OFFICIAL BUSINESS Document entitled to free recording Government Code § 6103

RECORDING REQUESTED BY AND WHEN RECORDED, MAIL TO:

City of Grass Valley 125 East Main Street Grass Valley, CA 95945 Attn: City Clerk

PRE-ANNEXATION & DEVELOPMENT AGREEMENT

This Pre-annexation and Development Agreement ("Agreement") is dated for the convenience of the Parties this _____ day of ______, 2022, by and between the CITY OF GRASS VALLEY ("City") and JEFF HANSEN and HANSEN BROS. ENTERPRISES (collectively "Hansen" or "Developer"), Hansen and City are collectively referred to as "the Parties" herein.

RECITALS

A. Hansen owns that certain real property located in the County of Nevada, State of California identified by Assessor Parcel Number (APN) 022-140-008, 022-140-010, 022-140-011, 022-140-012, 022-140-022, 022-140-025, 022-140-035, 022-160-005, 022-200-036, 022-200-037, 022-200-066, 022-230-010, 022-230-052, and 022-230-053, containing 161.99 acres, more or less, and more particularly described on the attached **Exhibit A-1** (the "Existing Property"). Hansen also owns that certain real property located in the County of Nevada, State of California identified by APN 009-620-003 and 022-031-009, containing 25.80 acres, more or less, and more particularly described on the attached **Exhibit A-2** (the "Expansion Property"). The Existing Property and Expansion Property are collectively referred to herein as the "Annexation Property". The Annexation Property is not presently located within the jurisdictional boundaries of the City, and is depicted on the attached **Exhibit B**.

B. The Nevada County Local Agency Formation Commission ("LAFCO") is the local agency responsible for designating the Sphere of Influence ("SOI") of the City and approving changes to the boundaries of the City, according to the Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000 (Government Code §§ 56000-57550 ["CKH"]). LAFCO disfavors the annexation of property which is not likely to be developed within the succeeding five years. The Parties anticipate the annexation of the Annexation Property into the City limits within the next five years.

C. A portion of the Existing Property has been developed for various existing industrial uses and the Expansion Property is presently undeveloped and vacant. The Expansion Property is located outside the City's SOI, is currently designated in the County's General Plan for residential development, and is zoned by the County for residential use. The Existing Property is located within the City's SOI, is designated as Manufacturing/Industrial, Open Space, and Medium Density Residential in the City's General Plan and is proposed to be pre-zoned General Industrial with potential buffers of Light Industrial and/or Open Space zoning in accordance with the Southeast Industrial District Combining Zone and the operative provisions of which are attached hereto as **Exhibit C**. The City previously analyzed the environmental effects of development of the Existing Property in that certain Environmental Impact Report ("EIR") (State Clearinghouse No. 2013052057) prepared for the City of Grass Valley Southern Sphere of Influence Planning and Annexation Project (the "Project"). The City certified the EIR for the Project on March 11, 2014.

D. The Expansion Property is located outside of the current SOI and is not a part of the City's General Plan. The Parties desire to expand the City's SOI to include the Expansion Property. The City will include Expansion Property and SOI amendment as part of the overall update to the project initiated in 2020.

E. The Parties intend for this Agreement to document their mutual intent to grant Hansen a Vested Right to use and develop the Annexation Property, and to preclude changes to the Land Use Regulations applicable to the Annexation Property which are contrary to this Agreement. Hansen's desire is to have the City annex the Annexation Property and therefore to obtain protection against future changes in the regulations governing the use and development of the Annexation Property, and the City desires to provide Hansen assurances concerning the future uses of the Annexation Property. The Parties desire for such regulatory changes to result solely from mutually agreed-upon changes to the City General Plan at such time as development of the Annexation Property becomes foreseeable or annexation of the Annexation Property would otherwise be permitted by LAFCO.

F. This Agreement is intended to set forth the Parties' understanding concerning the City's regulation of the Annexation Property, and to avoid any confusion, misunderstandings or disputes between Hansen and the City concerning the future annexation of the Annexation Property or attendant matters.

G. The terms and conditions of this Agreement have been reviewed by Hansen and the City, including disclosure at a noticed public hearing, and they each have been found to be fair, just and reasonable. Both Parties intend to be bound hereafter by the terms, conditions, and provisions contained in this Agreement.

H. The City Council has determined that this Agreement is consistent with the City's General Plan and is in the public interest of the City and its residents and that adopting this Agreement constitutes a lawful and appropriate exercise of its police power as an administrative act.

NOW, THEREFORE, in consideration of the above Recitals, which are true and correct and incorporated hereinafter into the terms of this Agreement, and of the following mutual covenants, benefits and burdens, and for other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, the Parties agree as follows:

<u>A G R E E M E N T</u>

1. **BASIC PURPOSES**. The purposes of this Agreement shall be to (a) grant Hansen a Vested Right to the Annexation Property, which shall become operative on the Effective Date and terminate upon the expiration of the Term, and (b) to provide for the annexation of the Annexation Property into the City limits.

