SUBMITTAL TO THE BOARD OF SUPERVISORS COUNTY OF RIVERSIDE, STATE OF CALIFORNIA



FROM: Economic Development Agency and Transportation Department

SUBMITTAL DATE: October 21, 2010

SUBJECT: Right of Way Acquisition Agreement, Temporary Construction Easement Agreement, and Settlement Agreements for the State Route 79 (Winchester) Road Widening Project

RECOMMENDED MOTION: That the Board of Supervisors:

- 1. Approve the attached Right of Way Acquisition Agreement for Parcels 0527-004, 0527-006, 0527-007, 0527-008, 0527-010, 0527-011, 0527-013, 0527-014, 21126-1, 21131-1, 21132-1, 21134-1, 21134-3, 21135-1, 21135-5, 21135-6, 21135-9, 21135-11, 21138-1, 21140-1, 21140-4, 21140-5, 21141-1, 21141-3, and 21143-1; and Temporary Construction Agreement for Parcels 21126-2, 21131-2, 21132-3, 21132-4, 21133-1, 21134-4, 21135-10, 21136-2, 21137-2, 21140-6, 21140-7, 21141-4, and 21143-2 all within portions of Assessor's Parcel Numbers 466-150-007, 466-160-013, 466-160-014, 466-170-032, 466-240-002, 466-250-028, 466-260-001, 472-100-015, 472-100-016, 472-100-017, 472-100-018, 472-110-011, 472-120-002, and 472-120-006;
- 2. Authorize the Chairman of the Board to execute these documents on behalf of the County;

SEL 8-10	Eperimental Conc		466-160-01 472-100-01	nd 21143-2 all within portio 14, 466-170-032, 466-240- 17, 472-100-018, 472-110-0 he Chairman of the Board t	002, 466-250-026, 46 011, 472-120-002, and	d 472-120-006;	100 010, 77	
SOUNTY COUNTS	UNZEĽ	(Contin	nued) C. Perez, Di	rector	Robert Fie	Id County Executive	Officer/EDA	•
CENSONAL CONSTRUCTION	O WEEL	FIN	portation De IANCIAL DATA	Current F.Y. Total Cost: Current F.Y. Net County Cos Annual Net County Cost: MON BOARD OF DIREC	\$ 4,715,468 t: \$ 0 \$ 0	In Current Year B Budget Adjustme For Fiscal Year:	udget: ent:	Yes No 2010/11
FORM	No.	SOUR	RCE OF FU	NDS: Transportation Unifo Combined Improv	rm Mitigation Fee (vement Fund (65%	35%)	Positions T Deleted Per Requires 4/5	A-30
N Policy	Policy			Ve Office Signature Je	mifer L. Sargery	at_		

MINUTES OF THE BOARD OF SUPERVISORS

On motion of Supervisor Stone, seconded by Supervisor Buster and duly carried by unanimous vote, IT WAS ORDERED that the above matter is approved as recommended.

Ayes:

Buster, Tavaglione, Stone, Benoit and Ashley

Nays:

Departmental Concurrence

☐ Consent

Dep't Recomm.:

Consent

Per Exec. Ofc.:

None

Absent:

None

Date:

November 9, 2010

XC:

EDA, Transp.

Agenda Number

Kecia Harper-Ihem

Clerk of the Board

Prev. Agn. Ref.: 3.14 of 3/24/09

District: 3

Economic Development Agency and Transportation Department
Right of Way Acquisition Agreement, Temporary Construction Easement Agreement, and
Settlement Agreements for the State Route 79 (Winchester) Road Widening Project
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RECOMMENDED MOTION: (Continued)

- 3. Approve the attached Settlement Agreement between the County and West Coast Turf for Tenant's Cost-to-Cure Items located on a portion of Assessor's Parcel Numbers 466-150-007, 466-160-013, and 466-160-014; and authorize the Chairman of the Board to execute this agreement on behalf of the County;
- Approve the attached Settlement Agreement between the County and Tri-State Materials for Tenant's Cost-to-Cure Items located on a portion of Assessor's Parcel Number 466-160-013; and authorize the Chairman of the Board to execute this agreement on behalf of the County;
- 5. Authorize and allocate the sum of \$3,551,876 to acquire Grantor Parcels 0527-004, 0527-006, 0527-007, 0527-008, 0527-010, 0527-011, 0527-013, 0527-014, 21126-1, 21131-1, 21132-1, 21134-1, 21134-3, 21135-1, 21135-5, 21135-6, 21135-9, 21135-11, 21138-1, 21140-1, 21140-4, 21140-5, 21141-1, 21141-3, and 21143-1; and temporary construction easement for Parcels 21126-2, 21131-2, 21132-3, 21132-4, 21133-1, 21134-4, 21135-10, easement for Parcels 21126-2, 21131-2, 21132-3, 21132-4, 21133-1, 21134-4, 21135-10, easement for Parcels 21140-6, 21140-7, 21141-4, and 21143-2, \$788,936 for all Grantor Cost-1136-2, 21137-2, 21140-6, 21140-7, 21141-4, and 21143-2, \$788,936 for all Grantor Cost-10-012, 466-10-013, 466-100-013, 466-100-014, 466-170-032, 466-240-002, 466-250-028, 466-260-001, 472-100-015, 472-100-016, 472-100-017, 472-100-018, 472-110-011, 472-120-002, and 472-120-006; and \$10,000 to pay all related transaction costs;
- Authorize and allocate the sum of \$252,009 to West Coast Turf for the Tenant's Cost-to-Cure items;
- 7. Authorize and allocate the sum of \$25,700 to Tri-State Materials for the Tenant's Cost-to-Cure items;
- 8. Authorize the undersigned Assistant County Executive Officer/EDA, or his designee, to execute any other documents and administer all actions to complete this transaction; and
- 9. Allocate the sum of \$39,447, which includes reserves for any unforeseen and reasonable increases to grantor cost-to-cure items.

