



County of Yuba

Community Development & Services Agency

915 8th Street, Suite 123, Marysville, CA 95901

Planning Department

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PLANNING COMMISSION STAFF REPORT

Hearing Date: April 19, 2023

Case Number: DEVELOPMENT AGREEMENT: LUSE 22-0006 (Riverside Meadows)

Request: A request by GHPR Builders, Inc. to extend the terms of their existing Development Agreement with the County of Yuba for a term of 15 years in exchange for community amenities and improvements.

Location: The project is located northeast of the intersection of River Oaks Boulevard and Cimarron Drive in the Plumas Lake Specific Plan and is referred to as Riverside Meadows (TSTM2003-0007).

Applicant: GHPR Builders, Inc.
3202 West March Lane, Suite A
Stockton, CA 95219

Recommendation: Adopt the attached resolution recommending that the Board of Supervisors approve the Development Agreement between the project ownership group and Yuba County.

BACKGROUND:

In 2007, 2009 & 2009 the Yuba County Board of Supervisors took a number of actions to move forward with securing a local match for an anticipated \$138.5 million in Proposition 1E Bond Act funds to enhance flood protection in southern Yuba County. The Proposition 1E funds coupled with the required \$53.3 million local match and funds already expended or obligated were necessary to complete the funding to reconstruct, set back or otherwise improve all of the levees within Reclamation District 784 that provide flood protection to the unincorporated urban areas (Linda, Olivehurst, Arboga, Plumas Lake) of Yuba County to a minimum standard of a 100-year flood event, and a projected 200-year standard.

The developer originally participated in previous levee funding agreements, upon which the County agreed to approve a development agreement with each landowner who previously

executed and provided funding under an agreement for advance funding levee improvements. Developer participated in Development Agreement DA2009-0003. TSTM2003-0007 was originally approved on June 18, 2003 with an expiration date of June 18, 2023 per DA2009-0003, twenty (20) years from the original date of approval of TSTM2003-0007.

DISCUSSION:

In order to strengthen the public planning process, encourage private participation in comprehensive planning, and reduce the economic cost of development, the Legislature of the State of California adopted Section 65864 of the Government Code, authorizing local governments to enter into development agreements with applicants for development projects. The objective of such an agreement is to provide assurances that, upon approval of the project, the applicant may proceed with the project in accord with existing policies, rules, and regulations, subject to the conditions of approval, thus vesting certain development rights in the property.

Yuba County Ordinance Code Section 11.66.010 further states that a development agreement may be appropriate where one or more of the following circumstances exist:

- To facilitate development projects for which there is significant applicant contribution toward infrastructure, public facilities, open space or other amenities, or other programs of benefit to the County and its residents;
- To assure the applicant that upon approval of the subject project, the project may proceed in accordance with existing County policies, rules and regulations in place at the time of Development Agreement approval;
- To encourage private participation in comprehensive planning and provision of public facilities, including, but not limited to, streets, sewerage, transportation, potable water, schools and utilities; and
- To provide a net benefit to the County and its residents not otherwise obtainable through other processes.

In addition Chapter 11.66 requires that a public hearing be held by both the Planning Commission and the Board of Supervisors prior to approval of a development agreement.

A draft of the proposed development agreement is provided in Attachment 2 for the Commission's review (the final documents will be forwarded to the Board of Supervisors for action). It is important to note that the development agreement are still subject to modification until they are adopted by the Board of Supervisors. As a part of the new development agreement, the developer and the County have agreed to the following main points that meet the circumstances in 11.66.010. The following is a summary of the provisions of the proposed agreements:

1. The agreements shall commence on the effective date of the adopting ordinance and shall continue in force for a period of fifteen (15) years from date of the adopted ordinance.
2. During the term of the agreements the Developer's rights shall be vested only as to the entitlements already approved.

3. No moratorium, quotas or other growth limitations will be imposed on the properties being vested by the agreements unless uniformly applied by the County for a health or safety issue.
4. In the agreements the County agrees to make best efforts to process building permits for approved master plans within thirty (30) days.
5. Developer shall construct a bike path along the western portion of Algodon Canal to County-approved standards for the entire length of the eastern boundary of the Riverside Meadows subdivision, subject to additional terms and conditions per LUSE 22-0006 section 2.14(a).
6. Developer shall construct bike path tie-ins at Wabash Court and Truckee Court cul-de-sacs that terminate adjacent to the bike path and that have bike/pedestrian access easements, subject to additional terms and conditions per LUSE 22-0006 section 2.14(b).
7. Developer shall pay Yuba County Public Works Department an in-lieu fee of \$150,000 that Yuba County Public Works will utilize for ongoing maintenance of the drainage ditch as shown on the tentative map as Lot B, subject to additional terms and conditions per DA2003-0001 section 2.14(c).
8. Developer shall pay an in-lieu fee of \$15,000 to the Yuba County Planning Department to cover the costs the Planning Department would have received for processing any new subdivision applications that this agreement no longer would make necessary, subject to additional terms and conditions per LUSE 22-0006 section 2.15.

FISCAL IMPACT:

None.

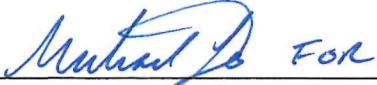
ENVIRONMENTAL DETERMINATION:

The development agreements are exempt from further environmental review pursuant to Section 15182 of the California Environmental Quality Act regarding “Residential Projects Pursuant to a Specific Plan”, due to the fact the development agreements proposed do not alter the maps, the conditions of approval of the maps or the environmental determinations made at the approval of the maps.

Attachments:

1. Resolution
2. Draft Development Agreement

Report Prepared By:



Kevin Perkins
Assistant CDSA Director

**BEFORE THE COUNTY OF YUBA
PLANNING COMMISSION**

RESOLUTION RECOMMENDING THAT THE) RESOLUTION NO.: _____
BOARD OF SUPERVISORS APPROVE THE)
DEVELOPMENT AGREEMENT BETWEEN)
GHPR BUILDERS, INC, A CALIFORNIA)
CORPORATION AND THE COUNTY OF YUBA)

WHEREAS, GHPR Builders, Inc. a California Corporation has requested approval of a Development Agreement for the areas identified on **‘EXHIBIT A’**, incorporated by reference, located within the Plumas Lake Specific Plan; and

WHEREAS, the Development Agreement (File Ref: LUSE-22-0006) is a request to secure vested rights to develop portions of the Plumas Lake Specific Plan over a fifteen-year period; and

WHEREAS, an exemption in accordance with Section 15182 of the California Environmental Quality Act Guidelines have been prepared for the project. This exemption is due to the fact the development agreement proposed does not alter the map, the conditions of approval of the map or the environmental determinations made at the approval of the map; and

WHEREAS, the Community Development & Services Agency of the County of Yuba has provided due notice of a public hearing before this Commission for the consideration of the proposed project in accordance with Government Code Sections 65090 and 65091; and

WHEREAS, the documents and other materials constituting the administrative record of the proceedings upon which the Planning Commission’s decision is based are located at the Yuba County Government Center offices at 915 8th Street, Marysville, CA 95901, and that the custodian of the records is the Yuba County Planning Department.

