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CITY OF REDLANDS

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SAN

Fees \$0.00 Taxes \$0.00 CA SB2 Fee \$0.00

15190

Total \$0.00

FEES NOT REQUIRED

P.O. BOX 3005 REDLANDS, CA 92373

(THIS SPACE FOR RECORDER'S USE ONLY)

PER GOVERNMENT CODE SECTION 6103

AGREEMENT FOR ANNEXATION AND PROVISION FOR CITY UTILITY SERVICES

This Agreement for Annexation and Provision of City Utility Services ("Agreement") is made and entered into this 20th day of April, 2021, by and between the City of Redlands, a municipal corporation organized and existing under the laws of the State of California ("City") and Perry Karpouzis, an individual ("Property Owner"). City and Property Owner are sometimes individually referred to herein as a "Party" and, together, as the "Parties."

RECITALS

WHEREAS, to provide for orderly planning, City (1) has the authority pursuant to Government Code sections 65300 and 65301 to include within its General Plan property outside its boundaries which is in City's sphere of influence or, which in City's judgment, bears a relation to its strategic planning, and (2) also has the authority pursuant to Government Code section 65859 to pre-zone property within its sphere of influence for the purpose of determining the zoning designation that will apply to such property in the event of a subsequent annexation of the property to City; and

WHEREAS, the Parties acknowledge and agree that California case law, including but not limited to, *Dateline Builders, Inc. v. City of Santa Rosa* (1983) 146 Cal. App. 3d, 520 and *County of Del Norte v. City of Crescent City* (1999) which state in relevant part that it is not against the law or public policy for a city or county to use utilities as a tool to manage growth, provides that a city has no obligation, and may use its sole discretion, to extend utility services outside its corporate boundaries; and

WHEREAS, Property Owner owns a partially developed parcel of property located at 1853 Mentone Boulevard and identified as county of San Bernardino Assessor's Parcel Number 0298-094-21-0000 (the "Property") in the unincorporated area of the county of San Bernardino within City's sphere of influence, has made a request and application to City to receive water service for the Property, and has provided evidence satisfactory to City that Property Owner is the fee owner of the Property; and

WHEREAS, Government Code section 56133 authorizes City to provide new or extended utility services by contract outside its jurisdictional boundaries if it first receives written approval from the Local Agency Formation Commission for San Bernardino County ("LAFCO"), and provides that LAFCO may authorize City to provide such services within City's sphere of influence in anticipation of a later change of organization; and

WHEREAS, City's General Plan and Chapter 13.60 of the Redlands Municipal Code establish policies and procedures for the approval of City utility services to properties located within the City's sphere of influence and require, among other things, the owner of the property to be served to enter into an agreement, and record the same in the official records of the county of San Bernardino, requiring the property owner to annex the property to City upon certain conditions; and

WHEREAS, City has prepared a General Plan for the unincorporated area in which the Property is located to provide for the orderly planning of such area, and has determined that the proposed development of the Property is consistent with the goals and policies of City's General Plan; and

WHEREAS, it is the policy and goal of City to discourage and not facilitate development in City's sphere of influence which is unwilling and/or fails to comply with City's General Plan and City's development standards by refusing to extend utility services in such instances; and

WHEREAS, pursuant to the requirements of Chapter 13.60 of the Redlands Municipal Code and in consideration for City's agreement to extend utility services outside its jurisdictional boundaries to the Property, Property Owner has entered into this Agreement to provide assurances to City that connection to City's domestic water system will occur in accordance with the Redlands General Plan and the development standards of the Redlands Municipal Code, and that the Property shall be annexed to City in accordance with this Agreement's terms, provisions and conditions;

NOW, THEREFORE, in consideration of the mutual covenants contained herein and other good and valuable consideration, the receipt of which is hereby acknowledged, the City of Redlands and Property Owner agree as follows:

AGREEMENT

- 1. Recitals. The foregoing recitals are true and correct.
- 2. Provision of Utility Services. City agrees to provide domestic water service to the Property consistent with the terms and conditions of this Agreement, provided that the connection complies with all rules and regulations of City governing the extension and provision of utility services to properties located outside City's boundaries at the time a request by Property Owner for application for a water connection is approved by City's Municipal Utilities and Engineering Department. Nothing herein represents a commitment by City to provide such service unless and until Property Owner complies with all such rules and regulations. As a condition of approval of an application for water connection, and prior to receiving any service,

Property Owner agrees to pay the full cost of such service as established by City for the extension of utility services to the Property.