BACKGROUND:

Winchester Road (SR-79) is one of the key north-south corridors in Southwest Riverside County. Due to significant regional and local growth, a project to widen SR-79 from Thompson Road to Domenigoni Parkway has been proposed. The project would widen this section of SR-79 from two to four lanes in accordance with the Memorandum of Understanding between the State of California Department of Transportation (CalTrans), County of Riverside Transportation Department, and the City of Murrieta; adopted on June 15, 2004, which will address the traffic needs of the area, enhance interregional travel, relieve traffic congestion, improve traffic safety, and reduce response time for emergency service vehicles. The improvement of SR-79 is a major priority for Supervisor Stone and the need has been recognized by Riverside County Transportation Department, the City of Murrieta, the City of Temecula, and CalTrans.

Economic Development Agency and Transportation Department
Right of Way Acquisition Agreement, Temporary Construction Easement Agreement, and
Settlement Agreements for the State Route 79 (Winchester) Road Widening Project
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BACKGROUND: (Continued)

The Economic Development Agency (EDA) has negotiated the acquisition and temporary construction easement of a portion of Assessor's Parcel Numbers 466-150-007, 466-160-013, 466-160-014, 466-170-032, 466-240-002, 466-250-028, 466-260-001, 472-100-015, 472-100-016, 472-100-017, 472-100-018, 472-110-011, 472-120-002, and 472-120-006 from Andy and Donald Domenigoni, Andy and Cindy Domenigoni, Steven Dale and Kim Domenigoni, Domenigoni-Barton Properties, Jean Domenigoni, Domenigoni Brothers Ranch, and Craig 435 (Grantor) for a price of \$3,551,876 and \$788,936 for Grantor's Cost-to-Cure items. There are costs of \$10,000 associated with this transaction. Staff recommends an additional \$39,447 in reserves for the Grantor's Cost-to-Cure items.

Grantor will execute Grant Deeds in favor of the State of California referenced as Parcels 21126-1, 21131-1, 21132-1, 21134-1, 21135-1, 21138-1, 21140-1, 21141-1, 21143-1; Grant Deeds in favor of the County of Riverside referenced as Parcels 0527-004, 0527-006, 0527-007, 0527-008, 0527-010, 0527-011, 0527-013, and 0527-014; Easement Deeds in favor of the State of California referenced as Parcels 21135-6, 21140-4, 21134-3, 21140-5, 21135-5, 21135-9, and 21135-11; and Easement Deed in favor of Eastern Municipal Water District referenced as Parcel 21141-3.

In addition, the EDA has negotiated the acquisition and relocation of the cost-to-cure items with West Coast Turf and Tri-State Materials (Tenants) of \$252,009 and \$25,700, respectively. West Coast Turf operates a sod farm on Grantor's property and Tri-State Materials store and sell decorative landscape rocks on Grantor's property. Both tenants also maintain advertising displays on Grantor's property. There are no costs associated with these transactions.

All potentially significant effects of the actions described in this Form 11 have been adequately analyzed in Environmental Impact Report No. 421 which was prepared for Specific Plan No. 310 (Domenigoni-Barton); all potentially significant effects of the actions have been avoided or mitigated pursuant to EIR No. 421; the actions will not result in any new significant environmental effects not identified in EIR No. 421; the actions will not substantially increase the severity of the environmental effects identified in EIR No. 421; no considerably different mitigation measures have been identified; and no mitigation measures found infeasible have become feasible. As a result, no further environmental documentation is required for California Environmental Quality Act purposes.

FINANCIAL DATA:

The following summarizes the funding necessary for the acquisition, temporary construction easement, and settlement agreements for portions of Assessor's Parcel Numbers 466-150-007, 466-160-013, 466-160-014, 466-170-032, 466-240-002, 466-250-028, 466-260-001, 472-100-015, 472-100-016, 472-100-017, 472-100-018, 472-110-011, 472-120-002, and 472-120-006:

Acquisition and Temporary Construction Easement:	\$3,551,876
Grantor Cost-to-Cure Items:	\$788,936
Reserves for Grantor Cost to Cure Items:	\$39,447
Estimated Title and Escrow Charges:	\$10,000
Settlement Agreement-West Coast Turf:	\$252,009
Settlement Agreement-Tri-State Materials:	\$25,700
Preliminary Title Reports:	\$2,500
County Appraisal Report:	\$15,000
Acquisition Administration:	\$30,000
Total Estimated Acquisition Costs:	\$4,715,468

Economic Development Agency and Transportation Department
Right of Way Acquisition Agreement, Temporary Construction Easement Agreement, and
Settlement Agreements for the State Route 79 (Winchester) Road Widening Project
October 21, 2010
Page 4

FINANCIAL DATA: (Continued)

EDA has already covered the costs for due diligence (appraisal and preliminary title reports) and will be or has been reimbursed by the Transportation Department. The remaining costs will be paid directly by the Transportation Department.