NOW, THEREFORE, BE IT RESOLVED, after due deliberation, study, and public hearing the following circumstances exist:

1. The foregoing recitals are true and correct.
2. The Planning Commission finds that the Development Agreement will provide clear and substantial benefits to the County and its residents.
3. The Planning Commission finds that the Development Agreement complies with applicable policies and regulations set forth in the Zoning Ordinance, other County ordinances, the General Plan and any other applicable community or specific plan, and the Improvement Standards.
4. The Planning Commission finds that the Development Agreement complies with the

requirements of California Government Code Sections 65864 et seq.

5. The Planning Commission finds that the Development Agreement will promote the public health, safety and welfare, and will not be detrimental to or cause adverse effects to the residents, property, or improvements in the vicinity of the subject project.
6. The Planning Commission finds that the Development Agreement will be compatible with the uses allowed in, and the regulations that apply to, the zone in which the subject property is located.
7. The Planning Commission finds that the Development Agreement will not cause adverse effects to the orderly development of property or the preservation of property values in the county.
8. The Planning Commission finds that the Development Agreement will further important countywide goals and policies that have been officially recognized by the Board of Supervisors.
9. The Planning Commission finds that the Development Agreement will provide the county with important, tangible benefits beyond those that may be required by the County through project conditions of approval
10. The Planning Commission recommends that the Yuba County Board of Supervisors approve the Development Agreement between GHPR Builders Inc., a California Corporation and the County (File Ref: LUSE-22-0006).

PASSED AND ADOPTED at a special meeting of the Planning Commission of the County of Yuba, State of California, on the 19th day of April 2023, by the following vote.

AYES:

NOES:

ABSENT:

ABSTAIN:

CHAIRMAN

Yuba County Planning Commission

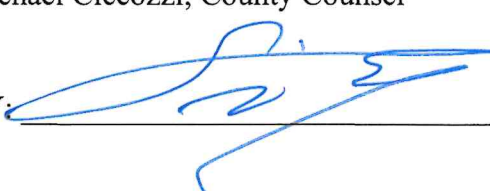
ATTEST:

Planning Commission Secretary

APPROVED AS TO FORM:

Michael Ciccozzi, County Counsel

BY:  _____

BY:  _____

**RECORDING REQUESTED BY
AND WHEN RECORDED, MAIL TO:**

Clerk of the Board
County of Yuba
915 8th St. Suite 109
Marysville, CA 95901

Space above for Recorders Use Only

**DEVELOPMENT AGREEMENT
BY AND BETWEEN
THE COUNTY OF YUBA AND
GHPR BUILDERS, INC. A CALIFORNIA CORPORATION

RELATIVE TO THE DEVELOPMENT KNOWN AS
RIVERSIDE MEADOWS**

This document, including exhibits, totals _____ pages.

REFERENCE SHEET

Project: Riverside Meadows – TSTM2003-0007

Developer: GHPR Builders, Inc. a California Corporation

Developer's Address for Purpose of Written Notice:

3202 West March Lane, Suite A
Stockton, CA 95219

Landowner:

Same as above.

Term:

The Term of the Development Agreement, as provided for in section 1.8 is fifteen (15) years, which begins (30) days after the Board of Supervisors enacts the Adopting Ordinance (noted below).

Entitlements:

As referred to in Recital 5 shall mean Tract Map 2003-0007 (previously approved).

CEQA document:

This project is located within the Plumas Lake Specific Plan area. A Final Environmental Impact Report for the Plumas Lake Specific Plan was adopted by the Yuba County Board of Supervisors on September 21, 1993 (State Clearinghouse No. 92072070). A residential project that is consistent with a specific plan is exempt from further environmental review (Section 15182 of the CEQA Guidelines).

Adopting Ordinance:

As referred to in Section 1.3 (a), shall mean Ordinance No. _____ enacted by the Board of Supervisors on _____, 20__.

Exhibits which are attached to this Development Agreement are as follows:

- A. Legal Description of Subject Property
- B. Assumption Agreement
- C. Sample Notice of Termination

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THIS DEVELOPMENT AGREEMENT ("Agreement") is made by and between the COUNTY OF YUBA, a political subdivision of the State of California ("County"), and GHPR Builders, Inc. a California Corporation ("Developer") pursuant to the authority of Article 2.5, Chapter 4, Division 1, Title 7 (§ 65864 et seq. of the Government Code) relating to Development Agreements.

RECITALS

1. In order to strengthen the public land use planning process, to encourage private participation in the process, to reduce the economic risk of development and to reduce the waste of resources, the Legislature adopted the Development Agreement Law (Gov. Code, § 65864 et seq.)

2. The Development Agreement Law permits cities and counties to contract with private interests for their mutual benefit in a manner not otherwise available to the contracting parties. Such agreements, as authorized by the Development Agreement Law and by common law, assure property developers that they may proceed with their projects with the assurance that approvals granted by public agencies will not change during the period of development. Cities and counties are equally assured that costly infrastructure such as roads, sewers, fire protection facilities, etc., will be available in a timely manner.

3. The parties have, in good faith, negotiated the terms hereinafter set forth which carry out the legislative purpose set forth above and will assure the parties to this Agreement of mutually desirable development in a manner consistent with the CEQA document, the Entitlements, and this Agreement.

4. Developer owns in fee the Subject Property commonly referred to as **Riverside Meadows** and more particularly described on **Exhibit A** hereto, located in the County.

5. County, in response to Developer's application(s), after public hearings and extensive environmental analysis, has granted approval of the Entitlements, as set forth on the Reference Sheet.

6. In support of the various Entitlements described in paragraph 5 above, and in accord with the California Environmental Quality Act ("CEQA") and State and County guidelines, County has accepted and ratified a CEQA document, as set forth in the Reference Sheet.

7. Development of the Subject Property pursuant to the terms and conditions of the Entitlements, the General Plan and appropriate environmental determinations will provide for orderly growth and development consistent with the County's General Plan and other development policies and programs.

8. The Planning Commission considered this Agreement, and recommended its adoption to the Board of Supervisors.

9. Having duly considered this Agreement and having held the noticed public hearings, County finds and declares that the provisions of this Agreement are consistent with the maps and text of the County's General Plan.

NOW, THEREFORE, the parties hereto agree as follows:

ARTICLE 1

GENERAL PROVISIONS

Section 1.1. The Project. The Project is defined as set forth on the Reference Sheet.

Section 1.2. Subject Property. The Subject Property is more specifically described in **Exhibit A**, which is incorporated herein and made part of this Agreement.

Section 1.3. Definitions. As used in the Agreement, the following terms, phrases and words shall have the meanings and be interpreted as set forth in this Section.

(a) **Adopting Ordinance** means the ordinance which approves this Agreement as required by Government Code section 65867.5.