2. **DEFINITIONS**.

<u>Defined Terms</u>. The following terms used in this Agreement, unless the context otherwise requires, shall have the following meanings:

a. "Agreement" shall mean this Pre-annexation and Development Agreement, including all Exhibits attached hereto.

b. "Annexation Property" shall mean both the Existing and Expansion Properties and is the real property described on Exhibit A-1 and A-2, and also depicted on Exhibit B.

c. "City" shall mean the City of Grass Valley, California, a municipal corporation and a charter city or, depending on context, land within the territorial limits of the City of Grass Valley, in Nevada County, California.

d. "County" shall mean the County of Nevada, a political subdivision of the State of California or, depending on context, land within the territorial limits of the County of Nevada, California.

e. "Effective Date" shall be the date after execution upon which this Agreement is recorded by the City Clerk with the County Recorder's Office pursuant to the City's Development Code Section 17.76.060.

f. "Existing Property" shall mean the real property described on Exhibit A-1 and depicted on Exhibit B.

g. "Expansion Property" shall mean the real property described on Exhibit A-2 and depicted on Exhibit B.

h. "General Plan" shall mean the General Plan for the City.

i. "Hansen" shall mean Jeff Hansen and Hansen Bros. Enterprises, or their successors and assigns.

j. "Land Use Regulations" shall mean City's General Plan, Zoning (as modified by the Southeast Industrial District Combining Zone), and all of those ordinances, resolutions, codes, rules, regulations and policies of the City governing the development and use of property, including, without limitation, the permitted uses of any property, the density or intensity of use, the maximum height and size of proposed buildings, the provisions for reservation or dedication of land for public purposes, and the design, improvement, and construction standards and specifications applicable to the development of property within the City.

- k. "Party" shall mean either the City or Hansen.
- 1. "Parties" shall mean the City and Hansen.

m. "Vested Right" shall mean the right of Hansen, its successors and assigns to use and develop its property as defined in Section 5, subject only to the limitations set forth in Section 5 of this Agreement.

<u>Additional Defined Terms</u>. To the extent that any terms contained in this Agreement are not defined above, such terms shall have the meaning otherwise ascribed to them in this Agreement, by California law, or by their common dictionary meanings.

3. **TERM OF AGREEMENT**

a. This Agreement shall commence on the Effective Date and shall expire at 11:59 pm on December 31, 2095, unless extended in writing by the Parties.

4. **PRE-ANNEXATION OBLIGATIONS AND COMMITMENTS**.

The Parties agree and acknowledge as follows:

a. Pursuant to the Pre-Annexation Processing Agreement, dated May 12, 2020, the City will initiate proceedings under the CKH Act, or its successor, for the expansion of the City's SOI to include the Expansion Property. The Parties desire for LAFCO to include the Expansion Property in the City's SOI, and agree not to pursue or allow any change to the City's SOI that would exclude the Expansion Property.

5. <u>POST-ANNEXATION OBLIGATIONS AND COMMITMENTS OF CITY</u>.

Upon the Effective Date, City agrees that Hansen shall have a Vested Right to use and develop the Annexation Property in accordance with the Land Use Regulations as they exist on the date that the ordinance adopting the Southeast Industrial District Combining Zone is approved (the "Vested Right"). City agrees, for the Term of this Agreement, that it will not apply any rules, regulations, requirements, standards or specifications to the Annexation Property which conflict with the Vested Right, except:

a. If the failure to do so would place residents of the City in a condition dangerous to their health, safety, or both;

- b. As needed to comply with state or federal law; or
- c. As agreed upon in writing by Hansen.

6. <u>ADDITIONAL CITY COMMITMENTS</u>. The Vested Right includes the following additional commitments by City related to the Annexation Property, which shall only be limited as provided in Section 5:

a. City agrees not to impose, levy, or collect any fee, charge, tax or assessment (including, but not limited to, a standby charge) related to a City service or utility except in exchange for service requested by and provided to Hansen. City agrees that in the event that Hansen requests such service, any fee, charge, tax, or assessment imposed by City shall not exceed the standard connection fees.

b. City agrees not to impose, levy, or collect any fee, charge, tax or assessment (including, but not limited to, a standby charge) related to the financing of a public improvement or facility, or the operation or maintenance of a public improvement or facility.

c. City agrees not to require the dedication of, or take rights-of-way or other property for public use. Notwithstanding the foregoing, the City may require the dedication of right-of-way as part of the City's Development Review process for any discretionary project, including a new building or an addition to an existing building, of more than 5,000 square feet.

d. City agrees not to modify or alter, or require any modification or alteration of, any driveway access that currently exists on the Annexation Property as of the Effective Date. Hansen may alter, modify, or create driveways on the annexation Property after obtaining an encroachment permit from the City.