All costs associated with this property acquisition are fully funded in the Transportation Department's budget for FY 2010/11. Thus no net county cost will be incurred as a result of this transaction.

This Form 11 has been reviewed and approved by County Counsel as to legal form.



Original Negative Declaration/Notice of Determination was routed to County Clerks for posting on.

NOTICE OF DETERMINATION



COUNTY OF RIVERSIDE ECONOMIC DEVELOPMENT AGENCY COUNTY OF RIVERSIDE TRANSPORTATION DEPARTMENT

PROJECT NAME: Right of Way Acquisition	n Agree	ment, Temporary C	onstruction Easeme	<u>ent</u>
Agreement, and Settlement Agreements for the State Route 79 (Winchester) Road Widening Project				
DESCRIPTION AND LOCATION: Acquisition of right of way to construct State Route 79 from				
Thompson Road to Domenigoni Parkway in southwestern Riverside County.				
1. The project [☐ will ☐ will not] have a signi 2. ☑I find that although the proposed project co FURTHER ENVIRONMENTAL DOCUMEN significant effects of the project have been adequ 310 (Domenigoni-Barton) pursuant to applicable project have been avoided or mitigated pursuant significant environmental effects not identified E severity of the environmental effects identified in have been identified and (f) no mitigation measur 3. ☐ A Mitigated Negative Declaration was prep 4. Mitigation measures [☒were ☐were not] ma 5. A Mitigation Monitoring plan [was☒ was not 6. A statement of Overriding Considerations [☒	ficant effould have NTATIO hately ana legal start to EIR No. 42 in EIR No. 42 in EIR no. 42 in EIR no. 43 in EIR no. 44 in EIR no. 45 in EIR no. 45 in EIR no. 46 in EIR no. 47 in EIR no. 47 in EIR no. 48 in EIR n	Pect on the environment a significant effect of the significant effect	nt. n the environment, Necause (a) all potentials 121 prepared for Specially significant effect will not result in any linet substantially incably different mitigates me feasible. to the provisions of Cof SP No. 310.	lly ific Plan No. s of the new crease the ion measures
The Final EIR may be examined, along with a Street 12 th fl, Riverside, California 92501. The Final EIR may be examined, along with a Street 12 th fl, Riverside, California 92501. Robert Field	Title Title	Director, Trans Assistant Count Officer/EDA	sporation Date	080 Lemon
HEARING BODY OR OFFICER		ACTION O	N PROJECT	
XX Board of Supervisors		XX	Approval	
Planning Commission			Disapproval	
•) .		Date:	November 9, 20	010
Laubarten	Boat	rd Assistant	November	9, 2010
Verifying: Karen Barton, Board Assistant to Kec For County Clerk Use	Title: ia Harp	per-Ihem, Clerk	of the Board of 11.09.10	Supervisors 3.6

¹ Project:

STATE ROUTE 79 (WINCHESTER) ROAD WIDENING

APN:

Portion of 466-160-013

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24 25 SETTLEMENT AGREEMENT

This Settlement Agreement ("Agreement") is made as of _/o-2/_, 2010, by and between the COUNTY OF RIVERSIDE, a political subdivision of the State of California ("County"), and TRI-STATE MATERIALS, ("Tri-State"). Tri-State and County will sometimes collectively shall be referred to hereinafter as the "Parties".

RECITALS

WHEREAS, County has been working cooperatively with the State of California Department of Transportation ("CalTrans") on a highway improvement project to widen State Route 79 ("SR 79") located in Riverside County, California, to four lanes between Domenigoni Parkway and Thompson Road in order to improve safety, flow of traffic, and mobility ("Project"); and

WHEREAS, Tri-State is the tenant operating on land owned by the Domenigoni Barton Properties (landlord), with the right to use and occupy the property described as portion of Assessor's Parcel Number 466-160-013 ("Property") depicted on Exhibit "A", attached hereto and made a part thereof, for the purpose of storing and selling decorative landscape rocks and for the purpose of constructing and maintaining advertising displays; and

WHEREAS, the current access to the Property will be moved south of the existing location to Garbani Road ("alternate Garbani access road) as depicted on Exhibit "B", attached hereto and made a part hereof; and

WHEREAS, the current access will remain open until the completion and construction of alternate Garbani access road; and

WHEREAS, Tri-State owns and operates a decorative landscape rock company with their inventory of decorative rocks in bins are situated within the alternate Garbani access road. The entire inventory must be removed from its current location to accommodate the construction of alternate Garbani access road; and