(b) **Applicable Laws** means the General Plan, Specific Plan (if applicable), County Laws, rules, ordinances, regulations, and official policies governing the processing of entitlements, the permitted uses of the Subject Property, the density or intensity of use, the rate and timing of development, design, improvements, reservation or dedication of land for public improvements, fees, exactions, construction and building setbacks, occupancy and specifications applicable to the Subject Property in effect on the Effective Date of this Agreement.

(c) **Assumption Agreement** means an agreement substantially conforming to the model assumption agreement described in **Exhibit B**, or other agreement in a form approved by the County Counsel, executed by a Landowner with the Developer, expressly assuming various obligations relating to the development of the Project, or portion thereof.

(d) **CEQA** means the California Environmental Quality Act section 21000 et seq., of the Public Resources Code of the State of California.

(e) **Completed Lots** shall mean any single-family residence, any other residential dwelling unit(s), or any non-residential building, and the lot or parcel upon which such residence or building is located, when it has been approved by the County for occupancy.

(f) **County** means the County Board of Supervisors for the County of Yuba, or its designee.

(g) **County Laws** means ordinances, resolutions, rules, regulations, policies, motions, directives, mitigation measures, conditions, standards, specifications, dedications, fees, taxes (including without limitation general, special and excise taxes), assessments, liens, other exactions and impositions, and any other actions having the force of law, that are enacted or adopted by County, or by its electorate through the initiative or referendum process.

(h) **Current Fees** means those County development impact fees in effect as of the Effective Date, which may be implemented in future years consistent with the resolutions or ordinances adopted prior to the Effective Date, as specified in Section 1.3(k) and any permitted adjustments and increases therein adopted as of the Effective Date, including but not limited to the County Public Facilities Fee as defined in the Yuba County Ordinance Code and PLSP/NASA Road Improvement Fees, as amended by Resolution 2014-48.

(i) **Developer** shall mean that person or entity or assignee that has applied for this Development Agreement as defined on the Reference Sheet.

(j) **Director** means the Community Development Director for the County, or his/her designee.

(k) **Effective Date** means the effective date of the Adopting Ordinance.

(l) **Entitlements** shall mean those approvals listed on the Reference Sheet of this Agreement, approved copies of which are on file with the Board of Supervisors.

(m) **General Plan** means the General Plan of the County, including the text and maps, as may have been amended in connection with the Project.

(n) **Landowner** is a party who has acquired any portion of the Subject Property from the Developer who, unless otherwise released as provided in this Agreement, shall be subject to the applicable provisions of this Agreement.

(o) **New Fees** means those fees adopted by the County after the Effective Date. New Fees shall not include permitted adjustments or increases in Current Fees (Section 1.3(h) above).

(p) **Planning Commission** shall mean the County's Planning Commission.

(q) **Reserved Powers** shall mean those powers explicitly reserved to the County by this Agreement.

(r) **Subject Property** means the property described in Section 1.2, or the remaining portions thereof after releases from the provisions of this Agreement have been executed as authorized by this Agreement.

Section 1.4. Exhibits. Exhibits to this Agreement are as follows:

Exhibit A	Legal Description of Subject Property
Exhibit B	Assumption Agreement
Exhibit C	Sample Notice of Termination

Section 1.5. Incorporation of Recitals. Recitals 1 through 9 are incorporated herein, including all exhibits referred to in the Recitals. In the event of inconsistency between the Recitals and the provisions of Articles 1 through 5, the provisions of Articles 1 through 5 shall prevail.

Section 1.6. Parties to Agreement. The parties to this Agreement are:

(a) **The County of Yuba.** A political subdivision of the State of California exercising general governmental functions and powers. The principal office of the County is located at 915 8th Street, Marysville, California 95901.

(b) **Developer.** GHPR Builders, Inc. a California Corporation

(c) **Landowner.** From time to time, as provided in this Agreement, Developer may sell or otherwise lawfully dispose of a portion of the Subject Property to a Landowner who, unless otherwise released, shall be subject to the applicable provisions of this Agreement related to such portion of the Subject Property.

Section 1.7. Project is a Private Undertaking. It is agreed among the parties that the Project is a private development and that the County has no interest therein except as authorized in the exercise of its governmental functions.

Section 1.8. Term of Agreement. This Agreement shall commence upon the Effective Date of the Adopting Ordinance approving this Agreement and shall continue in force for the period shown on the Reference Sheet under "Term." Upon the expiration of the Term as provided for in this section, this Agreement shall automatically terminate and be of no further force and effect; provided however, such termination shall not affect the rights or duties arising from the entitlements for the Subject Property which were approved prior to, concurrently with, or subsequent to the approval of this Agreement.

Section 1.9. Assignment and Assumption.

(a) Developer shall have the right to sell, assign, or transfer this Agreement with all the rights, title and interests therein to any person, firm or corporation who qualifies as a Landowner at any time during the term of this Agreement.

(b) The conditions and covenants set forth in this Agreement and incorporated herein shall run with the land and the benefits and burdens shall bind and inure to the benefit of the parties. Developer shall provide County with a copy of the Assumption Agreement. Express written assumption by such purchaser, assignee or transferee, to the satisfaction of the County Council, of the obligations and other terms and conditions of this Agreement with respect to the Subject Property or such portion thereof sold, assigned or transferred, shall relieve the Developer selling, assigning or transferring such interest of such obligations so expressly assumed. Any such assumption of Developer's obligations under this Agreement shall be deemed to be to the satisfaction of the County Council if executed in the form of the Assumption Agreement attached hereto as **Exhibit B** and incorporated herein by this reference, or such other form as shall be approved by the County Council.

(c) No assignment shall be valid until assignee has provided written evidence, in a form acceptable to County Council.

Section 1.10. Covenants Running with the Land. Each and every purchaser, assignee or transferee of an interest in the Subject Property, or any portion thereof, shall be obligated and bound by the terms and conditions of this Agreement, and shall be the beneficiary thereof and a party thereto, but only with respect to the Subject Property, or such portion thereof, sold, assigned or transferred to it. Any such purchaser, assignee or transferee shall observe and fully perform all of the duties and obligations of a Developer contained in this Agreement, as such duties and obligations pertain to the portion of the Subject Property sold, assigned or transferred to it. Provided however, notwithstanding anything to the contrary above, if any such sale, assignment or transfer relates to a completed residential unit or non-residential building which has been approved by the County for occupancy, this Agreement shall automatically terminate with respect to the Completed Lot. The termination of this Agreement for any Completed Lot shall not be construed to terminate or modify any assessment district or Mello-Roos community facilities district lien affecting such Completed Lot at the time of termination. Upon the request of a Developer, County shall execute such documents as are reasonably requested to remove this Agreement from the public records as it affects each Completed Lot. The County may charge a reasonable fee to process this request.

Section 1.11. Amendment to Agreement (Developer and County). This Agreement may be amended by mutual consent of the parties in writing, in accordance with the provisions of Government Code section 65868, provided that any amendment which relates to the term, permitted uses, density, intensity of use, height and size of proposed buildings, or provisions for reservation and dedication of land shall require a noticed public hearing before the parties may execute an amendment. Unless otherwise provided by law, all other amendments may be approved without a noticed public hearing.

