

SUBMITTAL TO THE FLOOD CONTROL AND WATER CONSERVATION DISTRICT BOARD OF SUPERVISORS COUNTY OF RIVERSIDE, STATE OF CALIFORNIA



FROM: General Manager-Chief Engineer

June 7, 2016

SUBJECT:

Approval of Cooperative Agreement for Sunnymead - Brodiaea Avenue Storm Drain,

Stage 2 (Parcel Map No. 36465), Project No. 4-0-00737; District 5 [\$N/A]

RECOMMENDED MOTION: That the Board of Supervisors:

1. Approve the Cooperative Agreement between the District, the City of Moreno Valley (City) and Prologis USLV TRS CASUB, LLC (Developer); and

2. Authorize the Chairman to execute the Agreement documents on behalf of the District.

BACKGROUND:

Summary

The Cooperative Agreement (Agreement) sets forth the terms and conditions by which a portion of the District's Sunnymead - Brodiaea Avenue Storm Drain, Stage 2 project will be relocated by Developer and inspected, operated and maintained by the District, City and Developer.

Continued on Page 2

AMR:blm:rlp P8/201641

E. UHLE

Geheral Manager-Chiet Engineer

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost:	POLICY/CONSENT (per Exec. Office)	
COST	\$ N/A	\$ N/A	\$ N/A	\$ N/A	Caracat C. Dallan C.	
NET DISTRICT COST	\$ N/A	\$ N/A	\$ N/A	\$ N/A	Consent Delicy Delicy	
SOURCE OF FUNDS: Budget Adjustment: No						
				For Fiscal Year	: N/A	

C.E.O. RECOMMENDATION:

		County Executive Office Signatu	ure ES OF THE BOARD	Steven G. Horn OF SUPERVISORS	
Positions Added	Change Order				
A-30	4/5 Vote				
	1	Prev. Agn. Ref.:	District: 5th	Agenda Number:	11-7

SUBMITTAL TO THE FLOOD CONTROL AND WATER CONSERVATION DISTRICT BOARD OF SUPERVISORS, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA

FORM 11: Approval of Cooperative Agreement for Sunnymead – Brodiaea Avenue Storm Drain.

Stage 2 (Parcel Map No. 36465), Project No. 4-0-00737; District 5 [\$N/A]

DATE: June 7, 2016 PAGE: Page 2 of 2

BACKGROUND:

Summary (continued)

The relocation is necessary to accommodate Developer's planned building expansion. The Agreement is necessary to formalize the transfer of necessary rights of way and to provide for District construction inspection, and subsequent operation and maintenance of the referenced storm drain facility.

Upon completion of construction, the City will assume ownership and responsibility for the operation and maintenance of the mainline storm drain system until such time as District assumes ownership, operation and maintenance in accordance the terms and conditions as set forth in the Cooperative Agreement. Also, the City will assume ownership and responsibility for the project's associated catch basins, outlets, inlets, laterals and connector pipes that are 36 inches or less in diameter located within City rights of way. The Developer will retain ownership and assume operation and maintenance responsibility for two (2)18-inch laterals and the project's associated catch basins, outlets, inlets, and connector pipes located within privately held rights of way.

County Counsel has approved the Agreement as to legal form, and the City and Developer have executed the Agreement.

Impact on Residents and Businesses

As noted above, construction of these drainage improvements is a requirement of the development of Parcel Map No. 36465. The principal beneficiaries are the future residents of the tract. Ancillary benefits will accrue to residents who will utilize the Tract's roadways.

SUPPLEMENTAL:

Additional Fiscal Information

The Developer is funding all construction and construction inspection costs. Future operation and maintenance costs of the District maintained storm drain facilities will accrue to the District.

ATTACHMENTS:

- 1. Vicinity Map
- 2. Cooperative Agreement

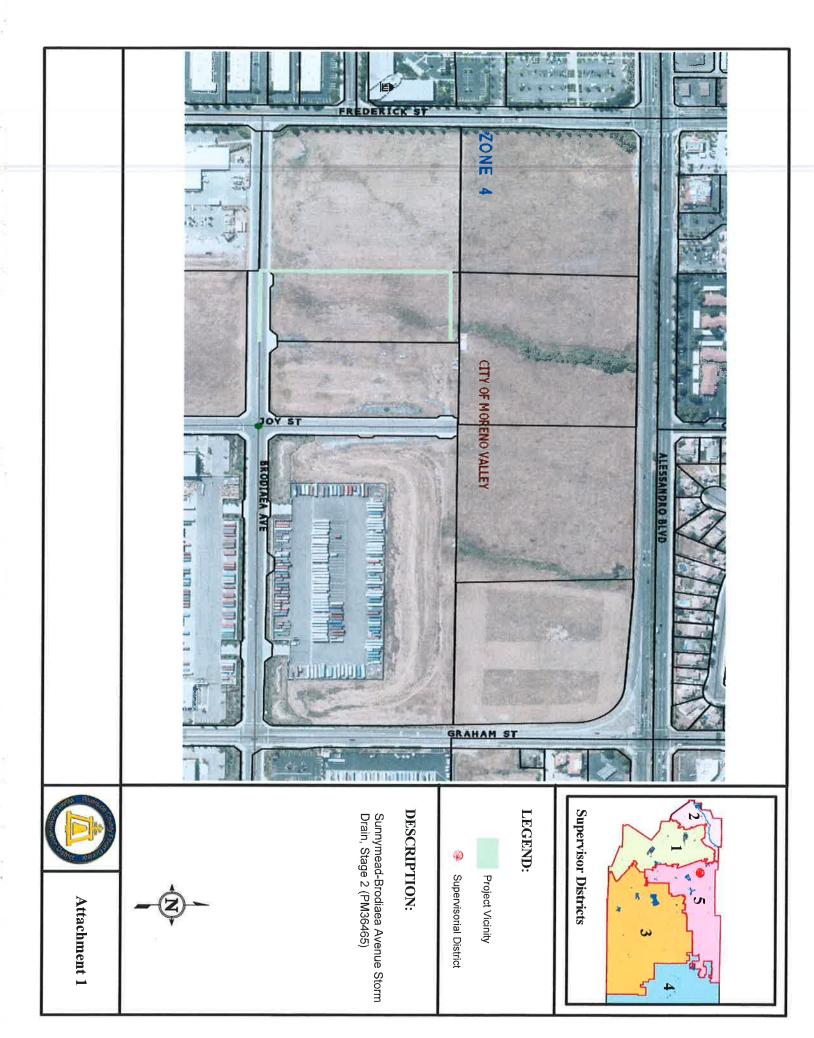
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STETSON AVE CHANNEL - STAGE 7 AKA HEMET MDP LINE D PROJECT NO. 4-0-0211





The project consists of the construction of approximately 1,300 lineal feet of 42—inch reinforced concrete pipe. The project is located along Stetson Avenue between Meridian Street and Hemet Street within unincorporated Riverside County near Hemet, California.