e. The Parties agree to cooperate in good faith regarding the design of improvements to La Barr Meadows Road, provided that sufficient funding becomes available to complete such improvements in a timely fashion. Such cooperation shall be subject to a written agreement between the Parties setting forth the terms of cost participation, construction staging, right-of-way alterations, and other matters, which may include other property owners in the vicinity. Notwithstanding the foregoing, City agrees that improvements to La Barr Meadows Road shall not restrict turning movements into or out of the Annexation Property.

f. City agrees not to impose any restriction or limitation on the hours of operation, number of employees, the number of vehicle or truck trips, number of customers, noise, dust, lights, odor, vibrations, or the amount or volume of material hauled in or out of the Annexation Property.

g. City agrees to pay for application processing and environmental review of the SOI expansion and the annexation of the Annexation Property.

7. **SPECIFIC PERFORMANCE**. Parties agree and acknowledge this Agreement relates to unique land use and jurisdictional issues and that remedies at law, even if available,

would be inadequate in the event of a breach. Hence, since it may be impractical or impossible to restore matters to their *status quo ante*, once this Agreement is in full force and effect, the Parties acknowledge that specific performance shall be appropriate for the enforcement of this Agreement. This Section shall not limit any other rights, remedies, or causes of action that either Party may have.

8. MISCELLANEOUS PROVISIONS.

a. <u>Severability</u>. It is the intent of the Parties that the remaining terms, provisions, covenants and conditions of this Agreement remain in effect, valid, and enforceable in the event that any term, provision, covenant or condition of this Agreement is determined to be invalid, void or unenforceable. The City Council declares that it would have adopted this Agreement and each section, subsection, sentence, clause, phrase, part or portion hereof, irrespective of the fact that any one or more sections, subsections, sentences, clauses, phrases, parts or portions may be declared invalid or unconstitutional.

b. <u>Interpretation and Governing Law</u>. This Agreement and any dispute arising hereunder shall be governed and interpreted pursuant to the laws of the State of California. This Agreement shall be deemed to have been executed in Nevada County, California. This Agreement shall be construed as a whole according to its fair language and common meanings to achieve the objectives and purposes of the Parties hereto, and shall be interpreted as if mutually drafted by the Parties, all Parties having been represented by counsel in the negotiation and preparation hereof.

c. <u>Section Headings</u>. All section headings and subheadings are inserted for convenience only and shall not affect the construction or interpretation of this Agreement.

d. <u>Waiver</u>. Failure of a Party to insist upon the strict performance of any term, covenant, condition or provision of this Agreement by the other Party, or the failure by a Party to exercise its rights upon the default of the other Party, shall not constitute waiver of such Party's right to insist on and demand strict compliance by the other Party with that particular term, covenant, condition, provision or with any other part of this Agreement thereafter.

e. <u>No Third Party Beneficiaries; Recordation; Assignment</u>. This Agreement is made and entered into for the sole protection and benefit of the Parties and their successors and assigns. No other person shall have any right of action based upon any provision of this Agreement. This Agreement constitutes a covenant regarding the use and development of the Property and shall run with the land. City shall record this Agreement no less than ten (10) days after it is executed by the Mayor. The Mayor shall execute this Agreement within ten (10) days of receipt of the Agreement from the City Council. Hansen's assignment of this Agreement shall be in substantially the form attached hereto as **Exhibit D**, and shall be effective upon the delivery of written notice of the same to the City.

f. <u>Successors in Interest</u>. The burdens of this Agreement shall be binding upon, and the benefits of this Agreement shall inure to, all successors in interest to the Parties to this Agreement.

g. <u>Further Actions and Instruments</u>. Each of the Parties shall cooperate and provide reasonable assistance to the other as allowed by applicable laws, rules, and regulations, to the extent contemplated hereunder in the performance of all obligations under this Agreement. Upon the request of either Party at any time, and as allowed by applicable laws, rules, and regulations, the other Party shall promptly execute, with acknowledgement or affidavit, if reasonably required, and file or record such required instruments and take any action as may be reasonably necessary under the terms of this Agreement to carry out the intent and to fulfill the provisions of this Agreement or to evidence or consummate the transactions contemplated by this Agreement.

h. <u>Amendments in Writing</u>. This Agreement may be amended, including extension of the Term, only by written consent of both Parties.

(Signature Page Follows)

IN WITNESS WHEREOF, the Parties hereto have executed this Agreement on the day and year first set forth above, by and between:

CITY:

CITY OF GRASS VALLEY, a municipal corporation

By _____, Mayor of Grass Valley

Dated: _____, 2022

ATTESTED: By _____, City Clerk On ____, 2022

APPROVED AS TO FORM:

By _____, City Attorney

HANSEN:

JEFF HANSEN, President Hansen Bros. Enterprises

Dated: _____, 2022

APPROVED AS TO FORM:

By _____ David P. Temblador, Esq.

