGETTS PPTY; TH S 38⁵⁴' E 262.0 FT; TH S 25⁵²' E 231 FT TO POB. CONT. 2.311 ACRES

PARCEL # 11-063-0013