

AGREEMENT AND DECLARATION OF COVENANTS

THIS AGREEMENT is made this ____ day of _____, 20__, by _____, hereinafter called "Grantor," and accepted by TreeFolks, a Texas nonprofit corporation, hereinafter sometimes referred to as "Grantee."

WHEREAS, Grantor is the owner of a tract of land consisting of ____ acres, more or less, located in Travis County, Texas, as more particularly described on Exhibit "A" attached hereto, hereafter referred to as the "Property," and,

WHEREAS, Grantor desires to participate in the Travis County Floodplain Reforestation Program, which is a collaborative effort between TreeFolks, Travis County, the City of Austin, and City Forest Credits of Seattle, Washington, and which is designed to restore riparian areas and thereby enhance air and water quality, provide wildlife habitat, mitigate floods and droughts, and increase the resilience of the ecosystem, and,

WHEREAS, TreeFolks desires to provide trees, planting services, and consultation services to Grantor at no charge, and Grantor desires to allow the planting of such trees on the Property and, as provided herein, commits to allow the trees to remain on the Property for a period of at least twenty-five (25) years, and,

WHEREAS, Grantor desires to transfer to TreeFolks all of Grantor's rights to receive and interest in the carbon credits that will be generated by this reforestation project on the Property and may be issued by City Forest Credits, which credits are expected to be sold by TreeFolks to the City of Austin and used to fund future tree plantings.

NOW, THEREFORE, in consideration of the foregoing and for other good and valuable consideration, the mutual receipt of which is hereby acknowledged, Grantor hereby declares that the Property is and shall be held, transferred, sold, conveyed, and occupied subject to the terms and conditions hereinafter set forth:

1. During the period of time beginning on the date of this Agreement and ending twenty-five (25) years thereafter on the twenty-fifth anniversary of the date of this Agreement, the trees planted on the Property by TreeFolks or its representatives shall not be removed, harvested, or intentionally damaged by Grantor or Grantor's assignees or successors in interest, and such parties will not take any action that would result in damage to or destruction of the trees. If the Landowner cuts, harvests, or damages the trees for any reasons other than those specified in Section 6, or if it defaults for other reasons, it shall compensate TreeFolks in an amount not to exceed \$3,144 per acre of land where trees are cut, harvested, or damaged or where a Tree Project cannot continue.

2. TreeFolks agrees to provide and arrange for the planting of trees on the Property as outlined in Exhibit "A" in areas that are acceptable to Grantor and to TreeFolks, and Grantor agrees to allow the planting of such trees on the Property.

3. Grantor hereby assigns, transfers, and conveys to TreeFolks all of Grantor's interests in and rights to any and all carbon credits that may be issued by City Forest Credits or any other issuer of such credits as a result of the planting of the trees pursuant to this Agreement. Grantor acknowledges that TreeFolks intends to receive such credits and then re-sell the credits to the City of Austin or other buyer of such credits for funds that will be paid to TreeFolks in return for the sale of the credits by TreeFolks.

4. Subject to the foregoing, the terms of this Agreement shall run with the land and shall be binding upon Grantor, Grantor's successors and assigns, and all parties claiming by, through, or under Grantor shall be taken to hold, agree, and covenant with Grantor, its successors and assigns, to conform to and observe the terms and conditions of this Agreement as to the preservation of the trees planted pursuant to this Agreement, and Grantor, its successors and assigns, as well as Grantee, the City of Austin, and their successors and assigns, shall have the

right to enforce this Agreement, including the right to sue for and obtain an injunction prohibitive or mandatory, to prevent the breach of this Agreement, without any showing of special damages.

5. This Agreement shall run with the land until the twenty-fifth anniversary of the date of this Agreement, after which time it shall automatically terminate. This Agreement may not be amended in whole or in part except by written agreement of the Grantor and the Grantee.

6. Nothing herein shall be construed to entitle any party to institute any enforcement proceedings against Grantor for any changes to the Property due to causes beyond Grantor's control, such as changes caused by fire, flood, storm, earthquake, or the unauthorized wrongful acts of third persons. If either party is in default of this agreement, the other party may notify the defaulting party of the specific nature of the default. The defaulting Party has 30 days from the date of notice to correct the default. If the default is not corrected in 30 days, the non-defaulting party may cancel this agreement. Notice of cancellation shall be delivered in writing to the current contact address of the defaulting party.

Signed by the parties to be effective as of the date first stated above.

Grantor:
Signature(s): _____
Printed Name: _____

Grantee: Treefolks, Inc.
Signature(s): _____
Printed Name: _____, Executive Director

ACKNOWLEDGMENTS

This instrument was acknowledged before me on this ____ day of _____, 20__, by _____.

Notary Public, State of _____

This instrument was acknowledged before me on this ____ day of _____, 20__, by _____, the _____ of TreeFolks.

Notary Public, State of _____

EXHIBIT "A"

(insert the legal description of the Property)