COOPERATIVE AGREEMENT

Sunnymead – Brodiaea Avenue Storm Drain, Stage 2 Project No. 4-0-00737 Parcel Map No. 36465

The Riverside County Flood Control and Water Conservation District, hereinafter called "DISTRICT", the City of Moreno Valley, hereinafter called "CITY", and Prologis USLV TRS CASUB, LLC, a Delaware limited liability company, hereinafter called "DEVELOPER", hereby agree as follows:

RECITALS

- A. DISTRICT owns, operates and maintains the Sunnymead Brodiaea Avenue Storm Drain facility (Drawing No. 4-0888), an underground storm drain system, hereinafter called "DISTRICT FACILITY"; and
- B. Located in the city of Moreno Valley, DISTRICT FACILITY is an essential and integral part of DISTRICT'S flood and stormwater management infrastructure and provides critical flood protection for nearby homes and businesses; and
- C. In conjunction with the original construction of DISTRICT FACILITY, DISTRICT acquired certain rights of way, hereinafter called "DISTRICT EASEMENTS", as recorded in the Official Records of Riverside County as Document No. 2011-0109844; and
- D. In conjunction with the planned expansion of its warehousing facilities, DEVELOPER has submitted for approval Parcel Map No. 36465 and as a condition of approval for Parcel Map No. 36465, DEVELOPER proposes to realign and construct a new reach consisting of approximately 1,052 lineal feet of underground storm drain system, hereinafter called "STORM DRAIN", as shown in red on Exhibit "A", attached hereto and made a part hereof, in order to restore drainage function. At its downstream terminus, STORM DRAIN shall connect to DISTRICT FACILITY, as shown in DISTRICT Drawing No. 4-1081; and

E. The legal description of Parcel Map No. 36465 is provided in Exhibit "B" attached hereto and made a part hereof; and

F. Associated with the construction of STORM DRAIN is the construction of certain catch basins, outlets, inlets, connector pipes, and various lateral storm drains that are thirty-six inches (36") or less in diameter and that are located within CITY held easements or rights of way, hereinafter called "APPURTENANCES"; and

- G. Also associated with the construction of STORM DRAIN is the construction of certain catch basins, outlets, inlets, connector pipes, and various lateral storm drains that are thirty-six inches (36") or less in diameter that are to be located within public and privately held easements or rights of way, hereinafter collectively called "DEVELOPER FACILITIES". DEVELOPER FACILITIES are to be initially owned and maintained by DEVELOPER, and subsequently owned and maintained by the private property owner for Parcel Map No. 36465; and
- H. Together, STORM DRAIN, APPURTENANCES and DEVELOPER FACILITIES are hereinafter called "PROJECT"; and
- I. All parties recognize and acknowledge that STORM DRAIN will not be accepted for ownership, operation and maintenance responsibilities by DISTRICT until the proposed Sunnymead Brodiaea Avenue Storm Drain, Stage 3, to be constructed by others, hereinafter called "PROPOSED STAGE 3" is completed and accepted by DISTRICT; and
- J. CITY is willing to assume ownership, operation and maintenance responsibilities of STORM DRAIN on an interim basis as set forth herein, with the recognition and understanding that the actual acceptance of STORM DRAIN for ownership, operation and maintenance responsibilities by DISTRICT is entirely dependent upon: (i) the construction of PROPOSED STAGE 3 being complete; (ii) DISTRICT acceptance of ownership and responsibility for the operation and maintenance of PROPOSED STAGE 3; (iii) STORM DRAIN

being constructed in accordance with plans and specifications approved by DISTRICT and CITY and as set forth herein; (iv) DISTRICT'S sole determination that STORM DRAIN is in a satisfactorily maintained condition, and (v) STORM DRAIN is fully functioning as a flood control drainage system as solely determined by DISTRICT; and

- K. DEVELOPER and CITY desire DISTRICT to ultimately accept ownership and responsibility for the operation and maintenance of STORM DRAIN, and (ii) interim operation and maintenance responsibilities of the existing facility as shown on DISTRICT Drawing No. 4-0888. Therefore, DISTRICT must review and approve DEVELOPER'S plans and specifications for PROJECT and subsequently inspect the construction of STORM DRAIN; and
- L. DEVELOPER and DISTRICT desire CITY to accept ownership and responsibility for the operation and maintenance of APPURTENANCES. Additionally, it is mutually understood and agreed that CITY shall assume ownership and sole responsibility for the operation and maintenance of STORM DRAIN until such time as DISTRICT accepts ownership and responsibility for the operation and maintenance of STORM DRAIN as set forth herein. Therefore, CITY must review and approve DEVELOPER'S plans and specifications for PROJECT and subsequently inspect the construction of PROJECT; and
- M. DISTRICT is willing to (i) review and approve DEVELOPER'S plans and specifications for PROJECT, (ii) inspect the construction of STORM DRAIN, (iii) ultimately assume ownership and responsibility for the operation and maintenance of STORM DRAIN, and (iv) accept interim responsibility for the operation and maintenance of the existing facility pursuant to the terms of this Agreement, provided DEVELOPER (a) complies with this Agreement, (b) constructs PROJECT in accordance with DISTRICT and CITY approved plans and specifications, (c) obtains and conveys to CITY all rights of way necessary for the inspection, operation and maintenance of STORM DRAIN as set forth herein, and (d) accepts ownership and responsibility for the operation and maintenance of PROJECT following completion of PROJECT

construction until such time as DISTRICT accepts ownership and responsibility for the operation and maintenance of STORM DRAIN; and

N. CITY is willing to (i) review and approve DEVELOPER'S plans and specifications for PROJECT, (ii) inspect the construction of PROJECT, (iii) accept and hold faithful performance and payment bonds submitted by DEVELOPER for STORM DRAIN, (iv) grant DISTRICT the right to inspect, operate and maintain STORM DRAIN within CITY rights of way, (v) assume ownership and responsibility for the operation and maintenance of APPURTENANCES upon completion of PROJECT construction, and (vi) assume ownership and responsibility for the operation and maintenance of STORM DRAIN following completion of PROJECT construction until such time as DISTRICT accepts ownership and responsibility for the operation and maintenance of STORM DRAIN as set forth herein, provided PROJECT is constructed in accordance with plans and specifications approved by DISTRICT and CITY; and

O. DISTRICT is willing, upon recordation of the final map for Parcel Map No. 36465, vacate a portion of the existing DISTRICT EASEMENTS as shown in concept cross-hatched in green on Exhibit "C" attached hereto and made a part hereof.

NOW, THEREFORE, the parties hereto mutually agree as follows:

SECTION I

DEVELOPER shall:

- 1. Prepare PROJECT plans and specifications, hereinafter called "IMPROVEMENT PLANS", in accordance with applicable DISTRICT and CITY standards, and submit to DISTRICT and CITY for their respective review and approval.
- 2. Continue to pay DISTRICT, within thirty (30) days after receipt of periodic billings from DISTRICT, any and all such amounts as are deemed reasonably necessary by DISTRICT to cover DISTRICT'S costs associated with the review of IMPROVEMENT PLANS, review and approval of rights of way and conveyance documents, and with the processing and

administration of this Cooperative Agreement. Additionally, DEVELOPER shall deposit with CITY, any and all such amounts as are deemed reasonably necessary by CITY to cover CITY'S costs associated with the review of IMPROVEMENT PLANS, the review and approval of all right of way and conveyance documents, and with the processing and administration of this Agreement.

