# SUBMITTAL TO THE BOARD OF SUPERVISORS COUNTY OF RIVERSIDE, STATE OF CALIFORNIA

820



FROM: County Counsel

November 24, 2010

**SUBJECT:** Agreement for Funding the Acquisition of Property for Inclusion in the Conservation Area Between Western Riverside County Regional Conservation Authority and the County of Riverside (Wilhelm Property)

**RECOMMENDED MOTION:** That the Board of Supervisors:

- 1. Approve the Agreement for Funding the Acquisition of Property for Inclusion in the Conservation Area and the County of Riverside (Wilhelm Property); and
- 2. Authorize the Chairman of the Board to Execute said agreement.

**BACKGROUND:** On October 19, 2010, the Board of Supervisors approved Resolution 2010-295, Notice of Intention to Purchase Real Property in the Unincorporated Area of Hemet, California. On today's agenda, the Board will also be considering approval of a Purchase and Sale Agreement between the County and the Wilhelm Family Trust, LP.

perween the Cor	unty and the wilhelm Family	Trust, LP.				
Continued on Page 2		Karin	Watts Baz			
		Karin Watts-Bazan, Principal Deputy County Counsel for Pamela J. Walls, County Counsel				
					FINANCIAL DATA	Current F.Y. Total Cost:
Current F.Y. Net County Cost:	\$ n/a	Budget Adjustment:	n/a			
<b>Annual Net County Cost:</b>	\$ n/a	For Fiscal Year:	n/a			
SOURCE OF FU	INDS:			Positions To Be Deleted Per A-30		
				Requires 4/5 Vote		
C E O DECOMMENDATION.						
County Executive Office Signature Jennifer Sargent/						
		Jan Sangonia)		,		

Uep t Kecomm.: Per Exec. Ofc.:

Departmental Concurrence

Prev. Agn. Ref.: 3.17 on 10/19/10 District:

Agenda Number:

3.15 b

RE: Agreement for Funding the Acquisition of Property for Inclusion in the Conservation Area Between Western Riverside County Regional Conservation Authority and the County of Riverside (Wilhelm Property)

Date: December 7, 2010

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Pursuant to the attached Funding Agreement with the Western Riverside County Regional Conservation Authority (RCA), the RCA has agreed to contribute \$700,000.00 in additional funding towards the overall purchase price for Wilhelm Property. It is therefore, recommended that the Board approve this Agreement and Authorize the Chairman to execute said Agreement.

AGREEMENT FOR FUNDING THE ACQUISITION OF
PROPERTY FOR INCLUSION IN THE CONSERVATION
AREA BETWEEN WESTERN RIVERSIDE COUNTY REGIONAL
CONSERVATION AUTHORITY AND THE COUNTY OF RIVERSIDE
(WILHELM PROPERTY)

THIS AGREEMENT is made and entered into by and between the Western Riverside County Regional Conservation Authority, a public agency and joint powers authority ("RCA") and the County of Riverside, a political subdivision of the State of California ("County") and shall be dated as of December , 2010. In consideration of the mutual covenants and obligations set forth herein, the parties agree as follows:

- 1. <u>Recitals</u>. This Agreement is made with respect to the following facts and purposes, which each party finds and determines to be true and correct:
  - A. RCA is a joint powers authority, of which the County is a member agency, that was formed to implement the Western Riverside County Multiple Species Habitat Conservation Plan ("MSHCP"), a multi-jurisdictional habitat conservation plan focusing on the conservation of both sensitive species and associated habitats to address biological and ecological diversity conservation needs in western Riverside County, and setting aside significant areas of disturbed and undisturbed land for the conservation of sensitive habitat while preserving open space and recreational opportunities.
  - B. County will be entering into that certain agreement entitled "Agreement for Purchase and Sale and Joint Escrow Instructions By and Between Wilhelm Ranch Family Limited Partnership as Seller and The County of Riverside as Buyer Relating to Assessor's Parcel Numbers: 465-020-010 and 465-020-011" ("Purchase Agreement") for the purchase of approximately 70.86 acres of land near the City of Hemet on the south side of Florida Avenue in unincorporated Riverside County (the "Property") as identified on Exhibit A, Legal Description, attached hereto and incorporated herein as though set forth in full.
  - C. To the extent allowed by the subgrant agreement between the County and the Wildlife Conservation Board, RCA will designate the Property as Additional Reserve Lands pursuant to the MSHCP. (MSHCP Sections 3.2.1 and 3.2.2; and Implementing Agreement Sections 3.3 and 3.72 on page 4).
  - D. The Property is located within the unincorporated area of Riverside County, is described for Conservation by the MSHCP and contains valuable vernal pool habitat for several vernal pool species covered by the MSHCP.
  - E. In order to obtain matching Section 6 funding from the State of California Wildlife Conservation Board ("WCB") for the purchase of the Property, the County has requested the assistance of RCA in providing the local match of funding necessary to meet WCB's requirements.
  - F. Assistance from RCA in providing the local match of funding is necessary in order for the acquisition of the Property to occur as County is unable to provide the full amount necessary for the local match to obtain Section 6 funding.