Any amendment entered into between the County and the Developer shall require the signature of each owner of any portion of the Subject Property to the extent the amendment modifies this Agreement as to that other owner's property.

Section 1.12. Amendment to Agreement (Landowner and County). This Agreement may also be amended, subject to the provisions of Government Code section 65868, between a Landowner who has acquired a portion of the Subject Property from Developer and County as to the portions of the Subject Property then owned by Landowner.

Any amendment entered into between the County and a Landowner shall require the signature of each Landowner of any portion of the Subject Property or the Developer to the extent the amendment modifies the Agreement as to that Landowner's or the Developer's property.

Section 1.13. Releases. Developer, and any subsequent Landowner, shall be deemed released from all further obligations relating to the sold, assigned, or transferred property, upon the date that the Clerk of the Board receives a copy of the Assumption Agreement provided for in Section 1.9.

Section 1.14. Notices. Notices, demands, correspondence, and other communication to County and Developer shall be deemed given if dispatched by prepaid first-class mail to the principal offices of the parties as designated for the County in Section 1.6(a) and on the Reference Sheet for the Developer. Notice to the County shall be to the attention of both the County Administrator and the Director. Notices to subsequent Landowners shall be required to be given by the County only for those Landowners who have given the County written notice of their address for such notices. The parties hereto may, from time to time, advise the other of new addresses for such notices, demands or correspondence.

Section 1.15. Reimbursement for Agreement Expense of County. Developer agrees to reimburse County for reasonable and actual expenses over and above fees paid by Developer as an applicant for a pro-rata share of the cost of the preparation of the form of this Agreement, in addition to costs specifically incurred by the County for the preparation of this Agreement, including publishing fees and reasonable staff and consultant costs not otherwise included within application fees then due and payable to the County. Developer shall also pay any and all installments of property tax then due for the Subject Property. Developer agrees to reimburse the County within thirty (30) days after recordation of this Agreement.

Section 1.16. Recordation of Agreement. The Clerk of the Board shall cause a copy of this Agreement to be recorded with the County Recorder not later than ten (10) days after execution of this Agreement by the County and Developer.

Section 1.17. Applicable Law. This Agreement shall be construed and enforced in accordance with the laws of the State of California.

Section 1.18. Invalidity of Agreement/Severability. If this Agreement in its entirety is determined by a court to be invalid or unenforceable, this Agreement shall automatically terminate as of the date of final entry of judgment. If any provision of this Agreement shall be determined by a court to be invalid and unenforceable, or if any provision of this Agreement is rendered invalid or unenforceable according to the terms of any federal or state statute, which became effective after the Effective Date, the remaining provisions shall continue in full force and effect.

Section 1.19. Third Party Legal Challenge. In the event any legal action or special proceeding is commenced by any person or entity other than a party or a Landowner, challenging this Agreement, the Entitlements or any approval subsequently granted by the County for the development of the Subject Property, the parties and any Landowner agree to cooperate with each other in good faith. County may elect to tender the defense of any lawsuit filed by a third person or entity to Developer and/or Landowner(s) (to the extent the litigation, in part or in whole, seeks to overturn or invalidate this Agreement, the Entitlements or any subsequent approval granted for the Subject Property held by or granted to Developer and/or Landowner), and, in such event, Developer and/or such Landowner(s) shall indemnify, hold the County harmless from and defend the County from all costs and expenses incurred in the defense of such lawsuit, including, but not limited to, damages, attorneys' fees and expenses of litigation awarded to the prevailing party or parties in such litigation. For purposes of this section only, "County" shall include all employees, consultants and agents acting on behalf of the County. Neither party shall settle any such lawsuit without the consent of the other party. The County may elect to participate in the litigation, in which case the Developer and/or Landowner agree to reimburse the County for its litigation costs and fees, including the retention of outside legal counsel and all staff costs. It is the intent of the parties that the County's participation not result in unnecessary duplication of legal services, but rather that the County's active involvement in the litigation be limited to supervising the preparation of the administrative record or discovery as applicable, monitoring of litigation, and responsive pleadings regarding issues which, in the sole opinion of the County, involve broader County concerns than those immediately affecting the Landowner and/or Developer. Upon written demand of the County, Developer and/or Landowner shall deposit with the County such sums as may be specified by the County as its estimated litigation costs and fees for the following thirty (30) day period. Both parties shall act in good faith, and shall not unreasonably withhold consent to settle. In the event that the County elects to settle a claim, and Developer refuses to also settle, County at its sole option, may require Developer to post security in a form and amount reasonably acceptable to the County, for the performance of Developer's duties under this section to indemnify, hold harmless, and defend. If the Developer, within thirty (30) days of receiving written notice from County, fails to post this security, the Developer shall settle the claim on terms as previously approved by the County. This provision shall survive the termination of this Agreement.

Section 1.20. Priority of Enactment. In the event of conflict between the Development Agreement, the Entitlements and the County Laws, the parties agree that the following sequence of approvals establishes the relative priority of approvals, each approval superior to the approvals listed thereafter: (1) the Development Agreement; (2) the Entitlements; and (3) the County Laws. In the event of a conflict between two or more of the foregoing documents, the language of that document which is superior in priority as provided above shall govern.

ARTICLE 2

PROJECT DEVELOPMENT

Section 2.1. Vested Right. During the Term of and subject to the terms of this Agreement, the Developer's rights shall be vested only as to the Entitlements. "Vested" shall mean that except as to express limitations and reservations contained in this Agreement, Developer has a fully vested right to develop the Subject Property in accordance with the terms and conditions of this Agreement and the Entitlements, and Developer's Entitlements shall not be subject to changes in Applicable Laws. To the extent that any changes in the Applicable Laws are in conflict with Developer's vested rights secured by this Agreement, the vested rights shall prevail. Notwithstanding the foregoing, Developer may elect, in its sole discretion, to comply with or receive the benefits of changes in Applicable Laws by providing notice to the County of said election. If the Developer seeks any additional entitlements, approvals, or permits in the implementation of the Project, the County's consideration of such subsequent entitlements, approvals, and permits shall be in accordance with Applicable Laws. Upon approval of such subsequent entitlements, approvals, or permits, such subsequent entitlements, approvals, or permits shall also be considered vested. This section shall not be construed to limit the authority or obligation of the County to hold necessary public hearings, or to limit the discretion of the County or any of its officers or officials with regard to rules, regulations, ordinances, laws and entitlements, which require the exercise of discretion by the County or any of its officers or officials in accordance with the Applicable Laws, or exercise those reserved powers as set forth in Section 2.9.

Section 2.2. No Moratorium. Except as otherwise provided by the terms and conditions of this Agreement or the Entitlements, no ordinance, resolution, rule, regulation or policy of County shall be applied, imposed or enacted by County, by resolution, ordinance, initiative or otherwise, which in any way relates to the rate, timing or sequencing of the development or use of the Property, or any improvements related thereto, including without limitation, any no-growth or slow-growth moratoriums or annual development allocations, quotas or limitations, or in any way conflicts with the permitted uses, density and intensity of uses, maximum building height and size set forth in the Entitlements; provided, however, Developer shall be subject to any such growth limitation ordinance, resolution, rule, regulation or policy which is adopted on a uniformly applied, County-wide basis and directly concerns a public health or safety issue, in which case County shall treat Developer in a uniform, equitable and

proportionate manner with all properties which are zoned consistent with Developer's zoning set forth in the Entitlements."

