



Butte County Administration Paul Hahn, Chief Administrative Officer

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Members of the Board

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April 6, 2015

City of Chico
P.O. Box 3420
Chico, CA 95927

County of Butte
25 County Center Drive, Suite 200
Oroville, CA 95965

RE: Letter of Agreement Between the County of Butte and the City of Chico Regarding Transition of the Chapman and Mulberry Neighborhood from the County of Butte to the City of Chico

This document serves as a Letter of Agreement (the "Agreement") by and among the County of Butte (the "County") and the City of Chico (the "City").

This Agreement is made for the purpose of addressing the process of the transition of the Chapman and Mulberry neighborhoods from the unincorporated jurisdiction of the County to the City by the year 2020.

Per the *Sewer Service Extension and Annexation Agreement* between the City and the Butte Local Agency Formation Commission ("LAFCo"), City will initiate the annexation of the Chapman and Mulberry neighborhoods (the "Neighborhoods") by April 30, 2015. LAFCo will record the Certification of Completion of such annexation five years from the date of the LAFCo Commission hearing and approval of the annexation.

During the five year period between the initiation of annexation and the Certification of Completion, the County and City agree to work toward a seamless transition for the Neighborhoods as follows:

1. Public Works. County agrees to continue to maintain roadways. County will continue to take and respond to complaints by the Neighborhoods. County will update the City on neighborhood improvements being planned or implemented, and will also provide City with information on any trends in complaints or neighborhood concerns. If grant opportunities arise that would benefit the area and are consistent with the Chapman Mulberry Neighborhood Plan, County shall consider such grant opportunities and either; advise City and work toward completion of such grant application; or notify City that it will not be pursuing said grant, but will support the City in their efforts to move forward with an application.
2. Land Development. County agrees to flag the parcels within the Neighborhoods in their Trak-IT Land Use System in order to ensure adequate handling of land development inquiries. County shall continue to process all building permits. When proposed development requires discretionary project approval, County will notify City and work together on the process.

LAFCO
APR 17 2015
OROVILLE, CA

LAFCO Exhibit 8

3. Sewer Connection. City and County shall process sewer connection requests per the *Sewer Service Extension and Annexation Agreement*. When an owner of an existing, developed residential property in the Neighborhoods is interested in connecting to sewer, and there is no change in EDUs (equivalent single family dwelling unit flow), additional approval from LAFCo is not necessary prior to sewer connection. If sewer connection within the Neighborhoods is being proposed for property that is currently not an existing residential unit, or if there is a change in EDUs, then the connection to sewer is outside of the City/LAFCo agreement, and LAFCo will need to approve the sewer extension.

4. Code Enforcement. County agrees to continue to provide code enforcement in the Neighborhoods.

5. Public Safety (Police & Fire). County agrees to continue to provide Sheriff and Fire services in the Neighborhoods.

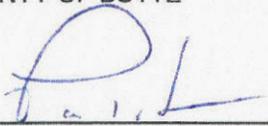
6. Housing Rehabilitation. County agrees to continue to offer housing rehabilitation loans to property owners within the Neighborhoods who are eligible to participate through the County's Housing Rehabilitation Loan Program.

7. Annual Meeting. City and County agree to meet on an annual basis to discuss the transition, and resolve any issues that may have arisen over the previous 12 months. LAFCo will be invited to participate in the annual meeting.

8. Amendment. This Agreement may be amended only in writing and only after approval of all parties.

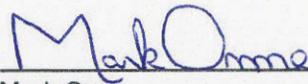
9. Effective Date. This Agreement is effective upon its execution.

COUNTY OF BUTTE

By: 
Paul Hahn
Chief Administrative Officer, Butte County

Date: 4-6-15

CITY OF CHICO

By: 
Mark Orme
City Manager, City of Chico

Date: 4/6/15