WHEREAS, Tri-State owns business signs located within the real property to be acquired for SR 79 (Winchester) Road Widening Project situated on the Property whereby the signs must be removed from the current location to accommodate the construction of the Project; and

WHEREAS, Tri-State agrees to accept County's payment for the necessary work to be completed and removal of property referenced below as Cost to Cure items and to release and remit any interest it may have in the Property,

NOW THEREFORE, inconsideration of their mutual covenants contained herein and for other good and valuable consideration, the Parties agree as follows:

- 1. All the above recitals are true and correct and by this reference are incorporated herein.
- 2. County shall deposit into an Escrow Account the total amount of Twenty-Five Thousand Seven Hundred (\$25,700) for the Necessary Work in the Cost to Cure Items as listed and defined in Exhibit "C" attached hereto and made a part hereof and tender payment in the following manner:
- A. Contingent upon close of escrow for that certain Right of Way Acquisition Agreement, tender payment to Tri-State in the amount of Twelve Thousand Eight Hundred Fifty Dollars (\$12,850) representing 50% of the amount due for the Necessary Work in the Cost to Cure Items A-C.
- B. Direct that the remaining 50% of the amount due ("CTC Remainder Funds") in the amount of Twelve Thousand Eight Hundred Fifty Dollars (\$12,850) to the Escrow Holder for the Necessary Work in the Cost to Cure Items A-C in Escrow until such time the Escrow Holder is authorized to tender payment to Tri-State.
- C. Authorize in writing to the Escrow Holder to pay Tri-State the CTC Remainder Funds on a prorated basis upon written acknowledgement upon phased progress to completion by Tri-State of the Necessary Work listed under the Cost to Cure Items, as specifically described in Exhibit "C", which was necessary for the County to proceed or perform its obligations under this Agreement and the Project.

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3. Tri-State shall:

- A. Complete the Necessary Work Cost to Cure Items A to C listed in Exhibit "C" no later than thirty (30) days after giving written notice by County. The County shall withhold CTC Remainder Funds in the amount of Twelve Thousand Eight Hundred Fifty Dollars (\$12,850) in Escrow until Tri-State has completed the Necessary Work in the Cost to Cure Items.
- B. Retain the contractors for the Necessary Work Cost to Cure Items A-C listed in Exhibit "C" and directly compensate each contractor for all costs, fees, and/or expenses. The County is not responsible for any payment to the selected contractors.
- C. Failure to vacate and remove all Cost to Cure Items by the date set forth in County's written notice could result in the Tri-State forfeiting all or a part of the deposit. Any remaining Cost to Cure Items after the date set forth in County's written notice shall become the property of the County and may be removed and disposed of at the County's sole discretion.
- D. In consideration of the relocation payment set forth in Section 2A of this Agreement, Tri-State shall be responsible for all construction and relocation activities and further defend, indemnify, and hold harmless, including all costs and attorney fees, the County of Riverside, and their employees, officials and representatives and successors for any and all claims that may be related to the Cost to Cure Items.
- 4. It is mutually understood and agreed by and between the Parties hereto that the right of possession and use of the subject property by County, including the right to remove and dispose of improvements, shall commence upon the execution of this agreement by all parties. The amount shown in Paragraph 2 includes, but is not limited to, full payment for such possession and use.
- 5. Tri-State has the legal power, right and authority to enter into this Agreement and the instruments referenced herein, including but not limited to, amendment of any Lease Agreement with Domenigoni Barton Properties, to perform its obligations under and to consummate the transaction contemplated by this Agreement.

- 6. Effective upon the execution of this Agreement, the hereinafter described release of claims provision shall automatically go into force and effect without the need for any further action by the Parties. Tri-State releases the County, departments, officers, directors, officials, employees, agents, successors, assigns and its independent contractors from any and all claims that directly or indirectly relate to or arise from one or more of the following: A) the County's above-described SR-79 (Winchester) Road Widening Project, B) Tri-State's business, C) the Property, D) the County's acquisition of any portion of the Property from fee simple owner, E) any local, state or federal laws, including but not limited to the eminent domain laws. Tri-State shall indemnify, defend and hold harmless the County and its independent contractors free from any claims, causes of action, liabilities, damages, attorney's fees, and costs that directly or indirectly relate to or arise from the County's above-described SR-79 (Winchester) Road Widening Project and are made, asserted, filed, established, or recovered by Tri-State, any subtenants or any owner/operator of any business on the Property.
- 7. Tri-State hereby agrees and consent that all consideration tendered or granted by County to Tri-State in compliance with Tri-State's obligations under this Agreement, is accepted as full consideration for the Cost-to-Cure Items, and Tri-State shall not seek additional compensation for the relocation and removal of any of Tri-State's Property for any reason whatsoever.
- 8. The performance by the County of its obligations under this Agreement shall relieve the County of any and all further obligations or claims on account of the acquisition of the property referred to herein or on account of the location, grade, or construction of the propose public improvement.
- 9. This Agreement shall not be changed, modified or amended except upon the written consent of the parties hereto.
- 10. This Agreement contains the entire Agreement between the Parties regarding the matter set forth herein and expressly supersedes all previous agreements, understandings, representations, or statements between the Parties in this matter.