Section 2.3. Permitted Uses and Development Standards. The permitted uses and development standards shall be those as set forth in and permitted by the Entitlements, including County zoning, Applicable Laws, subdivision and land development standards as of the Effective Date.

Section 2.4. Application, Processing and Inspection Fees. Application fees, processing fees, and inspection fees that are revised during the term of this Agreement shall apply to the development pursuant to this Agreement, provided that such revised fees apply generally to similar private projects or works within the County.

Section 2.5. Impact Fees.

(a) Developer shall be subject to the current development impact fees at the time that development occurs. The Development may have prepaid certain impact fees. It is noted that prepaid fees will run with the land.

Section 2.6. Deferral of Countywide Capital Facilities Fees. The County agrees that all countywide capital facility and development impact fees, including road fees, otherwise paid by Developer at the issuance of building permit, shall instead be deferred and **paid at** the time of final inspection made prior to occupancy. The amount of the fees will be based on the rates in effect at the time of issuance of building permit.

Section 2.7. Processing of Building Permits and Plot Plans by County.

(a) **Building Permits.** The County shall make best efforts to process and approve within **thirty** (30) days all building permits for approved master plans requested by Developer, provided that the Developer submits to the County all required materials, including building and plot plans, and pay all required submittal fees at the time of submission. No building permits issued to Developer shall expire prior to eighteen (18) months from the date issued, and all such building permits shall be automatically extended for a further twelve (12) month period.

(b) **Plot Plans.** The County shall make best efforts to process and approve within thirty (30) days all plot plans submitted by Developer, provided that a request for a revised floor plan or elevation shall (i) be submitted at least thirty (30) days prior to the first inspection, and (ii) include changes that are based upon an approved master plan. Any revised submittal which results in an increase in square footage shall be accompanied by any required payment for the difference between the amount previously paid and the amount now due based upon the increase in square footage. Any revised submittal which results in a decrease in square footage shall not be entitled to a refund of fees.

Section 2.8. Life of Tentative Maps. The life of any tentative map or parcel map approved as of the Effective Date is extended for the Term of this Agreement or the duration of such entitlement approval according to law, whichever occurs later, as provided in Government Code sections 66452.6(a) and 65863.9. In the event that this Agreement is terminated for any reason, any extension to a tentative subdivision map or parcel map provided by this Agreement shall automatically expire.

Section 2.9. Reserved Powers. Notwithstanding any other provision of this Agreement, and without limitation as to any other requirements or exceptions contained in this Agreement, the County retains the authority to take the following actions and apply the same to the Subject Property:

(a) The authority of the Board of Supervisors to adopt regulations to protect the County and its citizens from an immediate and significant adverse risk to health and safety. This shall include, but not be limited to, lack of sufficient sewer and/or water facilities, but not school facilities.

(b) Adopt new or amended building codes (as may be amended by the County), including, but not limited to, the Uniform Building Code, Uniform Fire Code, Uniform Mechanical Code, Uniform Plumbing Code, National Electrical Code, Uniform Housing Code, and Uniform Sign Code, that generally apply equally to all buildings, structures, and real property in the County.

(c) Adopt land use regulations, ordinances, policies, programs, resolutions or fees generally applicable to similar development projects adopted or undertaken by County in order to comply with state or federal laws, or regulations, provided that in the event that such state or federal laws or regulations prevent or preclude compliance with one or more provisions of this Agreement, such provision or provisions shall be modified or suspended as may be necessary to comply with such state or federal laws or regulations.

(d) Adopt County land use regulations, ordinances, policies, programs or resolutions after the Effective Date, which are in conflict with the Applicable Laws, but the application of which to the development of the Subject Property has been consented to in writing by the Developer and/or the applicable Landowner by later separate document, which consent Developer and/or Landowner may withhold in their sole and exclusive discretion.

Section 2.10. Obligation and Rights of Mortgage Lenders. The holder of any mortgage, deed of trust or other security instrument with respect to the Subject Property, or any portion thereof, shall not be obligated under this Agreement to construct or complete improvements or to guarantee such construction or completion, but, in the event said holder takes title to the Subject Property through foreclosure of a mortgage or a deed of trust, or deed-in-lieu of such foreclosure, said holder shall be bound by all of the terms and conditions of this Agreement which pertain to the Subject Property or such portion thereof in which it holds an interest. Any such holder who comes into possession of the

Subject Property, or any portion thereof, pursuant to a foreclosure of a mortgage or a deed of trust, or deed in lieu of such foreclosure, shall take the Subject Property, or such portion thereof, subject to any pro rata claims for payments or charges against the Subject Property, or such portion thereof, which accrue prior and subsequent to the time such holder comes into possession. Nothing in this Agreement shall be deemed or construed to permit or authorize any such holder to devote the Subject Property, or any portion thereof, to any uses, or to construct any improvements thereon, other than those uses and improvements provided for or authorized by this Agreement, subject to all of the terms and conditions of this Agreement.

Upon foreclosure or deed-in-lieu thereof, a lender has no obligation to pay any amounts related to the Subject Property unless said lender or successor-in-interest elects to use the Entitlements to develop the Subject Property.

Section 2.11 Tolling and Extension During Legal Challenge or Moratoria.

(a) If this Agreement, any of the Entitlements or any subsequent entitlements, approvals or permits required to implement the Entitlements (such as any required fill permit) are subjected to legal challenge by a third party, other than Developer, and Developer cannot or elects not to proceed with development of the Subject Property during such litigation, the Term of this Agreement and timing for obligations imposed pursuant to this Agreement shall, upon written request of Developer to County, be extended and tolled during such litigation until the entry of final order or judgment upholding this Agreement, the Entitlements, subsequent entitlements, approvals and/or other permits required to implement the Entitlements, or the litigation is dismissed by stipulation of the parties.