- 3. Agreement to Develop by City Standards. In consideration of City's agreement to provide City water service to the Property, Property Owner shall develop the Property in accordance with the Redlands General Plan and any applicable development standards of the Redlands Municipal Code.
- 4. <u>Agreement to Annex.</u> In consideration of City's agreement to provide City water service to the Property, Property Owner hereby revocably consents to annexation of the Property to City and agrees it shall take any and all reasonable and necessary actions, and fully and in good faith cooperate with City, to cause the annexation of the Property to City. Property Owner and City agree that in the event City initiates an annexation of the Property, City shall be responsible for the costs of such annexation. In all other instances where the annexation of the Property is proposed to City, Property Owner shall be responsible for such costs.
- 5. Payment of Fees. Concurrent with City's extension of services to the Property, Property Owner shall pay to City, as a condition of receiving such services in accordance with the voter-approved amendment to the City's General Plan known as Measure "U," a sum equivalent to all City capital improvement and other development fees which would be applicable to the Property if the Property was developed within City limits at the time of provision of the services.
- 6. <u>Taxes and Assessments.</u> Property Owner hereby consents to the imposition of, and agrees that Property Owner shall pay, all taxes and assessments imposed and/or levied by City which may be applicable to the Property at the time the Property is annexed to City.
- 7. Recordation. By entering into this Agreement, Property Owner and City acknowledge and agree that, among other things, it is the express intention of the Parties that any and all successors in interest, assigns, heirs and executors of Property Owner shall have actual and constructive notice of Property Owner's obligations under, and the benefits and burdens of, this Agreement. Therefore, this Agreement and any amendments hereof, shall be recorded in the official records of the county of San Bernardino. Property Owner further agrees that City shall, at the sole cost of Property Owner, have the right to cause the recordation of this Agreement.
- 8. <u>Breach/Failure to Annex</u> In the event Property Owner fails to comply with its obligations under this Agreement or takes any action to protest, challenge, contravene or otherwise breach any of its obligations or representations under this Agreement, City shall have the right to, without any liability whatsoever, cease the provision of City utility services to the Property. This right shall be in addition to any other legal or equitable relief available to City.
- 9. <u>Not a Partnership.</u> The Parties specifically acknowledge that Property Owner's development of the Property is a private project, that neither Party is acting as the agent of the other in any respect hereunder, and that each Party is an independent contracting entity with respect to the terms, covenants and conditions contained in this Agreement. No partnership, joint-venture or other association of any kind is formed by this Agreement. The only

relationship between City and Property Owner is that of a governmental entity regulating the development of private property and the owner of such property.

10. Indemnity and Cost of Litigation.

- A. Property Owner agrees to and shall hold City, and its elected and appointed officials, officers, agents, and employees free and harmless from any and all liability for damage or claims for damage for personal injury, including death, and claims for property damage which may arise from the operations, errors, or omissions of Property Owner or those of its contractors, subcontractors, agents, employees or any other persons acting on Property Owner's behalf which relate to development of the Property. Property Owner agrees to and shall defend, indemnify and hold harmless City, its elected officials, officers, agents, employees and representatives from all actions for damages caused or alleged to have been caused by reason of Property Owner's acts, errors or omissions in connection with the development of the Property. This hold harmless agreement applies to all damages and claims for damages suffered or alleged to have been suffered by reason of Property Owner's or its representatives' acts, errors or omissions regardless of whether or not City supplied, prepared or approved plans or specifications relating to the development of the Property and regardless of whether or not any insurance policies of Property Owner relating to such development are applicable.
- B. Property Owner shall defend, at its expense, including attorneys' fees, indemnify and hold harmless City, and its elected and appointed officials, officers, agents and employees from any claim, action or proceeding against any of them to attack, set aside, void or annual the approval of this Agreement or the approval of any permit or entitlement granted in furtherance of this Agreement. City may, in its sole discretion, participate in the defense of any such claim, action or proceeding.
- 11. <u>Liquidated Damages.</u> In the event that the property is not annexed to City in accordance with the terms of the Agreement, the then existing owner of the Property shall pay each year to City, as liquidated damages, a sum equal to the property taxes and any sales taxes the City would have received had the Property been annexed. Failure to make such liquidated damages payments shall be good cause for City to cease water service to the Property.
- 12. <u>Section Headings.</u> All section headings and sub-headings are inserted for convenience only and shall not affect any construction or interpretation of this Agreement.
- 13. <u>Governing Law.</u> This Agreement and any dispute arising hereunder shall be governed by and construed in accordance with the laws of the State of California.
- 14. <u>Attorneys' Fees</u>. In the event any action is commenced to enforce or interpret the terms or conditions of this Agreement the prevailing Party shall, in addition to any costs and other relief, be entitled to the recovery of its reasonable attorneys' fees, including fees for a Party's use of in-house counsel.
- 15. <u>Binding Effect.</u> The burdens of this Agreement bind and the benefits of this Agreement inure to the assigns and successors in interest of the Parties.