- 11. Tri-State, their assigns and successors in interest, shall be bound by all the terms and conditions contained in this agreement, and all the assigns and/or successors in interest thereto shall jointly and severally liable thereunder.
- 12. The individuals executing this Agreement and the instruments referenced herein on behalf of each party and the partners, officials, or trustees of each party, if any, have the legal power, right and actual authority to bind the party on whose behalf they are executing such instrument to the terms and condition of those documents.
- 13. The parties hereto expressly agree that this Agreement will be governed by, interpreted under, and construed and enforced in accordance with the laws of the State of California in which the Property is located. Venue for any proceeding related to this Agreement shall be in the County of Riverside.
- This Agreement is subject to approval by the Riverside County Board of Supervisors.

(SIGNATURES ON NEXT PAGE)

	1		
	1	IN WITNESS WHEREOF, the parties hereto	have cause this Agreement to be duly
	2	executed as of the date last set forth below.	
	3	Dated:	TRI-STATE MATERIALS
	4		Ву:
		NOV 0 9 2010	
	5	Dated:	COUNTY OF RIVERSIDE
	6		By/Many Adelley
	7		Marion Ashley, Chairman Board of Supervisors
	8	ATTEST:	Board of Caporvicore
	9	Kecia Harper-Ihem Clerk of the Board	
	10	By: Juliania	
	11	Deputy Deputy	
	12	APPROVED AS TO FORM:	
	13	Pamela J. Walls County Counsel	
	14	601111	
		By: Mntha M. Gunzel	
	15	Deputy County Counsel	
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SVra 092710	20		
218TR 13.529			
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1	IN WITNESS WHEREOF, the parties he	reto have cause this Agreement to be duly
2	executed as of the date last set forth below	1.
3	Dated:	TRI-STATE MATERIALS
4		By: Willia & Mari
5	Dated:	COUNTY OF RIVERSIDE
6		
7		By: Marion Ashley, Chairman Board of Supervisors
8	ATTEST:	
9	Kecia Harper-Ihem Clerk of the Board	
10	By:	
11	Deputy	
12	APPROVED AS TO FORM: Pamela J. Walls	
13	County Counsel	
14	By:	
15	Synthia M. Gunzel Deputy County Counsel	
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SVra 081610 ²⁰		
218TR 13.529 ₂₁		
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EXHIBIT "A" ASSESSOR'S PLAT MAP

EXHBIT "B" ALTERNATE GARBANI ACCESS ROAD

Page 8 of 10

EXHIBIT "C"

COST TO CURE ITEMS

The Purchase Price includes \$25,700 for the following Cost to Cure items:

Item	Description of Work	Amount
A	Tri-State shall remove and relocate the Tri-State business sign. The relocation payment will consist of reimbursement to Tri-State for the costs incurred in conjunction with the relocation and construction of the sign, and to provide allowance for items listed in Exhibit "D-1", attached hereto and made a part hereof.	\$1,700
В	Tri-State shall move the decorative landscape rock in an interim location on the Property during the construction of alternate Garbani access road as shown on Exhibit "D-1", attached hereto and made a part hereof.	\$12,000
С	Tri-State shall move the decorative landscape rock to the final location on the Property upon completion of the construction of the alternate Garbani access road.	\$12,000
	Total Cost to Cure Items	\$25,700

EXHIBIT "D" Exhibit D-1: Bid for relocation of sign relocation and relocation of decorative landscape rocks

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2 PROJECT:

STATE ROUTE 79 (WINCHESTER) ROAD WIDENING

RIGHT OF WAY ACQUISITION AGREEMENT

PARCELS:

0527-004 0527-006, 0527-007, 0527-008, 0527-010, 0527-011, 0527-013, 0527-014, 21126-1, 21131-1, 21132-1, 21134-1, 21134-3, 21135-1, 21135-5, 21135-6, 21135-9, 21135-11, 21138-1, 21140-1, 21140-4, 21140-5, 21141-1, 21141-3,

21143-1

APN:

Portions of 466-150-007, 466-160-013, 466-160-014, 466-170-032, 466-240-002, 466-250-028, 466-260-001, 472-100-015, 472-100-016, 472-100-017, 472-100-

018, 472-110-011, 472-120-002 and 472-120-006

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This Right-of-Way Acquisition Agreement ("Agreement") made is , 2010, by and between the COUNTY OF RIVERSIDE, a political subdivision of the State of California ("County"), and ANDY DOMENIGONI AND DONALD DOMENIGONI, CO-TRUSTEES OF THE L.G.D. IRREVOCABLE TRUST DATED 12/31/96; ANDY DOMENIGONI AND CINDY DOMENIGONI, CO-TRUSTEES OF THE ANDY AND CINDY DOMENIGONI FAMILY TRUST DATED 7/8/99; DONALD LEE DOMENIGONI, TRUSTEE OF THE DONALD LEE DOMENIGONI TRUST DATED 5/26/2000; STEVEN DALE DOMENIGONI AND KIM DOMENIGONI. CO TRUSTEES OF THE S&K RECOVOCABLE TRUST DATED 05/19/08; DOMENIGONI-BARTON PROPERTIES, a California General Partnership; JEAN DOMENIGONI, SUCCESSOR TRUSTEE OF THE **FRANCIS** DOMENIGONI FAMILY TRUST ESTABLISHED DECEMBER 18, 1978, BY FRANCIS DOMENIGONI AND JEAN DOMENIGONI, TRUSTORS; DOMENIGONI BROTHERS RANCH, LP, a California Limited Partnership AND CRAIG 435, LLC, a California Limited Liability Company, (collectively, "Grantor"). Grantor and County collectively shall be referred to hereinafter as "Parties".