- A. This Agreement shall be expressly contingent upon formal acceptance and approval by RCA's Board of Directors. Further, the contribution of funds pursuant to this Agreement shall be expressly contingent upon RCA and its legal counsel's review and approval of the "release of liability and dismissal of lawsuit" language in the Purchase Agreement or execution of a settlement agreement in the matter of Wilhelm Ranch Family Limited Partnership v. Western Riverside County Regional Conservation Authority, Riverside Superior Court Case No. RIC 10015716.
- B. RCA shall pay to County the sum of SEVEN HUNDRED THOUSAND DOLLARS AND NO CENTS (\$700,000.00) towards the purchase price of the Property.
- C. RCA shall pay such sum into the escrow for the purchase of the Property pursuant to the Purchase Agreement ("Escrow") within ten (10) business days of written notice to the RCA by County that the Escrow is ready to close. County's notice to the RCA shall provide directions for the transfer of RCA funds into Escrow.
- D. Within ten (10) business days of the close of Escrow, County shall provide RCA with a copy of the Grant Deed and a closing statement.

## 3. County Intent to Transfer Property to RCA upon Completion of Acquisition.

- A. It is the intent of the County to transfer ownership in fee of the Property to the RCA for its inclusion in the MSHCP Conservation Area and for the purpose of management and monitoring pursuant to the provisions of the MSHCP as soon as possible in compliance with all requirements of state law and the County's rules and regulations for transferring property, and subject to Section 6(f) of the subgrant agreement between the County and the Wildlife Conservation Board.
- B. In light of the RCA's contribution of funds towards the acquisition of the Property, County agrees that it shall transfer any remaining funds held in the Multi-Species Project Trust Fund No. 5852 and the reserved Ordinance No. 810.1 Open Space Mitigation Fee Fund to the RCA. Said transfer shall occur after all costs associated with the acquisition of the Property incurred by the County have been withdrawn and in no event shall transfer occur any later than one hundred and twenty (120) days after the close of Escrow.

# 4. Potential Future Condemnation of the Property.

A. If all or any part of the Property is taken by exercise of the power of eminent domain, or acquired by purchase in lieu of condemnation and ownership of the Property has been transferred to the RCA, County shall work with RCA and WCB jointly to recover from the condemning authority the full value of the Property so taken or purchased, and all direct or incidental damages resulting there from. RCA acknowledges that WCB shall be entitled to the

share of the Award pursuant to Section 12 of the subgrant agreement between the County and the Wildlife Conservation Board.

#### 5. Termination.

A. If the Purchase Agreement fails to close escrow or is terminated for any reason, this Agreement shall likewise automatically terminate and shall no longer be valid. If this Agreement terminates pursuant to this section, the Parties agree that any Funding contributed by RCA into Escrow shall be promptly refunded to RCA.

### 6. General.

A. Any notices which either Party may desire to give to the other Party under this Agreement must be in writing and may be given either by (i) personal service, (ii) delivery by a reputable document delivery service, such as but not limited to, Federal Express, that provides a receipt showing date and time of delivery, or (iii) mailing in the United States Mail, certified mail, postage prepaid, return receipt requested, addressed to the address of the Party as set forth below or at any other address as that Party may later designate by written notice to the other Party:

County:	County of Riverside

**Economic Development Agency** 

P.O. Box 1180 Riverside, CA 92502 Attn: Craig Olsen

With a copy to: Riverside County Counsel

3960 Orange Street, Fifth Floor

Riverside, CA 92501 Attn: Karin Watts-Bazan

RCA: Western Riverside County Regional

Conservation Authority 3403 Tenth Street, Suite 320

P.O. Box 1667

Riverside, CA 92502-1667 Attn: Executive Director

With a copy to: Best, Best & Krieger LLP

3750 University Avenue, Suite 400

P.O. Box 1028

Riverside, CA 92502-1028 Attn: Michelle Ouellette

B. This Agreement is the result of negotiations between the Parties and is intended by the Parties to be a final expression of their understanding with respect to the matters herein contained.

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- C. Amendments hereto must be in writing executed by the appropriate authorities of the County
- D. The Parties agree that each party has reviewed and revised this Agreement and have had the opportunity to have their counsel and real estate advisors review and revise this Agreement and that any rule of construction to the effect that ambiguities are to be resolved against the drafting party shall not apply in the interpretation of this Agreement or any amendments or
- E. Each person signing below personally warrants and represents to the parties that the party he or she represents has approved this Agreement, intends to be bound by its terms and that they are duly authorized to execute this Agreement on behalf of the Party they represent.
- F. The Parties acknowledge that time is of the essence in this Agreement.
- G. If any term or provision of this Agreement shall, to any extent, be held invalid or unenforceable, the remainder of this Agreement shall not be affected.
- H. A waiver or breach of covenant or provision in this Agreement shall not be deemed a waiver of any other covenant or provision in this Agreement, and no waiver shall be valid unless in writing and executed by the waiving party. An extension of time for performance of any obligation or act shall not be deemed an extension of the time for the performance of any other
- I. Each Party acknowledges and agrees that this Agreement is valid, binding and enforceable
- J. This Agreement may be executed in one or more counterparts. Each shall be deemed an original and all, taken together, shall constitute one and the same instrument.

IN WITNESS WHEREOF, the Parties hereto have executed this Agreement as of the date first

OUNTY OF RIVERSIDE	REGIONAL CONSERVATION AUTHORITY
y:	By:
Chairman	Executive Director

1	ATTEST:	ATTEST:
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3	Ву:	By:
4	By: Clerk of the Board	By: Clerk of the RCA Board
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8	APPROVED AS TO FORM:	APPROVED AS TO FORM:
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10	By: Dilly Witt Baz	Ву:
11	Principal Deputy County Counsel	Best, Best & Krieger, LLP General Counsel
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