- 16. <u>Authority to Execute.</u> The person or persons executing this Agreement warrant and represent that they have the authority to execute this Agreement on behalf of the legal, fee title owner of the Property.
- 17. <u>Waiver and Release</u>. Property Owner hereby waives and releases any and all claims it may have against City, and its elected and appointed officials, officers, employees and agents with respect to any City actions or omissions relating to the development of the Property, and the Parties' entry into, and execution of, this Agreement. Property Owner makes such waiver and release with full knowledge of Civil Code Section 1542, and hereby waives any and all rights thereunder to the extent of this waiver and release, of such Section 1542 is applicable. Civil Code Section 1542 provides as follows:

"A general release does not extend to claims which the creditor does not know or suspect to exist in his or her favor at the time of executing the release, which if known by him or her must have materially affected his or her settlement with the debtor."

- 18. <u>Construction</u>. The Parties agree that each Party and its counsel have reviewed 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. The Parties further agree that this Agreement represents a voluntary "arms-length" transaction agreed to by and between the Parties and that each Party has had the opportunity to consult with legal counsel regarding the terms, conditions and effect of this Agreement.
- 19. <u>Entire Agreement</u>. This Agreement sets forth and contains the entire understanding and agreement of the Parties as to the matters contained herein, and there are no oral or written representations, understandings or ancillary covenants or agreements which are not contained or expressly referenced herein, and no testimony or evidence of any such representations, understandings or covenants shall be admissible in any preceding of any kind or nature to interpret or determine the terms or conditions of this Agreement.

CITY OF REDLANDS

Paul T. Barich, Mayor

PROPERTY OWNER

Perry Karpouzis, Owner

ATTEST:

ganne Donaldson, City Clerk

CALIFORNIA ALL- PURPOSE CERTIFICATE OF ACKNOWLEDGMENT

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California	}	
County of San Bernardino	. }	
On April 21, 2021 before me,		
personally appeared Paul T. Barich and Jeanne Donaldson, who proved to me on the basis of satisfactory evidence to be the person(s) whose		
name(s) is/are subscribed to the within he/she/they executed the same in his/h	instrument and acknowledged to me that er/their authorized capacity(es), and that by lent the person(s), or the entity upon behalf of	
I certify under PENALTY OF PERJURY the foregoing paragraph is true and cor	rect. Diana Rains COMM. #2342435	
WITNESS my hand and official seal.	Notary Public - California San Bernardino County My Comm. Expires Jan. 19, 2025	
Drana Rains		
Notary Public Signature (N	otary Public Seal)	
•	INSTRUCTIONS FOR COMPLETING THIS FORM	
ADDITIONAL OPTIONAL INFORMAT	ION This form complies with current California statutes regarding notary wording and,	
DESCRIPTION OF THE ATTACHED DOCUMENT	if needed, should be completed and attached to the document. Acknowledgments from other states may be completed for documents being sent to that state so long	
Agreement for Annexation and Provision of	as the wording does not require the California notary to violate California notary	
Services for City Utility Services (Title or description of attached document)	 law. State and County information must be the State and County where the document 	
(Title or description of attached document)	signer(s) personally appeared before the notary public for acknowledgment.	
(Title or description of attached document continued)	Date of notarization must be the date that the signer(s) personally appeared which must also be the same date the acknowledgment is completed.	
Number of Pages Document Date	The notary public must print his or her name as it appears within his or her commission followed by a comma and then your title (notary public).	
Document Date	 Print the name(s) of document signer(s) who personally appear at the time of 	
	notarization.	
CAPACITY CLAIMED BY THE SIGNER	 Indicate the correct singular or plural forms by crossing off incorrect forms (i.e. he/she/they, is /are) or circling the correct forms. Failure to correctly indicate this 	
☐ Individual (s)	information may lead to rejection of document recording.	
☐ Corporate Officer	The notary seal impression must be clear and photographically reproducible. Impression must not cover text or lines. If seal impression smudges, re-seal if a	
(Title)	sufficient area permits, otherwise complete a different acknowledgment form.	
☐ Partner(s)	Signature of the notary public must match the signature on file with the office of	
☐ Attorney-in-Fact	the county clerk. Additional information is not required but could help to ensure this	
☐ Trustee(s)	acknowledgment is not misused or attached to a different document.	
Other	 Indicate title or type of attached document, number of pages and date. Indicate the capacity claimed by the signer. If the claimed capacity is a 	
	corporate officer, indicate the title (i.e. CEO, CFO, Secretary).	
2015 Varsian way Natary Classes nom 200 273 0265	 Securely attach this document to the signed document with a staple. 	

ALL- PURPOSE CERTIFICATE OF ACKNOWLEDGMENT

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California	}
County of San Bernardino	_ }
On February 5, 2021 before me,	Melyssa Sharples, Notary Public (Here insert name and title of the officer)
personally appeared Perry Karpouzis	,
who proved to me on the basis of satist name(s)(s)are subscribed to the within he)she/they executed the same in his)	factory evidence to be the person(s) whose instrument and acknowledged to me that er/their authorized capacity(ies), and that by nent the person(s), or the entity upon behalf of e instrument.
I certify under PENALTY OF PERJURY the foregoing paragraph is true and contains the structure of the structu	Y under the laws of the State of California that
the foregoing paragraph is true and co	mect.
WITNESS my hand and official seal.	MELYSSA SHARPLES COMM. #2258943 Notary Public - California San Bernardino County
	My Comm. Expires Sep. 20, 2022
Notary Public Signature (N	otary Public Seal)
ADDITIONAL OPTIONAL INFORMAT	INSTRUCTIONS FOR COMPLETING THIS FORM
DESCRIPTION OF THE ATTACHED DOCUMENT	This form complies with current California statutes regarding notary wording and, if needed, should be completed and attached to the document. Acknowedgents from other states may be completed for documents being sent to that state so long as the wording does not require the California notary to violate California notary law.
(Title or description of attached document)	 State and County information must be the State and County where the document signer(s) personally appeared before the notary public for acknowledgment. Date of notarization must be the date that the signer(s) personally appeared which
(Title or description of attached document continued)	must also be the same date the acknowledgment is completed. The notary public must print his or her name as it appears within his or her
Number of Pages Document Date	commission followed by a comma and then your title (notary public). • Print the name(s) of document signer(s) who personally appear at the time of notarization.
CAPACITY CLAIMED BY THE SIGNER ☐ Individual (s) ☐ Corporate Officer	Indicate the correct singular or plural forms by crossing off incorrect forms (i.e. he/shc/they, is /are) or circling the correct forms. Failure to correctly indicate this information may lead to rejection of document recording. The notary seal impression must be clear and photographically reproducible. Impression must not cover text or lines. If seal impression smudges, re-seal if a
(Title) ☐ Partner(s) ☐ Attorney-in-Fact ☐ Trustee(s)	sufficient area permits, otherwise complete a different acknowledgment form. Signature of the notary public must match the signature on file with the office of the county clerk. Additional information is not required but could help to ensure this acknowledgment is not misused or attached to a different document.
Other	 Indicate title or type of attached document, number of pages and date. Indicate the capacity claimed by the signer. If the claimed capacity is a correct officer indicate the title (i.e. CFO. Secretary).

• Securely attach this document to the signed document with a staple.

EXHIBIT A PROJECT