- 3. Deposit with DISTRICT (Attention: Business Office Accounts Receivable), at the time of providing written notice to DISTRICT of the start of PROJECT construction as set forth in Section I.8. herein, the estimated cost of providing construction inspection for STORM DRAIN, in an amount as determined and approved by DISTRICT in accordance with Ordinance Nos. 671 and 749 of the County of Riverside, including any amendments thereto, based upon the bonded value of STORM DRAIN. If at any time the costs exceed the deposit or are anticipated by DISTRICT to exceed the deposit with DISTRICT, DEVELOPER shall pay such additional amount(s), as deemed reasonably necessary by DISTRICT to complete inspection of STORM DRAIN, within thirty (30) days after receipt of billing from DISTRICT. Additionally, deposit with CITY (Attention: Public Works/Land Development), at the time of providing written notice to DISTRICT of the start of PROJECT construction as set forth in Section I.8., the estimated cost of providing construction inspection in an amount as determined and approved by CITY in accordance with the most recent City Code and Fee Resolution of CITY, including any amendments thereto.
- 4. Secure, at its sole cost and expense, all necessary licenses, agreements, permits and rights of entry as may be needed for the construction, inspection, operation and maintenance of STORM DRAIN. DEVELOPER shall furnish DISTRICT, at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8., or not less than twenty (20) days prior to recordation of the final map for Parcel Map No. 36465 or any phase thereof, whichever occurs first, with sufficient evidence of DEVELOPER having

secured such necessary licenses, agreements, permits and rights of entry, as determined and approved by DISTRICT.

- 5. Furnish DISTRICT and CITY with copies of all permits, approvals or agreements required by any federal, state or local resource and/or regulatory agency for the construction, operation and maintenance of STORM DRAIN. Such documents include, but are not limited to, those issued by the U.S. Army Corps of Engineers, California Regional Water Quality Control Board, California State Department of Fish and Wildlife, State Water Resources Control Board, and Western Riverside County Regional Conservation Authority.
- 6. Grant DISTRICT and CITY, by execution of this Agreement, the right to enter upon DEVELOPER'S property where necessary and convenient for the purpose of gaining access to and performing inspection service for the construction of PROJECT as set forth herein.
- 7. Provide CITY, at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8. or not less than twenty (20) days prior to recordation of the final map for Parcel Map No. 36465 or any phase thereof, whichever occurs first, with faithful performance and payment bonds, each in the amount of one hundred percent (100%) of the estimated cost for construction of STORM DRAIN as determined by DISTRICT. The surety, amount and form of the bonds, shall be subject to approval of DISTRICT and CITY. The bonds shall remain in full force and effect until STORM DRAIN is accepted by DISTRICT as complete; at which time the bond amount may be reduced to five percent (5%) for a period of one (1) year to guarantee against any defective work, labor or materials.
- 8. Notify DISTRICT in writing (Attention: Administrative Services Section) and CITY at least twenty (20) days prior to the start of construction of PROJECT. Construction shall not begin on any element of PROJECT, for any reason whatsoever, until DISTRICT has issued to DEVELOPER a written Notice to Proceed authorizing DEVELOPER to commence construction of PROJECT.

9. Obtain and provide DISTRICT, at the time of providing written notice to DISTRICT of the start of construction of PROJECT as set forth in Section I.8. or not less than twenty (20) days prior to the recordation of the final map for Parcel Map No. 36465 or any phase thereof, whichever occurs first, with duly executed Irrevocable Offers(s) of Dedication to the public for flood control and drainage purposes, including ingress and egress, for the rights of way deemed necessary by DISTRICT for the construction, inspection, operation and maintenance of STORM DRAIN. The Irrevocable Offer(s) of Dedication shall be in a form approved by DISTRICT and shall be executed by all legal and equitable owners of the property described in the offer(s).

- 10. Furnish DISTRICT, when submitting the Irrevocable Offer(s) of Dedication as set forth in Section I.9., with Preliminary Reports on Title dated not more than thirty (30) days prior to date of submission of all the property described in the Irrevocable Offer(s) of Dedication.
- 11. Furnish DISTRICT, at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8., with a complete list of all contractors and subcontractors to be performing work on STORM DRAIN, including the corresponding license number and license classification of each. At such time, DEVELOPER shall further identify in writing its designated superintendent for PROJECT construction.
- 12. Furnish DISTRICT, at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8., a construction schedule which shall show the order and dates in which DEVELOPER or DEVELOPER'S contractor proposes to carry out the various parts of work, including estimated start and completion dates. As construction of STORM DRAIN progresses, DEVELOPER shall update said construction schedule as requested by DISTRICT.

- 13. Furnish DISTRICT and CITY each with a set of final mylar plans for STORM DRAIN, and assign their ownership to DISTRICT and CITY, respectively, prior to the start of PROJECT construction.
- 14. Not permit any change to or modification of DISTRICT and CITY approved IMPROVEMENT PLANS without the prior written permission and consent of DISTRICT and CITY.
- 15. Comply with all Cal/OSHA safety regulations including regulations concerning confined space and maintain a safe working environment for DEVELOPER, CITY and DISTRICT employees on the site.
- 16. Furnish DISTRICT, at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8., a confined space entry procedure specific to PROJECT. The procedure shall comply with requirements contained in California Code of Regulations, Title 8, Section 5158, Other Confined Space Operations, Section 5157, Permit Required Confined Space and District Confined Space Procedures, SOM-18. The procedure shall be reviewed and approved by DISTRICT prior to the issuance of a Notice to Proceed.
- 17. DEVELOPER shall not commence operations until DISTRICT has been furnished with original certificate(s) of insurance and original certified copies of endorsements and if requested, certified original policies of insurance including all endorsements and any and all other attachments as required in this Section.

Without limiting or diminishing DEVELOPER'S obligation to indemnify or hold DISTRICT harmless, DEVELOPER shall procure and maintain or cause to be maintained, at its sole cost and expense, the following insurance coverage's during the term of this Agreement:

A. Workers' Compensation:

If DEVELOPER has employees as defined by the State of California, DEVELOPER shall maintain statutory Workers' Compensation Insurance

(Coverage A) as prescribed by the laws of the State of California. Policy shall include Employers' Liability (Coverage B) including Occupational Disease with limits not less than \$1,000,000 per person per accident. Policy shall be endorsed to waive subrogation in favor of DISTRICT, the County of Riverside and CITY, and, if applicable, to provide a Borrowed Servant/Alternate Employer Endorsement.

B. Commercial General Liability:

Commercial General Liability insurance coverage, including but not limited to, premises liability, unmodified contractual liability, products and completed operations liability, personal and advertising injury, and cross liability coverage, covering claims which may arise from or out of DEVELOPER'S performance of its obligations hereunder. Policy shall name the DISTRICT, the County of Riverside and CITY, its agencies, districts, special districts, and departments, their respective directors, officers, Board of Supervisors, employees, elected or appointed officials, agents or representatives as additional insureds. Policy's limit of liability shall not be less than \$2,000,000 per occurrence combined single limit. If such insurance contains a general aggregate limit, it shall apply separately to this Agreement or be no less than two (2) times the occurrence limit.