(b) If this Agreement, any of the Entitlements or any subsequent entitlements, approvals or permits required to implement the Entitlements are subjected to moratoria, and Developer cannot or elects not to proceed with the development of the Subject Property during such moratoria, the Term of this Agreement and timing for obligations imposed pursuant to this Agreement shall, upon written request of Developer to County, be extended and tolled during such moratoria. Moratoria shall be defined as restrictions, moratorium or de facto moratoria on approval or recordation of final maps, issuance of building permits, final inspections or certificates of occupancy, or approval or issuance of other such entitlements or permits, at the time of the transfer which would limit the reasonable ability to construct in a similar fashion a development project previously approved by the County

Section 2.12 Timing of Construction and Completion. Notwithstanding any provision of this Agreement to the contrary, there is no requirement that Developer initiate or complete development of the Subject Property or any particular phase of development of the Subject Property within any particular period of time, and County shall not impose such a requirement on any subsequent approval. The parties acknowledge that Developer cannot at this time predict when, or the rate at which or the order in which, phases will be developed. Such decisions depend upon numerous factors

that are not within Developer's control, such as market orientation and demand, interest rates, competition, and other similar factors. In light of the foregoing, the parties agree that Developer shall be able to develop in accordance with Developer's own time schedule as such schedule may exist from time to time, for whatever reason, and that Developer shall determine the order in which portions of the Subject Property shall be developed. Without limiting of any of the foregoing, the parties specifically desire to avoid the consequences of the holding of the California Supreme Court in *Pardee Construction Co. v. County of Camarillo* (1984) 37 Cal.3d 465, which held that the failure of the parties therein to consider and expressly provide for the timing of development resulted in a later-adopted initiative restricting the timing of development to prevail over such parties' agreement; consequently, the parties agree that Developer shall have the right to develop the Subject Property in such order and at such rate and at such times as Developer deems appropriate within the exercise of its subjective business judgment. Nothing in this Section 2.12 shall exempt Developer from completing work required by a subdivision agreement, road improvement agreement or similar agreement in accordance with the terms thereof.

Section 2.13 Property Tax. Developer shall pay all installments of property tax applicable to the Subject Property, prior to such installments becoming delinquent, when due.

Section 2.14 Subdivision Improvements. Subdivision improvements on the Property shall be completed consistent with the approved Improvement Plans subject to the further modifications listed below.

(a) **Bike Path Improvements.** Developer shall construct a bike path along the western portion of Algodon Canal to County-approved standards for the entire length of the eastern boundary of the Riverside Meadows subdivision. The developer shall purchase and dedicate to Yuba County all required bike path right-of way within two years of the execution of this agreement. Construction of the bike path shall commence within one year of the bike path right of way purchase, and shall be completed within One (1) year thereafter. If the developer, upon reasonable negotiations, is unable to acquire bike path right of way from willing sellers for fair market value as determined by a professional appraisal, Yuba County agrees to utilize Eminent Domain proceedings to acquire needed right of way and the Developer agrees to reimburse Yuba County for all time and expenses related to the Eminent Domain proceedings. The cost of the real property and construction of the bike path improvements shall satisfy all of the Developer's parkland dedication requirements. In the event acquisitions of the real property is unsuccessful, Developer shall be relieved from all Bike Path Improvements, and subject to parkland dedication requirements. Yuba County shall not withhold necessary approvals, reviews or permits required for the development of the subdivision, in the event the developer desires to develop before acquisition is successful.

(b) **Bike Path Tie-Ins.** Developer shall construct bike path tie-ins at Wabash Court and Truckee Court cul-de-sacs that terminate adjacent to the

bike path and that have bike/pedestrian access easements. Such bike path tie-ins shall be constructed by developer on Wabash Court as specified in Sections 2.14a. Bike Path tie-in construction at Truckee Court shall occur when the property is developed as part of subdivision improvements.

(c) On-Site Drainage Maintenance. Developer shall pay Yuba County Public Works Department an in-lieu fee of \$150,000 that Yuba County Public Works will utilize for ongoing maintenance of the drainage ditch as shown on the tentative map as Lot B. that runs through the Riverside Meadows subdivision. The drainage maintenance in-lieu fee shall relieve the Developer of any future maintenance or improvement obligations of said drainage ditch parcel. Payment of the in-lieu fee, the dedication and acceptance of the remaining drainage ditch parcel as shown on the tentative map as Lot B shall be concurrent, and shall occur on or before six (6) months after the Effective Date, or concurrent with the approved Grant Deed recording.

Section 2.15 Processing Fees. Developer shall pay an in-lieu fee of \$ 15,000 to the Yuba County Planning Department to cover the costs the Planning Department would have received for processing any new subdivision applications that this agreement no longer would make necessary. This in-lieu fee also includes all cost and fees associated with such Annual Review as specified in Section 3.2 and payment of the in-lieu fee shall be made on or before sixty (60) days after the Effective Date.

ARTICLE 3

DEFAULT

Section 3.1. General Provisions. Subject to extensions of time by mutual consent in writing, failure or delay by either party or Landowner not released from this Agreement to perform any term or provision of this Agreement, shall constitute a default. In the event of alleged default or breach of any terms or conditions of this Agreement, the party alleging such default or breach shall give the other party or Landowner not less than sixty (60) days notice in writing specifying the nature of the alleged default and the manner in which said default may be cured. During any such sixty (60) day period, the party or Landowner charged shall not be considered in default for purposes of termination or institution of legal proceedings.

After notice and expiration of the sixty (60) day period, if such default has not been cured or is not being diligently cured in the manner set forth in the notice, the other party or Landowner to this Agreement may, at his/her option, institute legal proceedings pursuant to this Agreement or give notice of his/her intent to terminate this Agreement pursuant to California Government Code section 65868 and any regulations of the County implementing said Government Code section. Following notice of intent to terminate, or prior to instituting legal proceedings, the matter shall be scheduled for consideration and review in the manner set forth in Government Code sections 65865,

65867, and 65868 and County regulations implementing said sections by the County within thirty (30) calendar days.

Following consideration of the evidence presented in said review before the County and an additional 30-day period to cure, either party alleging the default by the other party or Landowner may institute legal proceedings or may give written notice of termination of this Agreement to the other party; provided, however, a Landowner may only give such notice with respect to such portion of the Subject Property in which Landowner owns an interest.

Section 3.2. Annual Review. The County shall, at least every twelve (12) months during the term of this Agreement, review the extent of good faith substantial compliance by Developer and Landowner with the terms of this Agreement. Such periodic review by the Director, unless referred to the Planning Commission or the County Board of Supervisors shall be limited in scope to compliance with the terms of this Agreement pursuant to California Government Code section 65865.1. Each said review shall be completed within sixty (60) days of the first meeting of the Planning Commission and the County Board of Supervisors, respectively, at which such review is undertaken, unless said period is extended by mutual consent of the County and Developer. Failure to complete said review within the prescribed period shall be deemed a finding of good faith substantial compliance. Notice of such annual review shall include the statement that any review, the result of which the local agency finds and determines on the basis of substantial evidence, that the Developer has not complied in good faith with the terms or conditions of the Development Agreement, may result in amendment or termination of this Agreement in accordance with Government Code section 65865.1. The Developer shall not be charge or pay any fees associated with such annual review.

The County shall deposit in the mail or email to Developer and/or Landowner a copy of all staff reports and, to the extent practical, related exhibits concerning contract performance at least seven (7) days prior to such periodic review. Developer or Landowner shall be entitled to appeal a determination of the Director to the Commission and then to the Board of Supervisors. Any appeal must be filed within ten (10) days of developer notification of the decision of the Director, or the Commission, as the case may be. Developer or Landowner shall be permitted an opportunity to be heard orally and/or in writing regarding its performance under this Agreement before the Commission, Board of Supervisors, and/or Director, as the case may be.

