RECORDED AT THE REQUEST OF AND RETURN TO:

Napa Sanitation District 1515 Soscol Ferry Road Napa, CA 94558

Exempt from Recording Fees Per G.C. 27383

Re: Redwood Grove

AGREEMENT FOR CAPACITY FEE DEFERRAL

This Agreement is made and entered into this _____ day of ______, 20____, by and between the Napa Sanitation District, a California special District (hereafter the "District"), and Burbank Housing Development Corporation, a California non-profit public benefit corporation (hereinafter "Owner").

RECITALS

A. Owner will be developing a 34 unit housing complex known as Redwood Grove, located within the District's service area, in the City of Napa, California.

B. Redwood Grove will be developed on Assessor's Parcel No. 042-050-005, 2033 Redwood Road and more particularly described in <u>Exhibit A</u> attached hereto.

C. District normally requires the payment of capacity fees prior to the issuance of a building permit for each dwelling unit.

D. The Owner has requested that the District defer the payment of capacity fees on the subject development because the Owner will be constructing thirty four (34) affordable housing units within the development, which meets the basic condition of ten percent (10%) inclusionary affordable homes on-site condition required by the City of Napa and District policy.

E. District has determined that the construction of thirty four (34) affordable housing units meets the basic affordable housing inclusionary requirement required by the City of Napa and deferral of the payment of capacity fees is allowed per District policy.

AGREEMENT

NOW, THEREFORE, Owner and District, for good and valuable consideration agree as follows:

1. District will, in consideration of Owner's agreement to pay the capacity fees pursuant to section 2 below at a later date, allow Owner to defer payment of the capacity fees beyond the issuance of building permit when they are ordinarily due.

2. Owner shall pay the capacity fees in the amount of \$314,160 for Redwood Grove at or prior to the close of escrow for each lot or at the date of occupancy, but in no event shall payment be made later than 18 months from the date of execution of this Agreement.

3. If payments are not received by District at close of escrow, at date of occupancy, or within 18 months from the date of execution of this Agreement, whichever occurred first, Owner shall pay penalties on the unpaid balance at the rate of 1% per month.

4. Owner shall secure from the Owner's lender a letter stating that the capacity charges have been noted as payable and that the funds have been set aside for payment of the charges. The Owner shall submit the letter to the District prior to issuance of the first building permit.

5. This Agreement shall be recorded as a lien against the property, until such time as the capacity fees have been paid.

6. Upon execution of this Agreement by Owner, the requirement for payment of capacity fees prior to the issuance of building permits for Redwood Grove shall be deferred.

7. This Agreement constitutes the entire understanding between the parties with respect to the subject matter hereof and no obligations other than those set forth in this Agreement shall be recognized by or binding upon the parties.

<u>OWNER:</u> Burbank Housing Development Corporation 790 Sonoma Avenue Santa Rosa, CA 95404

DISTRICT: Napa Sanitation District 1515 Soscol Ferry Road Napa, CA 94558

8. <u>INTERPRETATION</u> The parties agree that they have carefully reviewed this Agreement, have consulted independent counsel if they saw fit or have independently elected not to do so. The doctrine that any ambiguities in a contract are to be resolved against the drafting party, shall not be employed in the interpretation of this Agreement or any amendments or exhibits hereto. This Agreement shall be interpreted and construed according to the domestic laws of the State of California, without regard to the choice of law doctrine.

9. <u>SEVERABILITY</u> If any part, term, or provision of this Agreement is held by any court to be unlawful and void, the validity of the remaining portions shall not be affected and the rights and obligations of the parties shall be construed and enforced as if the Agreement did not contain the particular part, term or provision held to be invalid.

10. <u>MODIFICATION</u> This Agreement may be modified or amended only with the prior written consent of the parties, or their successors in interest. Such modifications and amendments shall be executed with the same formality as this Agreement, shall be recorded, and shall be interpreted as provided in this Agreement.

11. <u>EFFECTIVE DATE</u> This Agreement shall become effective on the date of execution, which shall be deemed to be the date first written above.

12. <u>QUITCLAIM DEED</u> Upon performance of Owner's obligations under this Agreement, District agrees, if requested by Owner, to execute, acknowledge and deliver a quitclaim deed to Owner within thirty (30) days after performance and to execute, acknowledge and deliver any other documents required by any title company to remove the cloud of this Agreement from the title to the Subject Property(s).

IN WITNESS WHEREOF, the parties have executed this Agreement as of the date first written above.

OWNER:

Burbank Høusing Development Corporation

By:

Lawrance Florin Chief Executive Officer

NAPA SANITATION DISTRICT:

Napa Sanitation District, a California Special District

By:

Jill Techel Chair, Board of Directors

ATTEST:

By:

Cheryl Schuh Secretary, Board of Directors APPROVED AS TO FORM:

 \geq By: John Bakker District Legal Counsel

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 <u>Sonom</u>	<u>A</u>)		
On February 15,201 before	me, José Lui	, Caballero	, Notary Public, personally
appeared, Lawr	ance Florin		, who

proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her-their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

AAAAA

WITNESS my hand and official seal. Signature	JOSE LUIS CABALLERO Notary Public - California Sonoma County Commission # 2199457 My Comm. Expires Jun 25, 2021
A notary public or other officer completing this of the individual who signed the document to not the truthfulness, accuracy, or validity of the	which this certificate is attached, and
State of California) County of)	
appeared,	, Notary Public, personally, who
proved to me on the basis of satisfactory evidence to be the to the within instrument and acknowledged to me that he authorized capacity(ies), and that by his/her/their signature entity upon behalf of which the person(s) acted, executed	/she/they executed the same in his/her their re(s) on the instrument the person(s), or the

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature_____

Exhibit A

The land referred to is situated in the County of Napa, City of Napa, State of California, and is described as follows:

Commencing at a point on the original Southern line of the County Road known as Redwood Road distant thereon South 77° 07' West 709.52 feet distant from the point of the intersection thereof with the original Western line of Solano Avenue; running thence South 77° 07' West, along said Southern line, 130 feet to the Northwest corner of the 8.13 acre tract of land conveyed by Thomas J. Murphy to Herman Bock by Deed of record in Book 97 Official Records, Page 125, Napa County Records; thence along the Western line of said 8.13 acre Tract South 12° 53' East 669.24 feet to the Southwestern corner thereof; thence along the Southern line of said Tract North 77° 07' East 130.00 feet; thence North 12° 53' West 669.24 feet to the point of commencement.

APN: 042-050-005