Dated: _____, 2022

"EXHIBIT A-1"

ANNEXATION AGREEMENT WITH THE CITY OF GRASS VALLEY

All that real property situated in the County of Nevada, State of California, being that property owned by Hansen Bros. Enterprises recorded in Book 629, Page 261; Official Records of Nevada County and being a portion of Sections 2, Township 15 North, Range 8 East, Mount Diablo Base and Meridian and more particularly described as follows:

Beginning at a point from which the Northeast corner of Section 2, Township 15 North, Range 8 East, M.D.M. bears North 52°12'59" East, 1646.95 feet; said **Point of Beginning** being the northeasterly corner of that parcel of land owned by Hansen Bros. Enterprises, recorded in Book 629, Page 261; Official Records of Nevada County; said parcel is also shown on that Record of Survey for Hansen Bros. Enterprises, recorded in Book 10 of Surveys, Page, 291; Official Records of Nevada County; thence South 00°10'00" West, 961.27 feet to the easterly right of way line of La Barr Meadows Road; thence along the easterly right of way line of La Barr Meadows Road; thence along the easterly right of a curve to the right having a radius of 1,070.00 feet, a delta angle of 16°20'00" and an arc length of 305.03 feet; thence North 27°30'00" West, 230.59 feet; thence leaving the easterly right of way line of La Barr Meadows Road North 48°08'00" East, 532.77 feet to the **Point of Beginning**.

Together with;

All that real property situated in the County of Nevada, State of California, being a portion of Sections 1 and 2, Township 15 North, Range 8 East, Mount Diablo Base and Meridian and more particularly described as follows:

Beginning at the northwest corner of that parcel of land owned by Hansen Bros. Enterprises and recorded as Document No. 2004-050362; Official Records of Nevada County; said point being on the northerly line of the Northeast Quarter of Section 2; thence North 89°08'10" East to the Northeast corner of Section 2 as shown on that Record of Survey recorded in Book 5 of Surveys, Page 138; Official Records of Nevada County; thence southerly along the easterly line of the Northeast Quarter of Section 2 to the northerly line of that said parcel of land owned by Hansen Bros. Enterprises and recorded as Document No. 2018-015861; Official Records of Nevada County; Thence along the northerly line of said parcel of land owned by Hansen Bros. Enterprises and recorded as Document No. 2018-015861; Official Records of Nevada County North 84°03'00" East to the northeasterly corner of said parcel; thence along the easterly boundaries of said parcels owned by Hansen Bros. Enterprises and recorded as Document NO. 2018-015861; Official Records of Nevada County the following thirty-two (32) courses South 07°09'43" East, 409.68 feet; thence North 88°41'00" West, 257.93 feet; thence South 02°03'00" West, 1,548.37 feet; thence South 77°55'00" West, 113.09 feet; thence South 00°14'00 West, 165.52 feet; thence South 00°14'00" West, 355.87 feet; thence South 74°25'00" West, 19.32 feet; thence South 15°23'00" East, 429.49 feet; thence South 88°48'00" East, 451.30 feet; thence North 02°48'00" West, 127.87 feet; thence North 77°34'00" East, 520.78 feet; thence South 05°01'00" East, 1,499.40 feet; thence South 11°29'00" East, 472.92 feet; thence South 71°02'30" West, 114.62 feet; thence North 79°55'45" West, 1,027.22 feet; thence



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"EXHIBIT A-1" (Continued)