Section 3.3. Developer Default Limited to Property/Entity; Separate Obligations of Owners. Except as specified herein in Section 3.1, no default hereunder in performance of a covenant or obligation with respect to a particular portion of the Subject Property shall constitute a default applicable to any other portion of the Subject Property, and any remedy arising by reason of such default shall be applicable solely to the portion of Subject Property where the default has occurred.

Section 3.4. Cumulative Remedies of Parties/Waiver of Right to Damages.

In addition to any other rights or remedies, the County, Developer and any Landowner may institute legal or equitable proceedings to cure, correct or remedy any default, to specifically enforce any covenant or agreement herein, to enjoin any threatened or attempted violation of the provisions of this Agreement.

ARTICLE 4

TERMINATION

Section 4.1. Termination Upon Completion of Development.

This Agreement shall terminate upon the expiration of the Term as defined on the Reference Sheet or when the Subject Property has been fully developed and all of Developer's obligations in connection therewith are satisfied. Upon termination of this Agreement, the County shall record a notice of such termination in a manner substantially similar to the form attached hereto as **Exhibit C**. This Agreement shall automatically terminate and be of no further force or effect as to Completed Lots.

Section 4.2. Effect of Termination on Developer Obligations.

Termination of this Agreement as to Developer of the Subject Property or any portion thereof shall not affect any of Developer's obligations to comply with the County General Plan and the terms and conditions of any applicable zoning, or subdivision map or other land use entitlements approved with respect to the Subject Property or any other development requirements specified in this Agreement to continue after the termination of this Agreement. Termination shall not affect any independent obligations to pay assessments, liens, or taxes.

Section 4.3. Effect of Termination on County.

Upon any termination of this Agreement, as provided for under the terms and conditions of this Agreement, as to Developer of the Subject Property, or any portion thereof, the entitlements, conditions of development, limitations on fees and all other terms and conditions of this Agreement shall no longer be vested hereby with respect to the Subject Property affected by such termination (provided vesting of entitlements, conditions or fees applicable to the Subject Property shall be governed by planning and zoning law) and the County shall no longer be limited, by this Agreement, to make any changes or modifications to such entitlements, conditions or fees applicable to such property.

ARTICLE 5

STANDARD TERMS AND CONDITIONS

Section 5.1. Venue.

Venue for all legal proceedings shall be in the Superior Court for the County of Yuba.

Section 5.2. Waiver. A waiver by any party of any breach of any term, covenant or condition herein contained or a waiver of any right or remedy of such party available hereunder at law or in equity shall not be deemed to be a waiver of any subsequent breach of the same or any other term, covenant or condition herein contained or of any continued or subsequent right to the same right or remedy. No party shall be deemed to have made any such waiver unless it is in writing and signed by the party so waiving.

Section 5.3. Completeness of Instrument. This Agreement, together with its specific references and attachments, constitutes all of the agreements, understandings, representations, conditions, warranties and covenants made by and between the parties hereto. Unless set forth herein, neither party shall be liable for any representations made express or implied.

Section 5.4. Supersedes Prior Agreements. It is the intention of the parties hereto that this Agreement shall supersede any prior agreements, representations or agreements, written or oral, between the parties hereto relating to the adoption of the Development Agreement.

Section 5.5. Captions. The captions of this Agreement are for convenience in reference only and the words contained therein shall in no way be held to explain, modify, amplify or aid in the interpretation, construction or meaning of the provisions of this Agreement.

Section 5.6. Number and Gender. In this Agreement, the neuter gender includes the feminine and masculine, and the singular includes the plural, the word “person” includes corporations, partnerships, firms or associations, wherever the context so requires.

Section 5.7. Mandatory and Permissive. “Shall” and “will” and “agrees” are mandatory. “May” is permissive.

Section 5.8. Term Includes Extensions. All references to the term of this Agreement or the Agreement Term shall include any extensions of such term.

Section 5.9. Successors and Assigns. All representations, covenants and warranties specifically set forth in this Agreement, by or on behalf of, or for the benefit of any or all of the parties hereto, shall be binding upon and inure to the benefit of such party, its successors and assigns.

Section 5.10. Modification. No modification or waiver of any provisions of this Agreement or its attachments shall be effective unless such waiver or modification is in writing, signed by all parties, and then shall be effective only for the period and on the condition, and for the specific instance for which given.

Section 5.11. Counterparts. This Agreement may be executed simultaneously and in several counterparts, each of which shall be deemed an original, but which together shall constitute one and the same instrument.

Section 5.12. Other Documents. The parties agree that they shall cooperate in good faith to accomplish the object of this Agreement and to that end, agree to execute and deliver such other and further instruments and documents as may be necessary and convenient to the fulfillment of these purposes.

Section 5.13. Partial Invalidity. If any term, covenant, condition or provision of this Agreement is held by a court of competent jurisdiction to be invalid, void or unenforceable, the remainder of the provision and/or provisions shall remain in full force and effect and shall in no way be affected, impaired or invalidated.

Section 5.14. Controlling Law. The validity, interpretation and performance of this Agreement shall be controlled by and construed under the laws of the State of California.

Section 5.15. Time Is of the Essence. Time is of the essence in this Agreement and each covenant and term a condition herein.

Section 5.16. Authority. All parties to this Agreement warrant and represent that they have the power and authority to enter into this Agreement in the names, titles and capacities herein stated and on behalf of any entities, persons, estates or firms represented or purported to be represented by such entity(s), person(s), estate(s) or firm(s) and that all formal requirements necessary or required by any state and/or federal law in order to enter into this Agreement have been fully complied with. Further, by entering into this Agreement, neither party hereto shall have breached the terms or conditions of any other contract or agreement to which such party is obligated, which such breach would have a material effect hereon.

Section 5.17. Document Preparation. This Agreement will not be construed against the party preparing it, but will be construed as if prepared by all parties.

Section 5.18. Advice of Legal Counsel. Each party acknowledges that it has reviewed this Agreement with its own legal counsel, and based upon the advice of that counsel has freely entered into this Agreement.

Section 5.19. Estoppel Certificate. Within thirty (30) days following any written request which either party may make from time to time, and upon payment of a fee to the County to reimburse the County for its reasonable expenses associated herewith, the other party to this Agreement shall execute and deliver to the requesting party a statement certifying that:

(a) This Agreement is unmodified and in full force and effect, or if there have been modifications hereto, that this Agreement is in full force and effect as modified and stating the date and nature of such modifications; and

(b) There are not current uncured defaults under this Agreement or specifying the date, nature of any default and manner of cure.

This certificate may be executed by the Director.

Section 5.20. Attorney's Fees and Costs. If any action at law or in equity, including an action for declaratory relief, is brought to enforce or interpret provisions of this Agreement, the prevailing party shall be entitled to reasonable attorneys' fees and costs, which may be set by the Court in the same action or in a separate action brought for that purpose, in addition to any other relief to which such party may be entitled.

Section 5.21. Consent/Subordination. Unless waived in writing by the County Counsel, Developer shall furnish proof satisfactory to the County, prior to approval of the Agreement that all persons possessing a legal interest in the property have consented to the recording of this Agreement. The County shall have no duty to subordinate its interest in this Agreement.