C. <u>Vehicle Liability</u>:

If DEVELOPER'S vehicles or mobile equipment are used in the performance of the obligations under this Agreement, then DEVELOPER shall maintain liability insurance for all owned, non-owned or hired vehicles so used in an amount not less than \$1,000,000 per occurrence combined single limit. If such insurance contains a general aggregate limit, it shall apply separately to

this Agreement or be no less than two (2) times the occurrence limit. Policy shall name the DISTRICT, the County of Riverside and CITY, its agencies, districts, special districts, and departments, their respective directors, officers, Board of Supervisors, employees, elected or appointed officials, agents or representatives as additional insureds.

D. <u>Professional Liability</u>:

DEVELOPER shall maintain Professional Liability Insurance providing coverage for DEVELOPER'S performance of work included within this Agreement, with a limit of liability of not less than \$2,000,000 per occurrence and \$4,000,000 annual aggregate. If DEVELOPER'S Professional Liability Insurance is written on a claims made basis rather than an occurrence basis, such insurance shall continue through the term of this Agreement and DEVELOPER shall purchase at his sole expense either 1) an Extended Reporting Endorsement (also known as Tail Coverage); or 2) Prior Dates Coverage from a new insurer with a retroactive date back to the date of, or prior to, the inception of this Agreement; or 3) demonstrate through Certificates of Insurance that DEVELOPER has maintained continuous coverage with the same or original insurer. Coverage provided under items: 1), 2) or 3) will continue as long as the law allows.

E. General Insurance Provisions – All Lines:

i. Any insurance carrier providing insurance coverage hereunder shall be admitted to the State of California and have an A.M. BEST rating of not less than an A: VIII (A: 8) unless such requirements are waived, in writing, by the County and CITY Risk Managers. If the Risk Managers

waive a requirement for a particular insurer such waiver is only valid for that specific insurer and only for one policy term.

- i. The DEVELOPER must declare its insurance self-insured retention for each coverage required herein. If any such self-insured retention exceeds \$500,000 per occurrence each such retention shall have the prior written consent of the County and CITY Risk Managers before the commencement of operations under this Agreement. Upon notification of self-insured retention deemed unacceptable to the DISTRICT, and at the election of the Risk Managers, DEVELOPER'S carriers shall either:

 1) reduce or eliminate such self-insured retention with respect to this Agreement with DISTRICT, or 2) procure a bond which guarantees payment of losses and related investigations, claims administration, and defense costs and expenses.
- DEVELOPER shall cause their insurance carrier(s) to furnish DISTRICT with 1) a properly executed original certificate(s) of insurance and certified original copies of endorsements effecting coverage as required herein; and 2) if requested to do so orally or in writing by the County and CITY Risk Managers, provide original certified copies of policies including all endorsements and all attachments thereto, showing such insurance is in full force and effect. Further, said certificate(s) and policies of insurance shall contain the covenant of the insurance carrier(s) that a minimum of sixty (60) days written notice shall be given to the DISTRICT prior to any material modification, cancellation, expiration or reduction in coverage of such insurance. If DEVELOPER insurance carrier(s) policies does not meet

v.

the minimum notice requirement found herein, DEVELOPER shall cause DEVELOPER'S insurance carrier(s) to furnish a 60 day Notice of Cancellation Endorsement. In the event of a material modification, cancellation, expiration or reduction in coverage, this Agreement shall terminate forthwith, unless DISTRICT receives, prior to such effective date, another properly executed original certificate of insurance and original copies of endorsements or certified original policies, including all endorsements and attachments thereto, evidencing coverages set forth herein and the insurance required herein is in full force and effect. An individual authorized by the insurance carrier to do so on its behalf shall sign the original endorsements for each policy and the certificate of insurance.

- iv. It is understood and agreed by the parties hereto that DEVELOPER'S insurance shall be construed as primary insurance, and DISTRICT'S and CITY'S insurance and/or deductibles and/or self-insured retentions or self-insured programs shall not be construed as contributory.
 - If, during the term of this Agreement or any extension thereof, there is a material change in the scope of services or there is a material change in the equipment to be used in the performance of the scope of work which will add additional exposures (such as the use of aircraft, watercraft, cranes, etc.); or the term of this Agreement, including any extensions thereof, exceeds five (5) years, DISTRICT and CITY reserve the right to adjust the types of insurance required under this Agreement and the monetary limits of liability for the insurance coverages currently required herein, if, in the County or CITY Risk Manager's reasonable

judgment, the amount or type of insurance carried by DEVELOPER has become inadequate.

- vi. DEVELOPER shall pass down the insurance obligations contained herein to all tiers of subcontractors working under this Agreement.
- vii. The insurance requirements contained in this Agreement may be met with a program(s) of self-insurance acceptable to DISTRICT and CITY.
- viii. DEVELOPER agrees to notify DISTRICT and CITY of any claim by a third party or any incident or event that may give rise to a claim arising from the performance of this Agreement.

Failure to maintain the insurance required by this paragraph shall be deemed a material breach of this Agreement and shall authorize and constitute authority for DISTRICT, at its sole discretion, to provide written notice to DEVELOPER that DISTRICT is unable to perform its obligations hereunder, nor to accept responsibility for ownership, operation and maintenance of STORM DRAIN due, either in whole or in part, to said breach of this Agreement.

- 18. Construct or cause to be constructed, PROJECT at DEVELOPER'S sole cost and expense, in accordance with DISTRICT and CITY approved IMPROVEMENT PLANS.
- 19. Within two (2) weeks of completing PROJECT construction, provide DISTRICT (Attention: Development Review Section) and CITY with written notice that PROJECT construction is substantially complete and requesting that DISTRICT conduct a final inspection of STORM DRAIN and CITY conduct a final inspection of PROJECT. It is mutually understood that, prior to DISTRICT acceptance of ownership and responsibility for the operation and maintenance of STORM DRAIN, STORM DRAIN shall be in a satisfactorily maintained condition as solely determined by DISTRICT and construction of PROPOSED STAGE 3 shall be complete.