RECITALS

- WHEREAS, County is currently working on a highway improvement project to widen State Route 79 ("SR 79") located in Riverside County, California, to four lanes between Domenigoni Parkway and Thompson Road in order to improve safety and mobility ("Project"), as more particularly described and set forth in those documents, plans and maps designated as Exhibits "A", "D-1", "D-3", "D-4", "D-5", "D-6", "D-8", "D-16", and "D-20" attached hereto and made a part hereof, as may be further amended on written approval by both Parties (collectively, the "Plans"); and
- WHEREAS, at the time this Agreement was executed, the Agreement is based on the most current Plans for Phase 1 Supplemental Plans at 95% and Phase 2 Supplemental Plans at 95% for the Project, which can be found in the Transportation Department and as provided to Grantor, incorporated by reference as Exhibit "D-20"; and
- C. WHEREAS, the Project has a length of 7.3 miles and for 2.5 of those miles, the adjacent property on one or more sides of SR 79 is owned by Grantor ("Grantor's Property") and is within the Domenigoni-Barton Specific Plan No. 310, ("SP 310"), which was adopted by the County Board of Supervisors on December 14, 2004 by Resolution No. 2004-538 and Ordinance No. 348.4258 as a 1,734.5 acre master-planned community including 4,186 dwelling units on 851.9 acres, 142.8 acres for commercial facilities, 147.7 commercial/recreational facilities, 44.0 acres for schools, 204.7 acres for an 18-hole regulation

golf course and parks, 258.4 acres for open space, and 108.0 acres for circulation facilities, as depicted in Exhibit D-7, attached hereto and made a part hereof; and

- WHEREAS, Grantor's Property is commonly known as Assessor's Parcel Numbers 466-150-007, 466-160-007, 466-160-013, 466-160-014, 466-160-015, 466-160-016, 466-170-032, 466-170-033, 466-240-002, 466-240-003, 466-240-004, 466-250-028, 466-320-018, 466-320-026, 466-320-027, 466-320-028, 466-320-029, 466-320-030, 466-320-031, 466-320-032, 466-330-009, 466-330-010, 466-330-011, 466-330-012, 466-330-013, 472-100-010, 472-100-015, 472-100-016, 472-100-017, 472-100-018, 472-110-011, 472-120-002, 472-120-003, 472-120-006, 472-130-001, and 472-130-002, which is more particularly described in Exhibit "D-2", attached hereto and made a part hereof; and
- E. WHEREAS, County desires to acquire a certain portion of Grantor's Property for the Project in fee title, as well as certain slope easements, drainage easements, utility easements, and temporary construction easements needed to complete the Project, as follows: fee title by grant deed for those certain parcels described in Exhibit "C-1" attached hereto and made a part hereof ("Fee Property"); easement rights by easement deeds for those certain parcels described in Exhibit "C-2", attached hereto and made a part hereof ("Easement Property"); and temporary construction easement rights by Temporary Construction Easement Agreement between County and Grantor for those certain parcels described in Exhibit "C-3" attached hereto and made a part hereof ("Temporary Easement Property"). The Fee Property, Easement Property and Temporary Easement Property shall be collectively referred to herein as the "Right-of-Way Property" and is further described on Exhibit "D-1", attached hereto and made a part hereof ("Right-of-Way Details Map"). That portion of Grantor's Property other than the Right-of-Way Property is referred to hereinafter as "Grantor's Remainder Property" and as generally depicted on Exhibit "D-2", attached hereto and made a part hereof; and
- F. WHEREAS, concurrently with the Right-of-Way Acquisition Agreement, the Parties will be entering into a Temporary Construction Easement Agreement whereby the County is tendering the consideration amount for said temporary construction easement rights into this Escrow and such amount is included in the Purchase Price amount provided herein and any additional references to the Temporary Construction Easement Agreement or Temporary Easement Property are for information and context purposes to the overall transaction between the County and Grantor; and
- WHEREAS, SP 310 has certain associated mitigation measures and conditions of approval that require the improvement of SR 79 to four lanes prior to implementing a certain phase of development which will be satisfied by the Project; and
- WHEREAS, County, the State of California Department of Transportation ("Caltrans") and the City of Murrieta entered into a Memorandum of Understanding ("MOU") on June 15, 2004 and amended on November 24, 2009, which describes the process by which design for widening SR 79, including the location of intersections, existing and future as described in the MOU for Holland Road, Wickerd Road, Garbani Road, and Craig Avenue, will be derived in accordance with Caltrans design standards and how such design is to be negotiated between the parties to the MOU and to address the location of future roads; and
- WHEREAS, there are benefits to County to construct the Project by widening the east and west side of SR 79 that is south of Scott Road to Thompson Road and the west side of SR 79 that is north of Scott Road to Domenigoni Parkway along the portion of SP 310 as