ANNEXATION AGREEMENT WITH THE CITY OF GRASS VALLEY

North 08°43'00" West, 50.30 feet; thence North 06°53'00" West, 36.05 feet; thence North 02°57'00" East, 30.34 feet; thence North 01°14'00" East, 160.72 feet; thence North 06°43'00" East, 73.67; thence North 00°38'00" West, 73.27 feet; thence North 06°20'00" West, 46.10 feet; thence North 88°58'00" West, 232.17 feet to the easterly right of way line of LaBarr Meadows Road right of way; thence along the easterly right of way line of LaBarr Meadows Road North 09°01'00" East, 466.18 feet; thence along an arc of a curve to the left having a radius of 590.00 feet, a delta angle of 28°40'00", 295.19 feet; thence North 19°39'00" West, 1056.54 feet; thence North 19°39'00" West, 100.00 feet; thence North 19°35'59" West, 281.05 feet; thence along the arc of a curve to the left having a radius of 330.00 feet, a delt angle of 28°11'35" and an arc length of 162.38 feet; thence North 47°50'00" West, 333.62 feet; thence along the arc of a curve to the right having a radius of 570.00 feet, a delta angle of 19°35'00" and an arc length of 194.82 feet; thence North 28°17'59" West, 225.50 feet to the southwesterly corner of that parcel of land owned by Hansen Bros. Enterprises, recorded in Book 885, Page 84; Official Records of Nevada County; thence continuing along the easterly right of way line of LaBarr Meadows Road North 28°15'00" West, 319.54 feet; thence along the arc of a curve to the left having a radius of 630.00 feet, a delta angle of 15°36'30" and an arc length of 171.62 feet; thence North 43°51'30" West, 214.41 feet; thence to the southwest corner of that parcel of land owned by Hansen Bros. Enterprises, recorded in Book 760, Page 329; Official Records of Nevada County; said point also being the southeasterly corner of Ansel Way; Thence along the boundaries of that parcel of land owned by Hansen Bros. Enterprises, recorded in Book 760, Page 329; Official Records of Nevada County the following four (4) courses; North 00°10'00" East, 791.61 feet; thence North 88°43'08" East, 329.61 feet; thence South 00°10'00"West, 20.90 feet; thence South 89°50'00" East, 186.89 feet to the southeasterly corner of Parcel 2 as shown on that Parcel Map 80-36 for S. Mayer recorded in Book 15 of Parcel Maps, Page 51; Official Records of Nevada County; thence along the boundaries of Parcels 1, 2 and 3 as shown on Book as shown on that Parcel Map 80-36 for S. Mayer recorded in Book 15 of Parcel Maps, Page 51; Official Records of Nevada County the following seven (7) courses; thence North 20°00'00" East, 77.96 feet; thence North 30°00'00" East, 328.93 feet; thence North 60°00'00" West, 179.96 feet; thence South 36°30'00" West, 134.98 feet; thence South 88°43'08" West, 230.81 feet; thence North 00°10'00" East, 135.00 feet; thence North 89°50'00" West, 299.10 feet to the northwest corner of said Parcel 1 per that Parcel Map 80-36 for S. Mayer recorded in Book 15 of Parcel Maps, Page 51; Official Records of Nevada County; thence North 00°10'00" East, 763.84 feet to the Point of Beginning.

Excepting Therefrom;

All that real property situated in the County of Nevada, State of California, being that property owned by CalMat Co. recorded as Document No. 95-033466; Official Records of Nevada County and being a portion of Sections 2, Township 15 North, Range 8 East, Mount Diablo Base and Meridian and more particularly described as follows:

Beginning at the northerly corner of that parcel shown as Industrial Asphalt on that Record of Survey for Hansen Bros. Enterprises recorded in Book 10 of Surveys, Page 291; Official Records of Nevada County; thence South 24°10'09" East, 324.45 feet; thence South 61°45'00" West,



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"EXHIBIT A-1" (Continued)

ANNEXATION AGREEMENT WITH THE CITY OF GRASS VALLEY

312.12 feet to the south corner of said parcel; thence North 18°05'00" West, 101.90 feet; thence North 44°14'00" West, 103.10 feet; thence North 32°25'00" West, 144.79 feet to the westerly corner of said parcel; thence North 64°59'30" East, 356.70 feet to the **Point of Beginning**.

Area described, containing 151.42 acres more, or less.

This description has been prepared by me, or under my direction, in conformance with the Professional Land Surveyors Act.

Martin D. Wood LS 8321

<u>3-17-22</u> Date



END OF DESCRIPTION



"EXHIBIT A-2"

ANNEXATION AGREEMENT WITH THE CITY OF GRASS VALLEY

All that real property situated in the County of Nevada, State of California, being a portion of that property owned by Hansen Bros. Enterprises recorded in Document No. 2004-050362; Official Records of Nevada County and being a portion of the Southeast Quarter of Section 35, Township 16 North, Range 8 East, Mount Diablo Base and Meridian and being a portion of Sections 1, Township 15 North, Range 8 East, Mount Diablo Base and Meridian and more particularly described as follows:

Beginning at the northeasterly corner of that property owned by Hansen Bros. Enterprises, recorded in Document No. 2004-050362; Official Records of Nevada County as shown on that Record of Survey Recorded in Book 5 of Surveys, Page 138; Official Records of Nevada County; thence Continuing along the boundary of said parcel South 11°44'00" East, 1,462.00 feet: thence South 11°29'00" West, 372.03 feet to the southeasterly corner of said parcel; thence along the northerly line of that parcel of land owned by Hansen Bros. Enterprises recorded in Document No. 2018-015861; Official Records of Nevada County South 84°03'00" West to the westerly line of the Northwest Quarter of Section 1, Township 15 North, Range 8 East, Mount Diablo Base and Meridian; thence northerly along the westerly line of the Northwest Ouarter of Section 1 to the Northwest corner of Section 1; thence along the northerly line of the Northeast Quarter of Section 2, Township 15 North, Range 8 East, Mount Diablo Base and Meridian South 89°08'10" West to the southeast corner of that parcel of land owned by Chrisetta, recorded as Document No. 2005-001696; Official Records of Nevada County; thence North 24°41'00" West, 475.28 feet to the northwest corner of said property owned by Hansen Bros. Enterprises, recorded in Document No. 2004-050362; Official Records of Nevada County and as shown on that Record of Survey Recorded in Book 5 of Surveys, Page 138; Official Records of Nevada County; thence South 87°05'00" East, 618.55 feet to the Point of Beginning.