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- Of all rights of way deemed necessary by DISTRICT and CITY for the operation and maintenance of PROJECT, but prior to CITY acceptance of STORM DRAIN for ownership, operation and maintenance, convey, or cause to be conveyed to CITY (i) the flood control easement(s) including ingress and egress, to the rights of way as shown in concept in blue on Exhibit "D" attached hereto and made a part hereof. The easement(s) or grant deed(s) shall be in a form approved by both DISTRICT and CITY and shall be executed by all legal and equitable owners of the property described in the easement(s) or grant deed(s).
- 21. At the time of recordation of the conveyance document(s) as set forth in Section I.20., furnish CITY with policies of title insurance, each in the amount of not less than (i) fifty percent (50%) of the estimated fee value, as determined by DISTRICT and CITY, for each easement parcel to be conveyed to CITY, or (ii) one hundred percent (100%) of the estimated value, as determined by DISTRICT and CITY, for each fee parcel to be conveyed to CITY, guaranteeing CITY'S interest in said property as being free and clear of all liens, encumbrances, assessments, easements, taxes and leases (recorded or unrecorded), and except those which, in the sole discretion of DISTRICT and CITY, are acceptable.
- 22. Accept ownership and sole responsibility for the operation and maintenance of PROJECT until such time as: (i) DISTRICT'S acceptance of STORM DRAIN construction as being complete, (ii) CITY accepts ownership and responsibility for the operation and maintenance of STORM DRAIN, (iii) CITY accepts ownership and responsibility for operation and maintenance of APPURTENANCES, and (iv) the private property owner for Parcel Map No. 36465 accepts ownership and responsibility for operation and maintenance of DEVELOPER FACILITIES.

- 23. Upon CITY'S acceptance of STORM DRAIN and APPURTENANCES for ownership, operation and maintenance, continue to accept ownership and sole responsibility for the operation and maintenance of DEVELOPER FACILITIES.
- 24. Pay, if suit is brought upon this Cooperative Agreement or any bond guaranteeing the completion of PROJECT, all costs and reasonable expenses and fees, including reasonable attorneys' fees, and acknowledge that, upon entry of judgment, all such costs, expenses and fees shall be computed as costs and included in any judgment rendered.
- 25. Upon completion of PROJECT construction, but prior to CITY acceptance of STORM DRAIN for ownership, operation and maintenance, provide or cause its civil engineer of record or construction civil engineer of record, duly registered in the State of California, to provide DISTRICT with a redlined "record drawings" copy of PROJECT plans. After DISTRICT approval of the redlined "record drawings", DEVELOPER'S engineer shall schedule with DISTRICT a time to transfer the redlined changes onto DISTRICT'S original mylars at DISTRICT'S office, after which the engineer shall review, stamp and sign the original PROJECT engineering plans "record drawings".
- 26. Ensure that all work performed pursuant to this Cooperative Agreement by DEVELOPER, its agents or contractors is done in accordance with all applicable laws and regulations, including but not limited to all applicable provisions of the Labor Code, Business and Professions Code, and Water Code. DEVELOPER shall be solely responsible for all costs associated with compliance with applicable laws and regulations.

SECTION II

DISTRICT shall:

1. Review and approve IMPROVEMENT PLANS prior to the start of PROJECT construction.

- 2. Provide CITY an opportunity to review and approve IMPROVEMENT PLANS prior to DISTRICT'S final approval.
- 3. Upon execution of this Cooperative Agreement, record or cause to be recorded, a copy of this Cooperative Agreement in the Official Records of the Riverside County Recorder.
- 4. Record or cause to be recorded, the Irrevocable Offer(s) of Dedication provided by DEVELOPER pursuant to Section I.9.
 - 5. Inspect STORM DRAIN construction.
- 6. Keep an accurate accounting of all DISTRICT costs associated with the review and approval of IMPROVEMENT PLANS, the review and approval of right of way and conveyance documents, and the processing and administration of this Cooperative Agreement.
- 7. Keep an accurate accounting of all DISTRICT construction inspection costs, and within forty-five (45) days after DISTRICT acceptance of STORM DRAIN as being complete, submit a final cost statement to DEVELOPER. If the deposit, as set forth in Section I.3., exceeds such costs, DISTRICT shall reimburse DEVELOPER the excess amount within sixty (60) days after DISTRICT acceptance of STORM DRAIN as being complete.
- 8. Provide CITY with a reproducible duplicate copy of "record drawings" of STORM DRAIN plans upon (i) DISTRICT acceptance of PROJECT construction as being complete, and (ii) DISTRICT receipt of stamped and signed "record drawings" of STORM DRAIN plans as set forth in Section I.25.
- 9. Accept interim responsibility for the operation and maintenance of the existing facility until such time the existing facility is demolished and upon CITY acceptance of ownership and responsibility for the operation and maintenance of STORM DRAIN.
- 10. Vacate a portion of the existing DISTRICT EASEMENTS as set forth in Recital 'O'.

of STORM DRAIN from CITY upon (i) DISTRICT inspection of STORM DRAIN, (ii) DISTRICT acceptance of STORM DRAIN construction as being complete, (iii) recordation of all conveyance documents described in Section I.20., (iv) DISTRICT receipt of all necessary rights of way as described in Section III.11, (v) DISTRICT acceptance of PROPOSED STAGE 3 construction as being complete, (vi) DISTRICT acceptance of PROPOSED STAGE 3 for ownership, operation and maintenance, (vii) STORM DRAIN is fully functioning as a flood control drainage system as solely determined by the DISTRICT, and (viii) DISTRICT'S sole determination that STORM DRAIN is in a satisfactorily maintained condition.

SECTION III

CITY shall:

- 1. Review and approve IMPROVEMENT PLANS prior to the start of PROJECT construction.
- 2. Accept CITY and DISTRICT approved faithful performance and payment bonds submitted by DEVELOPER as set forth in Section I.7., and hold said bonds as provided herein.
 - 3. Inspect PROJECT construction.
- 4. Consent, by execution of this Cooperative Agreement, to the recording of any Irrevocable Offer(s) of Dedication furnished by DEVELOPER pursuant to this Cooperative Agreement.
- 5. As requested by DISTRICT, accept the Irrevocable Offer(s) of Dedication as set forth herein, and any other outstanding offers of dedication necessary for the construction, inspection, operation and maintenance of STORM DRAIN, and, convey sufficient rights of way to DISTRICT to allow DISTRICT to construct, inspect, operate and maintain STORM DRAIN.

6. Grant DISTRICT, by execution of this Agreement, the right to inspect, operate and maintain STORM DRAIN within CITY rights of way.

- 7. Accept ownership and sole responsibility for the operation and maintenance of APPURTENANCES and STORM DRAIN upon (i) CITY inspection of PROJECT in accordance with Section I.20., (ii) CITY acceptance of PROJECT construction as being complete, (iii) DISTRICT acceptance of STORM DRAIN construction as being complete, and (iv) CITY receipt of stamped and signed "record drawings" of STORM DRAIN plans as set forth in Section II.8.
- 8. Accept sole ownership and responsibility for the operation and maintenance of STORM DRAIN until such time as (i) the construction of PROPOSED STAGE 3 is complete, and (ii) STORM DRAIN is formally accepted by DISTRICT for ownership, operation and maintenance. It is mutually understood that, prior to DISTRICT acceptance of ownership and responsibility for the operation and maintenance of STORM DRAIN, STORM DRAIN shall be in a satisfactorily maintained condition as solely determined by DISTRICT. If, subsequent to the inspection and, in the sole discretion of DISTRICT, STORM DRAIN is not in an acceptable condition, corrections shall be made at CITY'S sole expense.
- 9. Accept all liability whatsoever associated with the ownership, operation and maintenance of STORM DRAIN until such time as STORM DRAIN is formally accepted by DISTRICT for ownership, operation and maintenance.
- 10. Following CITY'S acceptance of STORM DRAIN for ownership, operation and maintenance, not permit any change to, or modification of, STORM DRAIN without the prior written permission and consent of DISTRICT.
- 11. Upon construction completion of PROPOSED STAGE 3 but prior to DISTRICT acceptance of ownership and responsibility for the operation and maintenance of STORM DRAIN, convey, or cause to be conveyed to DISTRICT the flood control easement(s),

including ingress and egress, or grant deed(s) of fee title where appropriate, in a form approved by DISTRICT, for the rights of way as deemed necessary solely by the DISTRICT for the operation and maintenance of STORM DRAIN.