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J. WHEREAS, these benefits include A) the ability to obtain Right-of-Way Property for the Project in exchange for County's payment of the Purchase Price to Grantor and County's compliance with its other obligations set forth in this Agreement; B) the ability to implement a portion of the ultimate roadway section as stipulated in the MOU; and C) the ability to construct the Project more expeditiously by reducing the amount of right-of-way acquisitions and minimizing relocation of utilities along the east side of SR 79; and

K. WHEREAS, the benefits to the Grantor in cooperating with County now and granting the Right-of-Way Property necessary for the Project include A) having County construct the ultimate pavement widening along the west side of SR 79 north of Scott Road, in conformance with SP 310, and other associated improvements comprising the Project, thereby reducing future costs of developing SP 310 and satisfying certain mitigation measures and conditions of approval of SP 310, B) having County provide the engineering for said work in conformance with SP 310, C) along the west side of State Route 79 in conformance with SP 310, having County coordinating the relocation of these specific utilities in accordance with the Plans attached at Exhibit "D-20": Southern California Edison, Eastern Municipal Water District, Verizon Communications, and protect the Metropolitan Water District facilities, Grantor's existing 10-inch water pipeline installed and maintained pursuant to Grantor's CalTrans Encroachment Permit 08-93-N-UT-0-900 issued to Andy Domenigoni, and Grantor's other existing private utilities, and D) by County, Caltrans and the City of Murrieta having amended the MOU, as noted above, to adjust the spacing of intersections along SR 79 to be consistent with SP 310 and this Agreement, and to establish the western boundary for the ultimate SR 79 expressway improvements adjacent to SP310 at the western boundaries of the Project.

NOW, THEREFORE, for good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the Parties hereby agree as follows:

Article I. AGREEMENT

- 1. All the above recitals are true and correct and by this reference are incorporated herein.
- 2. For good and valuable consideration, Grantor agrees to sell and convey to the County, and the County agrees to purchase from Grantor all the Right-of-Way Property described herein, under the terms and conditions set forth in this Agreement. The full consideration for the Right-of-Way Property ("Consideration") consists of the purchase price amount for the real property interests to be acquired by the County ("Purchase Price") and the consideration for necessary work to be completed and removal of property referenced and further defined below as the "Cost-to-Cure Items" ("CTC Payment") and the County's performance to construct the Project in accordance with this Agreement and location of existing and future intersections referenced in Recital H herein. The Purchase Price in the amount of Three Million Five Hundred Fifty One Thousand Eight Hundred Seventy Six Dollars (\$3,551,876), is to be distributed to the respective parties of Grantor in accordance with this Agreement, as shown in Exhibit "B-1", attached hereto and made a part hereof. The Cost-to-Cure Items in the amount of Seven Hundred Eighty-Eight Thousand Nine Hundred Thirty-Six Dollars (\$788,936) is the agreed upon amount for necessary work to be completed and removal of property by Grantor as described below.

A. Grantor Cost-to-Cure Items. The Grantor Cost-to-Cure Items ("Grantor CTC") in the amount of Seven Hundred Eighty-Eight Thousand Nine Hundred Thirty-Six Dollars (\$788,936), as listed in Exhibit "B-2", attached hereto and made a part hereof, provides for consideration to be paid to Grantor for certain necessary work to be done by Grantor in order for County to proceed with its Project. Payment ("Grantor CTC Payment") is payable in accordance with Article I. Section 3.E.

B. Tenant Cost-to-Cure Items. The Tenant Cost-to-Cure Items ("Tenant CTC") in the amount of Two Hundred Seventy Seven Thousand Seven Hundred Nine Dollars (\$277,709) as listed in Exhibit "B-3", attached hereto and made a part hereof, provides for consideration to be paid to Grantor's tenants, West Coast Turf and Tri-State Materials, respectively, who occupy property that is to be acquired for or affected by County's Project, for certain necessary work to be completed and removed prior to County proceeding with its Project. The County will be entering into separate Settlement Agreements with each tenant, West Coast Turf and Tri-State Materials. Payment ("Tenant CTC Payment") is payable in accordance with the terms and conditions under those certain Settlement Agreements entered into by and between the County and West Coast Turf and Tri-State Materials, respectively.

3. County shall:

A. Upon the mutual execution of this Agreement, open escrow ("Escrow") with Chicago Title Company ("Escrow Holder"). Promptly on the Escrow Holder's request the Parties shall execute such additional Escrow instructions as are reasonably required to consummate the transaction contemplated by this Agreement and are not inconsistent with this Agreement. In the event of any conflict between the terms of this Agreement and any additional Escrow instructions, the terms of this Agreement shall control. The Escrow Holder will hold all funds deposited by the County in an escrow account ("Escrow Account") that is interest bearing and at a bank approved by County with interest accruing for the benefit of County. The Escrow Account shall remain open until all charges due and payable have been paid and settled; at such time any remaining funds shall be refunded to the County.