Area described, containing 25.11 acres more, or less.

This description has been prepared by me, or under my direction, in conformance with the Professional Land Surveyors Act.

Martin D. Wood LS 8321

3-17-22 Date



END OF DESCRIPTION



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EXHIBIT B

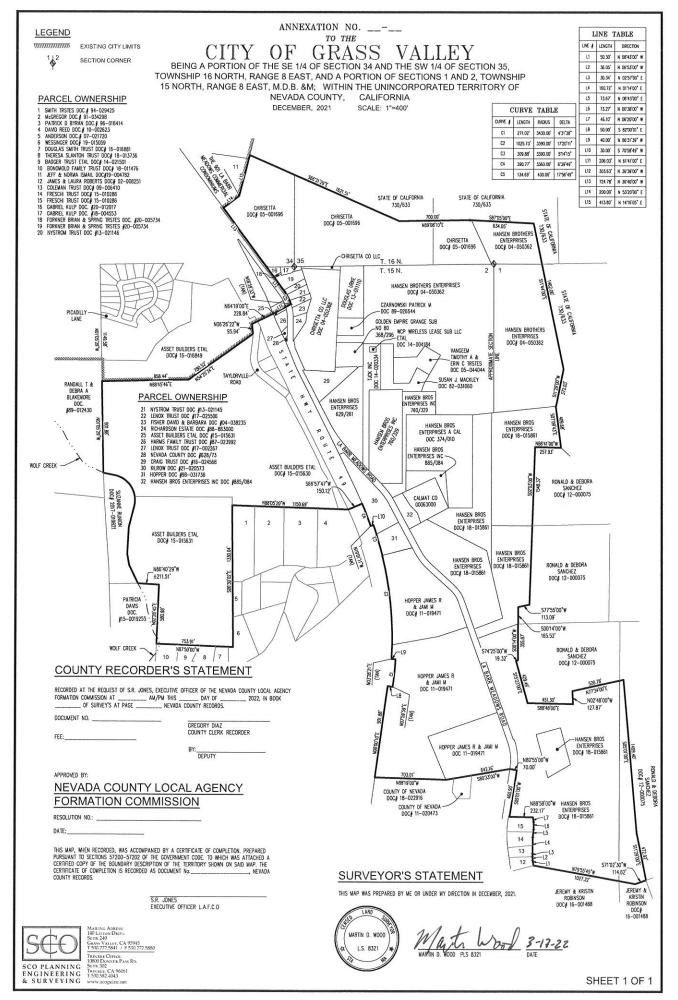


Exhibit C

Southeast Industrial District Combining Zone

17.28.080 – Southeast Industrial District (SEID) Combining Zone

A. **Purpose**. The Southeast Industrial District (SEID) Combining Zone applies to the area east of La Barr Meadows Road and west of Empire Mine State Park in the vicinity of Amsel Way as depicted in Figure 2-1. This Combining Zone is intended to permit the continuation, intensification and expansion of the uses of properties within the Combining Zone according to the Permitted Uses established for the Combining Zone.

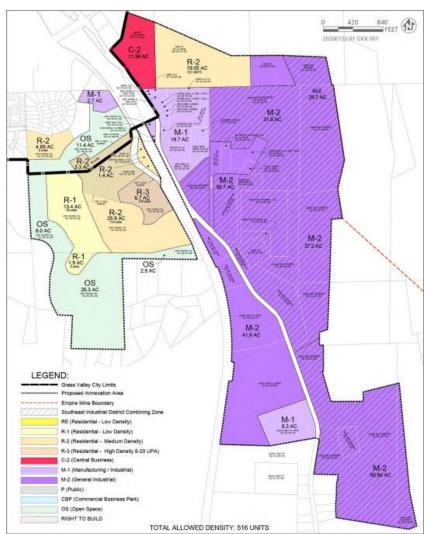


Figure 2-1. Southeast Industrial District

B. **Permitted Uses**. All uses in Table 2-10 are allowed by right as noted in the M-1 and M-2 Zone of the Development Code as designated by the Grass Valley Development Code Section 17.24.030, with the addition of the following permitted uses, which shall also be allowed by right:

- 1. Concrete, Gypsum and Plaster Product Manufacturing, including asphalt production.
- 2. Crushing, sorting and recycling of concrete, asphalt, and construction materials.
- 3. Outdoor storage and sales of building and landscape materials including the import, export, and storage of aggregate products, rock, dirt, sand and or soil without a grading or stockpile permit.
- 4. Stump grinding, brush chipping, and the manufacturing, storage and sale of materials incidental to building and landscape materials sales.
- 5. Incidental burning of stumps, brush, and other dry woody materials.¹
- 6. Vehicle Services.
- 7. Manufacturing and Processing- Heavy, including manufacturing of equipment incidental to permitted uses in the Combining Zone.
- 8. Fuel Dealership.
- 9. Construction, Farm and Heavy Equipment Sales and Rental.
- 10. Bio-mass energy generation.
- 11. All other uses permitted in the City's C.B.P, M-1 and M-2 Zone without a permit.
- 12. Storage-Personal Storage Facility.
- 13. Storage-Outdoor
- 14. Communication or Antenna towers
- 15. All other existing uses and activities

C. Performance Standards Exemption for Existing Uses.

1. Except as provided by State law, development within the SEID Combining Zone shall be subject to the Performance Standards specified in the Grass Valley Development Code Sections 17.030.070 and 17.030.090, except as those Sections are specifically modified by the Performance Standards contained in Section C.2 below ("SEID Combining Zone Performance Standards"). In the event of a conflict between Sections 17.030.070 and 17.030.090 and the SEID Combining Zone Performance Standards shall apply.

2. SEID Combining Zone Performance Standards:

A. Setbacks.

1. Building Setbacks. Front and side building setbacks shall be a minimum of fifteen (15) feet from the back of curb.

2. Parking setbacks. Front and side parking setbacks shall be a minimum of five (5) feet from the curb. Parking shall be allowed in the front setback if separated by a minimum five (5) foot wide landscape area or walkways.

3. Creek and riparian setbacks. Buildings must have a minimum setback of thirty (30) feet from creek and riparian zones.

B. Fences, Walls and Screening.

1. Eight (8) foot chain-link fencing shall be allowed

¹ Note: May require a Burn Permit from the Northern Sierra Air Quality Management District.

2. Walls over forty-eight (48) inches shall be allowed without benching for retaining walls so that retaining walls over six (6) feet may be allowed. Bunker walls on frontages shall have an eight (8) foot maximum.

3. Screening shall not be required for any Existing Uses or future uses.

C. Outdoor Lighting. Existing Uses shall not be required to conform to City standards related to lighting or noise, except as necessary to maintain compliance with worker safety requirements under state law.

D. Dust. Developments in the SEID Combing Zone must, at a minimum, comply with NSAQMD requirements.

E. Vibrations. Shall be allowed to continue based on Existing Uses.

F. Odors. Shall be allowed to continue with similar or same as Existing Uses. Asphalt, manure, and other industrial uses and products may be allowed to have an odor that may be noticeable beyond the property line.

G. Solid Waste and Recycling. Solid waste and recycling facilities may be allowed to abut residential with a one hundred (100) foot buffer/setback.

H. Signs and flagpoles. Second story and roof signs shall be allowed. Up to three hundred (300) square feet of signage shall be allowed per parcel. No irrigated landscaping shall be required around the base of signs. Existing non-conforming signs may remain and can be maintained or replaced. There shall be no height limit imposed on flagpoles.

I. Outdoor Displays and material storage. Outdoor displays shall have no maximum height. All outdoor displays shall be allowed in setbacks and anywhere that does not disrupt traffic circulation, parking, or walkways. Cargo containers shall be allowed for rental or sale. Material storage shall be allowed in setbacks.

J. Processing facilities. Processing Facilities shall be allowed to abut residential areas with a one hundred (100) foot buffer/setback. There shall be no maximum number or volume of inbound or outbound shipments, or maximum size of the Processing Facilities.

K. Hillside and Ridgeline Development. No building shall be allowed on slopes greater than thirty (30) percent. There shall be no maximum retaining wall height or bench minimum. Grading may be allowed on slopes exceeding thirty (30) percent.

L. Grading. Grading shall be allowed to occur between October 15 and April 15 when weather conditions permit, and adequate Best Management Practices are utilized. Grading must meet requirements of the California Construction General Permit for Stormwater Discharges. All environmentally sensitive areas must be avoided, or mitigation measures must be implemented and therefore grading may occur within thirty (30) feet of environmentally sensitive areas when appropriately mitigated. M. Subdivision Standards. No traffic calming measure shall be required for subdivisions. No pedestrian walkways or bike paths, or funding for either, shall be required for subdivisions. Parcels shall not be required to have gas, electric or sewer connections if already adequately served by existing utilities or can be served by existing of future private water wells and septic systems. City street names will be selected by the developer and approved by the City Council.

N. Parking.

1. Building and Landscape Material Display and Outdoor Storage shall require: one parking space per every 5,000 square feet of bulk material (bunkers or stockpiles).

2. On Street Parking (local road/driveway) shall be permitted without director approval and included in the parking space count.

