

Contra Costa County

To: Board of Supervisors

From: John Kopchik, Director, Conservation & Development Department

Date: April 26, 2022

Subject: Tolling Agreement with Discovery Builders, Inc. West Coast Builders, Inc. and the East CC Fire Protection

District

## **RECOMMENDATION(S):**

APPROVE and AUTHORIZE the Conservation and Development Director, or designee, to execute an amendment to extend a tolling agreement with Discovery Builders, Inc., West Coast Home Builders, Inc., and the East Contra Costa Fire Protection District to toll the limitations period for potential litigation related to fire protection facilities fees through December 31, 2022.

#### FISCAL IMPACT:

None.

### **BACKGROUND:**

On November 3, 2020, the Board of Supervisors adopted Ordinance No. 2020-27, an ordinance that establishes fire protection facilities fees for that portion of the county that is located within the boundaries of the East Contra Costa Fire Protection District. The ordinance authorizes the County to impose the fees and authorizes the Fire District to collect, retain, and expend the fees. Fee amounts are specified in the ordinance and must be paid before a building permit is issued for new residential or commercial construction. At the same meeting, the Board also approved a fee administration agreement between the

✓ APPROVE	OTHER
<b>№</b> RECOMMENDATION OF C	NTY ADMINISTRATOR
Action of Board On: <b>04/26/2022</b>	✓ APPROVED AS RECOMMENDED ☐ OTHER
Clerks Notes:	
VOTE OF SUPERVISORS	
AYE: John Gioia, District I Supervisor Candace Andersen, District II Supervisor Diane Burgis, District III Supervisor Karen Mitchoff, District IV Supervisor Federal D. Glover, District V Supervisor	I hereby certify that this is a true and correct copy of an action taken and entered on the minutes of the Board of Supervisors on the date shown.  ATTESTED: April 26, 2022  Monica Nino, County Administrator and Clerk of the Board of Supervisors  By: Antonia Welty, Deputy
Contact: John Kopchik 925	

cc:

655-2780

County and the Fire District that establishes the terms and conditions for the Fire District to collect, retain, and expend the fees. Under the fee administration agreement, the Fire District is required to indemnify the County against all lawsuits related to the fees and the fee ordinance, including any challenge to the validity of the fees, any challenge to the Fire District's use of the fees, and any challenge related to compliance with the Mitigation Fee Act.

The Fire District, Discovery Builders, Inc., and West Coast Home Builders, Inc., are currently in a dispute over the fee amounts in the ordinance. These parties are engaged in discussions to try to resolve their differences without incurring the cost and expense of litigation. At the request of the parties, the County previously entered into a tolling agreement to toll (suspend) the statutory limitations period for filing a lawsuit related to fire protection facilities fees from February 24, 2021, through April 30, 2021. The parties and the County subsequently agreed to amend the tolling agreement to extend the tolling period through April 30, 2022. The parties have since requested that the County agree to amend the tolling agreement again to extend the tolling period through December 31, 2022.

## **CONSEQUENCE OF NEGATIVE ACTION:**

The tolling agreement between the County and the parties would not be extended and would terminate after April 30, 2022.

# **ATTACHMENTS**

Tolling Agreement