9. Upon DISTRICT acceptance of STORM DRAIN construction as being complete, accept sole responsibility for the adjustment of all PROJECT manhole rings and covers located within CITY rights of way which must be performed at such time(s) that the finished grade along and above the underground portions of STORM DRAIN are improved, repaired, replaced or changed. It being further understood and agreed that any such adjustments shall be performed at no cost to DISTRICT.

SECTION IV

It is further mutually agreed:

- 1. Prior to CITY'S acceptance of ownership and responsibility for the operation and maintenance of STORM DRAIN from DEVELOPER, STORM DRAIN shall be in a satisfactorily maintained condition as solely determined by DISTRICT. If, in the sole discretion of DISTRICT, STORM DRAIN is not in acceptable condition, corrections shall be at DEVELOPER'S sole expense. Following CITY'S acceptance of STORM DRAIN for ownership, operation and maintenance and prior to DISTRICT'S acceptance of ownership and responsibility for the operation and maintenance of STORM DRAIN, STORM DRAIN shall be in a satisfactorily maintained condition as solely determined by DISTRICT. If, in the sole discretion of DISTRICT, STORM DRAIN is not in acceptable condition, corrections shall be made at CITY'S sole expense.
- 2. All work involved with PROJECT shall be inspected by DISTRICT and CITY but shall not be deemed complete until DISTRICT and CITY mutually agree in writing that construction is completed in accordance with DISTRICT and CITY approved IMPROVEMENT PLANS.

3. CITY and DEVELOPER personnel may observe and inspect all work being done on STORM DRAIN, but shall provide any comments to DISTRICT personnel who shall be solely responsible for all quality control communications with DEVELOPER'S contractor(s) during the construction of PROJECT.

- 4. DEVELOPER shall complete construction of PROJECT within twelve (12) consecutive months after execution of this Cooperative Agreement and within one hundred twenty (120) consecutive calendar days after commencing work on PROJECT. It is expressly understood that since time is of the essence in this Cooperative Agreement, failure of DEVELOPER to perform the work within the agreed upon time shall constitute authority for DISTRICT to perform the remaining work and require DEVELOPER'S surety to pay to CITY the penal sum of any and all bonds. In which case, CITY shall subsequently reimburse DISTRICT for DISTRICT costs incurred.
- 5. If DEVELOPER fails to commence construction of PROJECT within nine (9) months after execution of this Cooperative Agreement, then DISTRICT reserves the right to withhold issuance of the Notice to Proceed pending a review of the existing site conditions as they exist at the time DEVELOPER provides written notification to DISTRICT of the start of construction as set forth in Section I.8. In the event of a change in the existing site conditions that materially affects PROJECT function or DISTRICT'S ability to operate and maintain STORM DRAIN, DISTRICT may require DEVELOPER to modify IMPROVEMENT PLANS as deemed necessary by DISTRICT.
- 6. DISTRICT shall endeavor to issue DEVELOPER a Notice to Proceed within twenty (20) days of receipt of DEVELOPER'S complete written notice as set forth in Section I.8.; however, DISTRICT'S construction inspection staff is limited and, therefore, the issuance of a Notice to Proceed is subject to staff availability.

In the event DEVELOPER wishes to expedite issuance of a Notice to Proceed, DEVELOPER may elect to furnish an independent qualified construction inspector at DEVELOPER'S sole cost and expense. DEVELOPER shall furnish appropriate documentation of the individual's credentials and experience to DISTRICT for review and, if appropriate, approval. DISTRICT shall review the individual's qualifications and experience, and upon approval thereof, said individual, hereinafter called "DEPUTY INSPECTOR", shall be authorized to act on DISTRICT'S behalf on all STORM DRAIN construction and quality control matters. If DEVELOPER'S initial construction inspection deposit furnished pursuant to Section I.3. exceeds ten thousand dollars (\$10,000), DISTRICT shall refund to DEVELOPER up to eighty percent (80%) of DEVELOPER'S initial inspection deposit within forty-five (45) days of DISTRICT'S approval of DEPUTY INSPECTOR; however, a minimum balance of ten thousand dollars (\$10,000) shall be retained on account.

7. PROJECT construction work shall be on a five (5) day, forty (40) hour work week with no work on Saturdays, Sundays or DISTRICT designated legal holidays, unless otherwise approved in writing by DISTRICT. If DEVELOPER feels it is necessary to work more than the normal forty (40) hour work week or on holidays, DEVELOPER shall make a written request for permission from DISTRICT to work the additional hours. The request shall be submitted to DISTRICT at least seventy-two (72) hours prior to the requested additional work hours and state the reasons for the overtime and the specific time frames required. The decision of granting permission for overtime work shall be made by DISTRICT at its sole discretion and shall be final. If permission is granted by DISTRICT, DEVELOPER will be charged the cost incurred at the overtime rates for additional inspection time required in connection with the overtime work in accordance with Ordinance Nos. 671 and 749, including any amendments thereto, of the County of Riverside.

(including their agencies, districts, special districts and departments, their respective directors, officers, Board of Supervisors, elected and appointed officials, employees, agents and representatives) from any liability, claim, damage, proceeding or action, present or future, based upon, arising out of or in any way relating to DEVELOPER'S (including its officers, employees, subcontractors and agents) actual or alleged acts or omissions related to this Agreement, performance under this Agreement, or failure to comply with the requirements of this Agreement, including but not limited to: (a) property damage; (b) bodily injury or death; (c) liability or damage pursuant to Article I, Section 19 of the California Constitution, the Fifth Amendment of the United States Constitution or any other law, ordinance or regulation caused by the diversion of waters from the natural drainage patterns or the discharge of drainage within or from PROJECT; or (d) any other element of any kind or nature whatsoever.

DEVELOPER shall defend, at its sole expense, including all costs and fees (including but not limited to attorney fees, cost of investigation, defense and settlements or awards), DISTRICT and CITY (including their agencies, districts, special districts and departments, their respective directors, officers, Board of Supervisors, elected and appointed officials, employees, agents and representatives) in any claim, proceeding or action for which indemnification is required.

With respect to any of DEVELOPER'S indemnification requirements, DEVELOPER shall, at its sole cost, have the right to use counsel of their own choice and shall have the right to adjust, settle, compromise any such claim, proceeding or action without the prior consent of DISTRICT and CITY; provided, however, that any such adjustment, settlement or compromise in no manner whatsoever limits or circumscribes DEVELOPER'S indemnification obligations to DISTRICT or CITY.