Section 5.22. Calculation of Time Periods. All calculation of time periods shall be based upon calendar days unless a different intent is clearly stated.

[SIGNATURES ON FOLLOWING PAGE]

IN WITNESS WHEREOF, this Agreement was executed by the parties thereto on the dates set forth in the Preamble.

COUNTY:

COUNTY OF YUBA,

a political subdivision of the State of California

By: _____

Name: _____

Title: _____

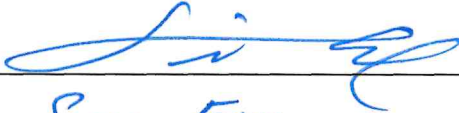
ATTEST:

By: _____

Name: _____

Title: County Clerk

APPROVED AS TO FORM:

By: _____ 

Name: Sims Ely

DEPUTY
Title: County Counsel

DEVELOPER: GHPR Builders, Inc.

By: _____

Name: Patrick H. Matthews

Title: President _____

APPROVED AS TO FORM:

By: _____

Name: _____

Title: Counsel

LIST OF EXHIBITS

- Exhibit A** Legal Description of Subject Property
- Exhibit B** Assumption Agreement
- Exhibit C** Sample Notice of Termination

EXHIBIT A

SUBJECT PROPERTY

APN 022-100-001

LOT 7, AS SHOWN UPON THAT CERTAIN MAP ENTITLED "TRACT MAP NO. 2003-0007, RIVERSIDE MEADOWS LARGE LOT MAP" ON FILE IN THE OFFICE OF THE COUNTY RECORDER OF THE COUNTY OF YUBA, STATE OF CALIFORNIA, IN BOOK 77 OF MAPS, PAGE 44.

EXCEPTING THEREFROM, ANY PORTION LYING WITHIN THAT CERTAIN MAP ENTITLED "TRACT MAP NO. 2004-20 OF RIVERSIDE MEADOWS VILLAGE 2" FILED IN THE OFFICE OF THE RECORDER OF THE COUNTY OF YUBA, STATE OF CALIFORNIA, ON JANUARY 26, 2005 IN BOOK 80 OF MAPS, PAGE 37.

ALSO EXCEPTING THEREFROM ALL OIL, GAS AND OTHER HYDROCARBONS AND MINERALS NOW OR AT ANY TIME HEREAFTER SITUATE THEREIN AND UNDER, AS RESERVED IN DEEDS RECORDED JANUARY 31, 1974 IN BOOK 568, YUBA COUNTY OFFICIAL RECORDS, AT PAGES 687, 691 AND 694.

APN -022-100-002

LOT 6, AS SHOWN UPON THAT CERTAIN MAP ENTITLED "TRACT MAP NO. 2003-0007, RIVERSIDE MEADOWS LARGE LOT MAP" ON FILE IN THE OFFICE OF THE COUNTY RECORDER OF THE COUNTY OF YUBA, STATE OF CALIFORNIA, IN BOOK 77 OF MAPS, PAGE 44.

EXCEPTING THEREFROM, ANY PORTION LYING WITHIN THAT CERTAIN MAP ENTITLED "TRACT MAP NO. 2004-20 OF RIVERSIDE MEADOWS VILLAGE 2" FILED IN THE OFFICE OF THE RECORDER OF THE COUNTY OF YUBA, STATE OF CALIFORNIA, ON JANUARY 26, 2005 IN BOOK 80 OF MAPS, PAGE 37.

ALSO EXCEPTING THEREFROM ALL OIL, GAS AND OTHER HYDROCARBONS AND MINERALS NOW OR AT ANY TIME HEREAFTER SITUATE THEREIN AND UNDER, AS RESERVED IN DEEDS RECORDED JANUARY 31, 1974 IN BOOK 568, YUBA COUNTY OFFICIAL RECORDS, AT PAGES 687, 691 AND 694.

EXHIBIT B

ASSIGNMENT AND ASSUMPTION AGREEMENT

THIS ASSIGNMENT AND ASSUMPTION AGREEMENT (hereinafter "this Agreement") is entered into this _____ day of _____, 200__, by and between _____ (hereinafter "Owner") and _____, (hereinafter "Assignee").

RECITALS

A. On _____, 202__, the County of Yuba and Owner entered into that certain agreement entitled "Development Agreement," approved by Ordinance _____ (hereinafter "Agreement"), relative to the development known as the _____ (hereinafter "Subject Property").

B. Owner entered into a purchase and sale agreement whereby all or a portion of the Subject Property will be sold to Assignee, which Subject Property is identified and described in **Exhibit A**, attached hereto and incorporated herein by this reference (hereinafter the "Assigned Parcel(s)").

C. Owner desires to assign all of its interests, rights and obligations under the Agreement with respect to the Assigned Parcel(s).

D. Assignee desires to assume all Owner's rights and obligations under the Agreement with respect to the Assigned Parcel(s).

NOW, THEREFORE, Owner and Assignee hereby agree as follows:

1. Owner hereby assigns effective as of Owner's conveyance of the Assigned Parcel(s) to Assignee, all of the rights, interest, burdens and obligations of Owner under the Agreement with respect to the Assigned Parcel(s). Owner retains all the rights, interest, burdens and obligations under the Agreement with respect to all other property within the Subject Property owned thereby.

2. Assignee hereby assumes all of the burdens and obligations of Owner under the Agreement, and agrees to observe and fully perform all of the duties and obligations of Owner under the Agreement, and to be subject to all the terms and conditions thereof, with respect to the Assigned Parcel(s), it being the express intention of both Owner and Assignee that, upon the execution of this Agreement and conveyance of the Assigned Parcel(s) to Assignee, Assignee shall become substituted for Owner as the "Developer" under the Agreement with respect to the Assigned Parcel(s).

3. All of the covenants, terms, and conditions set forth herein shall be binding upon and shall inure to the benefit of the parties hereto and their respective heirs, successors and assigns.

IN WITNESS HEREOF, the parties hereto have executed this Agreement as of the day and year first above written.

ASSIGNOR / OWNER

By: _____

Name: _____

Title: _____

ASSIGNEE

By: _____

Name: _____

Title: _____

EXHIBIT C

NOTICE OF TERMINATION

THIS NOTICE OF TERMINATION (hereinafter "this Notice") is given this _____ day of _____, 202__, by the County of Yuba (hereinafter "County") for the benefit of _____, (hereinafter "Owner").

1. On _____, 202__, the County of Yuba and _____ entered into that certain agreement entitled "Development Agreement," approved by Ordinance _____ (hereinafter "Agreement"), relative to the development known as the _____ (hereinafter "Subject Property").

2. Owner has fully performed all its duties with respect to that portion of the Subject Property, which portion of the Subject Property is identified and described in **Exhibit A**, attached hereto and incorporated herein by this reference (hereinafter the "Released Property").

3. Pursuant to Section 4.1 of the Development Agreement, the Development Agreement is no longer in effect with respect to the Released Property.

COUNTY OF YUBA

By: _____

Name: _____

Title: _____

[NOTE: SIGNATURE MUST BE NOTARIZED]