Anderson Purisima Hills Conservation Easement Project

Consideration to Adopt a Resolution of Necessity

May 21, 2013

County Obligations

- County's effort to acquire a conservation easement complies with a 2010 Conditional Settlement Agreement with U.S. Fish & Wildlife Service.
- Terms of Agreement:
 - 1. **Acquire** a conservation easement to protect the California Tiger Salamander (CTS).
 - 2. **Restore** the California Tiger Salamander habitat and pond.
 - 3. **Transfer** the conservation easement to an approved third party.

Acquire Conservation Easement

- 1. Evaluated suitable CTS habitat and ponds.
- 2. Identified Anderson property.
- 3. Acquired Anderson Conservation Easement for \$240,000 on July 28, 2011.
- 4. Anderson had two (2) years to subordinate any existing mortgages in order for the easement to become senior in title.





Restoration Project

- 1. October 2012 Commenced.
- 2. December 2012 Completed.
- 3. March 2013 U.S. Federal Fish & Wildlife Services determined the CTS Pond Restoration was successfully conducted.

Transfer of Conservation Easement

- Anderson was unsuccessful in making
 Conservation Easement superior in title.
- 2. County's attempts to negotiate clear title to the easement were unsuccessful.
- 3. Transfer to third party cannot occur due to outstanding superior mortgages.

Current Circumstances

- Due to outstanding superior mortgages,
 County easement has not been transferred.
- 2. Second and third Deed of Trust holder filed a motion for foreclosure sale August 2012.
- 3. Owner filed for bankruptcy August 2012.
- 4. Foreclosure sale taken off calendar.
- 5. Bankruptcy Court granted County relief from automatic stay.

Threat of Foreclosure

- Threat of foreclosure jeopardizes County's conservation easement.
- 2. County's conservation easement would be extinguished upon foreclosure as a matter of law.
- 3. U.S. Fish & Wildlife Service could determine that County is in violation of Agreement.

Adopting Resolution of Necessity

- County has retained eminent domain attorney.
- 2. Eminent domain attorney advised on how to perfect title to its conservation easement by use of condemnation.
- 3. Condemnation will preserve and protect County's title to conservation easement.

Consequences of No Action Taken

- Foreclosure sale will extinguish County's conservation easement.
- County will be unable to fulfill Conditional Settlement Agreement without Anderson Conservation Easement.
- 3. Conditional Settlement Agreement expires September 10, 2013.
- 4. U.S. Fish & Wildlife Service may find County in violation.
- If found in violation County may be unable to obtain future take permits required for CTS habitats.

Recommended Actions

- A. Conduct a hearing.
- B. Find;
 - a) the location of the property is not based primarily on a consideration of the lower cost of acquiring land in an agricultural preserve.
 - b) there is no other land within or outside the preserve on which it is reasonably feasible to locate the public improvement.
- C. Adopt the Resolution of Necessity to acquire a Conservation Easement.