DEVELOPER'S indemnification obligations shall be satisfied when DEVELOPER has provided to DISTRICT and CITY the appropriate form of dismissal (or similar document) relieving DISTRICT or CITY from any liability for the claim, proceeding or action involved.

The specified insurance limits required in this Cooperative Agreement shall in no way limit or circumscribe DEVELOPER'S obligations to indemnify and hold harmless DISTRICT and CITY from third party claims.

In the event there is conflict between this section and California Civil Code Section 2782, this section shall be interpreted to comply with California Civil Code Section 2782. Such interpretation shall not relieve the DEVELOPER from indemnifying DISTRICT or CITY to the fullest extent allowed by law.

9. DEVELOPER for itself, its successors and assigns hereby releases DISTRICT and CITY, their respective officers, agents, and employees from any and all claims, demands, actions, or suits of any kind arising out of any liability, known or unknown, present or future, including, but not limited to any claim or liability, based or asserted, pursuant to Article I, Section 19 of the California Constitution, the Fifth Amendment of the United States Constitution, or any other law or ordinance which seeks to impose any other liability or damage, whatsoever, for damage caused by the discharge of drainage within or from PROJECT. Nothing contained herein shall constitute a release by DEVELOPER of DISTRICT or CITY, their officers, agents and employees from any and all claims, demands, actions or suits of any kind arising out of any liability, known or unknown, present or future, for the negligent maintenance of STORM DRAIN and APPURTENANCES, after the acceptance of STORM DRAIN and APPURTENANCES by DISTRICT and CITY, respectively.

10. Any waiver by DISTRICT or by CITY of any breach of any one or more of the terms of this Cooperative Agreement shall not be construed to be a waiver of any subsequent

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or other breach of the same or of any other term hereof. Failure on the part of DISTRICT or CITY to require exact, full and complete compliance with any terms of this Cooperative Agreement shall not be construed as in any manner changing the terms hereof, or estopping DISTRICT or CITY from enforcement hereof.

11. Any and all notices sent or required to be sent to the parties of this Cooperative Agreement will be mailed by first class mail, postage prepaid, to the following addresses:

RIVERSIDE COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT 1995 Market Street Riverside, CA 92501 Attn: Administrative Services Section CITY OF MORENO VALLEY 14177 Frederick Street Moreno Valley, CA 92553 Attn: Ahmad R. Ansari, P.E. Public Works Director/City Engineer

PROLOGIS USLV TRS CASUB, LLC 17777 Center Court Drive North, Suite 100 Cerritos, CA 90703 Attn: James Jachetta

- 12. This Agreement is to be construed in accordance with the laws of the State of California. If any provision of this Agreement is held by a court of competent jurisdiction to be invalid, void or unenforceable, the remaining provisions will nevertheless continue in full force without being impaired or invalidated in any way.
- 13. Any action at law or in equity brought by any of the parties hereto for the purpose of enforcing a right or rights provided for by the Cooperative Agreement, shall be tried in a court of competent jurisdiction in the County of Riverside, State of California, and the parties hereto waive all provisions of law providing for a change of venue in such proceedings to any other county.
- 14. This Cooperative Agreement is the result of negotiations between the parties hereto, and the advice and assistance of their respective counsel. The fact that this Cooperative Agreement was prepared as a matter of convenience by DISTRICT shall have no import or

significance. Any uncertainty or ambiguity in this Cooperative Agreement shall not be construed against DISTRICT because DISTRICT prepared this Cooperative Agreement in its final form.

- 15. The rights and obligations of DEVELOPER shall inure to and be binding upon all heirs, successors and assignees.
- 16. DEVELOPER shall not assign or otherwise transfer any of its rights, duties or obligations hereunder to any person or entity without the written consent of the other parties hereto being first obtained. In the event of any such transfer or assignment, DEVELOPER expressly understands and agrees that it shall remain liable with respect to any and all of the obligations and duties contained in this Cooperative Agreement.
- 17. The individual(s) executing this Cooperative Agreement on behalf of DEVELOPER certify that they have the authority within their respective company(ies) to enter into and execute this Cooperative Agreement, and have been authorized to do so by all boards of directors, legal counsel, and / or any other board, committee or other entity within their respective company(ies) which have the authority to authorize or deny entering into this Cooperative Agreement.
- 18. This Cooperative Agreement is intended by the parties hereto as a final expression of their understanding with respect to the subject matter hereof and as a complete and exclusive statement of the terms and conditions thereof and supersedes any and all prior and contemporaneous agreements and understandings, oral or written, in connection therewith. This Cooperative Agreement may be changed or modified only upon the written consent of the parties hereto.

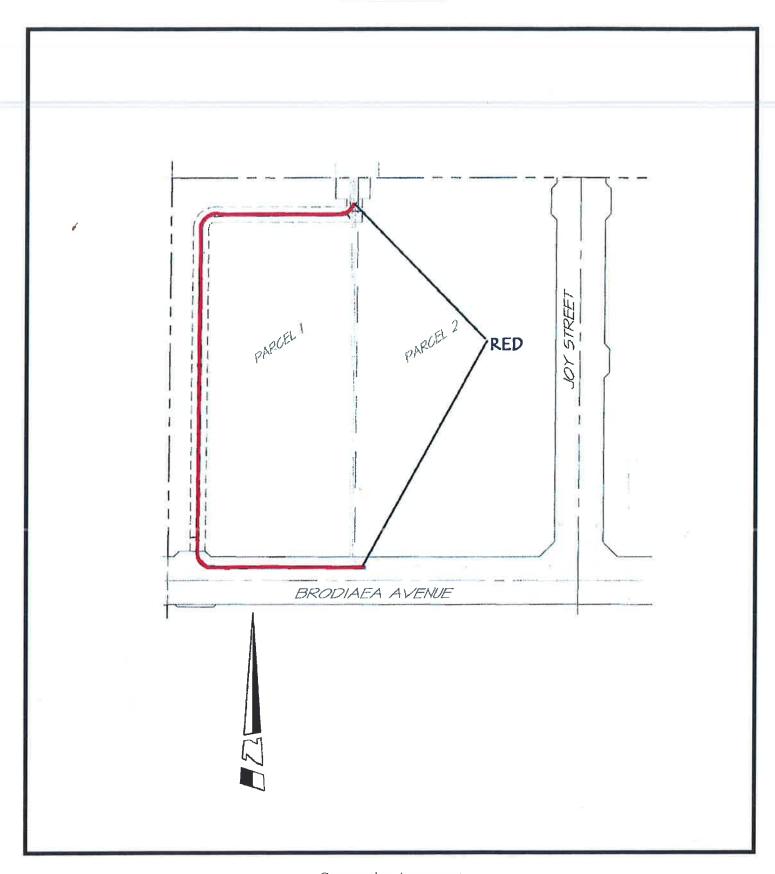
1	RECOMMENDED FOR APPROVAL: CITY OF MORENO VALLEY
2	
3	ByByByByBy
4	Public Works Director/City Engineer Nomas M DeSantis
5	Fo(City Manager
6	APPROVED AS TO FORM: ATTEST:
7	STEVEN B. QUINTANILLA
8	By Julie a Voerne
9	PAUL EARLY Assistant City Attorney LESLIE KEANE Interim City Clerk
11	(SEAL)
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24	Cooperative Agreement:
25	Sunnymead – Brodiaea Avenue Storm Drain, Stage 2
26	Project No. 4-0-00737 Parcel Map No. 36465
27	AMR:rlp 03/21/16
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CAPACITY