3. Rental Equipment Parking: Parking spaces may be gravel.

4. Vehicle Service Repair: No minimum number of spaces shall be required.

5. Loading Areas: Loading areas shall be allowed anywhere except where they encroach into stalls or driveways.

O. Noise. Existing Uses or future uses shall not be required to conform to City standards related to noise, except as necessary to maintain compliance with worker safety requirements under state law.

P. Hours of Operation. There shall be no restriction on hours or days of operations for Existing Uses or future uses.

Q. Open Space and Natural Areas. Areas left open or in natural condition shall be planned and included as a buffer between land uses and/or biological mitigation areas and therefore performance standards relating to adequate traffic and circulation, fire protection devices, utility and drainage mapping, trails, benches, lighting, trash receptacles, shall not be required. All open space areas can be maintained by mechanical thinning, clearing, grazing, or hand removal without a permit. All open space areas may include onsite wastewater disposal and wells.

D. **Project Review**. Equipment or structures related to manufacturing concrete products or processing landscaping and building materials, including rock crushers, asphalt plants, batch plant structures, repairs shops, office spaces, or similar equipment or buildings that is customary and incidental to such use, may be installed subject only to the issuance of a building permit. Notwithstanding Subsection C, the addition of all other buildings or structures shall be subject to the standards in Chapter 17.30 and discretionary review by the following individual or body:

1. **Community Development Director**. New buildings or additions to existing buildings of 10,000 square feet or less.

2. **Development Review Committee**. New buildings or additions to existing buildings of between 10,001 and 20,000 square feet.

3. **Planning Commission**. New buildings or additions to existing buildings of more than 20,001 square feet.

Exhibit D

Assignment and Assumption Agreement

THIS ASSIGNMENT AND ASSUMPTION AGREEMENT (hereinafter, the "Assignment") is entered into this ____ day of ___, 21__, by and between _____ (hereinafter "Developer"), and _____ [NAME OF ASSIGNEE], a _____ (hereinafter "Assignee"), with respect to the following facts:

RECITALS

A. On ______, 2022, the City of Grass Valley and Developer entered into that certain agreement entitled "Pre-Annexation and Development Agreement By and Between the City of Grass Valley and Jeff Hansen and Hansen Bros. Enterprises" (hereinafter the "Development Agreement"). Pursuant to the Development Agreement, Developer agreed that development of certain property more particularly described in the Development Agreement (hereinafter, the "Property") would be subject to certain conditions and obligations as set forth in the Development Agreement. The Development Agreement was recorded against the Property in the Official Records of Nevada County on _____, 2020, as Document No. ______.

B. Developer intends to convey a portion of the Property to Assignee, as identified in Exhibit A attached hereto and incorporated herein by this reference (hereinafter, the "Assigned Parcel(s)").

C. Developer desires to assign and Assignee desires to assume all of Developer's right, title, interest, burdens and obligations under the Development Agreement with respect to and as related to the Assigned Parcel(s).

ASSIGNMENT AND ASSUMPTION

NOW, THEREFORE, for valuable consideration, Developer and Assignee hereby agree as follows:

1. <u>Assignment</u>. Developer hereby assigns, effective as of Developer's conveyance of the Assigned Parcel(s) to Assignee, all of the rights, title, interests, burdens and obligations of Developer under the Development Agreement with respect to the Assigned Parcel(s). Developer retains all the rights, title, interests, burdens and obligations of Developer under the Development Agreement with respect to all other property within the Property owned by Developer.

2. <u>Assumption</u>. Assignee hereby assumes all of the rights, title, interests, burdens and obligations of Developer under the Development Agreement with respect to the Assigned Parcel(s), and agrees to observe and fully perform all of the duties and obligations of Developer under the Development Agreement with respect to the Assigned Parcel(s), and to be subject to all the terms and conditions thereof with respect to the Assigned Parcel(s).

3. <u>Release and Substitution</u>. The parties intend hereby that, upon the execution of this Agreement and conveyance of the Assigned Parcel(s) to Assignee, Developer shall be released from any and all obligations under the Development Agreement arising from and after the effective date of this transfer with respect to the Assigned Parcel(s) and that Assignee shall become substituted for Developer as the "Developer" under the Development Agreement with respect to the Assigned Parcels.

4. <u>Binding on Successors</u>. 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.

5. <u>Notice Address</u>. The Notice Address described for "Developer" with respect to the Assigned Parcel(s) shall be:

[Name of Assignee]

______Attn: ______

IN WITNESS HEREOF, the parties hereto have executed this Agreement as of the day and year first above written. This Agreement may be signed in identical counterparts.

DEVELOPER:

ASSIGNEE:

[NAME OF DEVELOPER], a _____

[NAME OF ASSIGNEE],

a _____

| By: | |
|---------|--|
| Name: _ | |
| Title: | |

| By: | |
|---------|--|
| Name: _ | |
| Title: | |