1 PROLOGIS USLV TRS CASUB, LLC a Delaware limited liability company 3 4 Vice President of Prologis, Inc., a Maryland 5 corporation, the general partner of Prologis, L.P., a Delaware limited partnership, the general 6 partner of Prologis USLV Operating Partnership, 7 L.P., a Delaware limited partnership, the sole member of Prologis USLV TRS 1, LLC, a 8 Delaware limited liability company, the sole member of Prologis USLV TRS CASub, LLC, a 9 Delaware limited liability company 10 11 (ATTACH NOTARY WITH STATEMENT) 12 13 14 15 16 17 18 19 20 21 22 23 Cooperative Agreement: 24 Sunnymead – Brodiaea Avenue Storm Drain, Stage 2 Project No. 4-0-00737 25 Parcel Map No. 36465 AMR:rlp 26 03/21/16 27 28

	rtificate verifies only the identity of the individual who signed the not the truthfulness, accuracy, or validity of that document.				
State of California County of Angles On Apple before me,	Hang Varz, Notapy PUBLIC				
Date	Here Insert Name and Title of the Officer				
	Name(s) of Signer(s)				
subscribed to the within instrument and ackn	tory evidence to be the person(s) whose name(s) is/are nowledged to me that he/she/they executed the same in by his/her/their signature(s) on the instrument the person(s), at 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.				
HANG VELIZ Commission # 2036456 Notary Public - California Los Angeles County My Comm. Expires Aug 10, 2017	WITNESS my hand and official seal. Signature of Notary Public				
Place Notary Seal Above	OPTIONAL ————				
Though this section is optional, completing t	this information can deter alteration of the document or this form to an unintended document.				
Description of Attached Document Title or Type of Document: Cooperative Number of Pages: 32 Signer(s) Other 1					
Capacity(ies) Claimed by Signer(s) Signer's Name:	□ Partner — □ Limited □ General □ Individual □ Attorney in Fact □ Trustee □ Guardian or Conservator □ Other:				

Exhibit A



Cooperative Agreement Sunnymead – Brodiaea Avenue Storm Drain, Stage 2 Project No. 4-0-00737 Parcel Map No. 36465

Exhibit B

LEGAL DESCRIPTION

PARCEL A:

That portion of parcels 1 and 2 of parcel map no. 32326, in the city of Moreno valley, county of riverside, state of California, as per map filed in book 218 pages 34 to 42 inclusive, parcel maps, in the office of the recorder of said county which lies within strip of land 25.00 feet wide the westerly, northwesterly and northerly boundaries of which are described as follows:

Beginning at the intersection of that certain course shown as having a bearing and length of north 89°34'09" west 42.00 feet in the southerly boundary of said parcel 1 with a line parallel with and 35.00 feet easterly, measured at right angles, from the westerly boundary of said parcel 1; thence northerly along said parallel line north 00°25'46" east 529.08 feet to the beginning of a tangent curve concave southeasterly and having a radius of 35.00 feet; thence northeasterly along said curve through a central angle of 90°00'05" a distance of 54.98 feet; thence tangent to said curve south 89°34'09" east 211.65 feet to the westerly line of the easterly line 18.50 of said parcel 1; thence along said last mentioned westerly line north 00°27'30" east 13.09 feet to a point in a line parallel with and 35.00 feet southerly, measured at right angles, from the northerly boundary of said parcels 1 and 2 said point hereby designated point "A".

The southerly like of above described 25.00 foot strip of land shall be prolonged easterly so as to terminate in the easterly line of the westerly 65.00 feet of said parcel 2.

Containing 20,354.72 square feet more or less.

PARCEL B:

That portion of parcels 1 and 2 of parcel map no. 32326, in the city of Moreno valley, county of riverside, state of California, as per map filed in book 218 pages 34 to 42 inclusive, parcel maps, in the office of the recorder of said county, which lies within the following described boundaries:

Beginning at above designated point "A"; thence north 89°34'17" west 17.81 feet along a line parallel with and 35.00 feet southerly, measured at right angles, from the northerly boundary of said parcels 1 and 2; thence north 00°25'43" east 35.00 feet to a point in said northerly boundary; thence along said northerly boundary south 89°34'17" east 55.00 feet; thence south 00°25'43" west 35.00 feet to said parallel line; thence along said parallel line north 89°34'17" west 37.19 feet to the point of beginning.

Containing 1925.00 square feet more or less.

Exhibit C

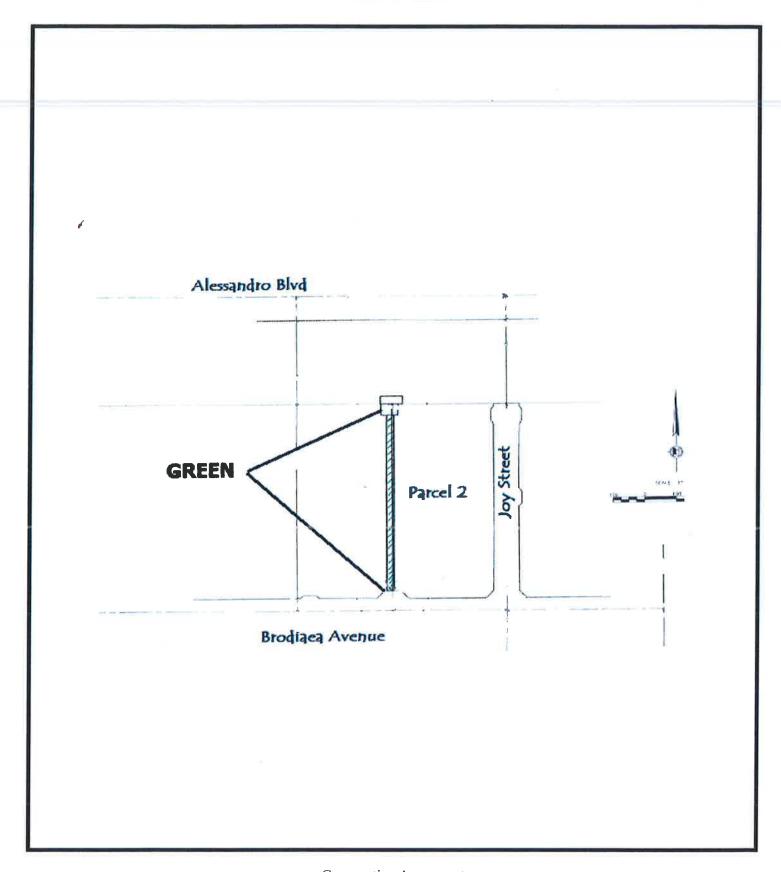


Exhibit D