- B. Upon the opening of Escrow (as defined herein), deposit the Consideration as follows:
- i. Purchase Price. Deposit into Escrow the Purchase Price ("Deposit").
- ii. Grantor CTC Payment. Deposit the Grantor CTC Payment in the amount of Seven Hundred Eighty-Eight Thousand Nine Hundred Thirty-Six Dollars, (\$788,936), into Escrow.
 - C. On or before the date that Escrow is to close ("Close of Escrow):
- i. Closing Costs. Deposit to Escrow Holder amounts sufficient for all escrow, recording and reconveyance fees incurred in this transaction, and if title insurance is desired by County, the premium charged therefore.
- ii. Miscellaneous Costs. Deposit into Escrow an amount of Thirty Nine Thousand Four Hundred Forty-Seven Dollars (\$39,447), which respresents five (5%) percent of the total amount for the CTC Items listed in Exhibit "B-2" ("5% Reserve"). In the

event there are documented unforeseen and reasonable increases to the Grantor CTC approved by the County, the County will authorize the release of funds from the 5% Reserve. The Escrow Holder shall retain all funds deposited into Escrow until instructed to release such funds. The Escrow Holder shall refund any funds not needed, expended or remaining in Escrow, including, but not limited to, the 5% Reserve and any accrued interest, to County after all matters are settled and paid in accordance with this Agreement.

- iii. Deposit all other such documents consistent with this Agreement as are reasonably required by Escrow Holder or otherwise to close Escrow.
- D. Authorize the Escrow Holder to close Escrow and release the Deposit, in accordance with the provisions herein, to Grantor conditioned only upon the satisfaction or waiver of each and every one of the following, whereby Grantor and County have agreed that the parties may mutually waive conditions i.-v. and County may waive condition vi.:
- i. Written acknowledgement submitted by County that the thirty (30) days statute of limitations period to challenge the Project, this Agreement and the Substantial Conformance No.1 of SP 310 for noncompliance with the California Environmental Quality Act (California Public Resources Code Section 21000, et seq., ("CEQA")) has expired and no legal action has been filed within the statute of limitations period; and
- ii. Written acknowledgement submitted by the County that the ninety (90) days statute of limitations period to challenge the Substantial Conformance No. 1 to SP 310 for noncompliance with the Planning and Zoning (Government Code Section 65000 et seq.) has expired and no legal action has been filed within the statute of limitations period; and
- iii. Written acknowledgement that the Temporary Construction Easement Agreement has been executed by Grantor and delivered to the County; and
- iv. Written acknowledgement that the Settlement Agreements have been executed by each of the tenants named above and delivered to the County;
- v. Written acknowledgement that Caltrans has adopted the Project's mitigated negative declaration and approved the Project, that the thirty (30) days statute of limitations period to challenge Caltrans' approval of the Project for noncompliance with CEQA has expired and no legal action has been filed within the statute of limitations period; and
- vi. The deposit of the following documents into Escrow for recordation in the Official Records of the County Recorder of Riverside County ("Official Records") upon Close of Escrow:
- a. Those certain nine (9) grant deeds executed, acknowledged and deposited with Escrow Holder by Grantor substantially in the forms attached hereto as Exhibit "C-1", ("Grant Deeds") granting the Fee Property, subject only to the following:
- 1. Free and clear of all liens, encumbrances, easements, leases (recorded or unrecorded), and taxes except those certain title exceptions which appear on all the preliminary title reports received by County dated November 6, 2009, February 25, 2010, March 19, 2010, and March 22, 2010 for the Right-of-Way Property and are accepted by County in a writing provided to Escrow Holder prior to the Close of Escrow. All

- 2. In the event any real property taxes are due and unpaid at the Close of Escrow, Escrow Holder is authorized and instructed to credit against the Deposit due to Grantor to pay any unpaid taxes together with penalties, cost and interest thereon, and any bonds or assessments appearing on title to the Fee Property. All parties hereto acknowledge that the County is a public entity and exempt from payment of any real property taxes. There will be no proration of taxes through escrow. Grantor will be responsible for payment in connection therewith of any real property taxes due and payable on or before Close of Escrow. Grantor understands that the Tax Collector will not accept partial payment of any installment of any real property taxes and that the Escrow Holder will be paying the entire installment of real property taxes due at the Close of Escrow. At the Close of Escrow, the County will file for the property tax exemption. Any prorate refund that will be due the Grantor will be refunded to the Grantor by the County Tax Collector/Assessor outside of Escrow and Escrow Holder shall have no liability and/or responsibility in connection therewith.
- b. Those certain six (6) easement deeds executed, acknowledged and deposited with Escrow Holder by Grantor substantially in the forms attached hereto as Exhibit "C-2", ("Easement Deeds") granting the Easement Property.
- E. Upon or following Close of Escrow, County shall authorize the Grantor CTC Payment as follows:
- i. Upon Close of Escrow, authorize Escrow Holder to pay Grantor the amount of One Hundred Eighty Three Thousand One Hundred Forty Four Dollars and Twenty-Five Cents (\$183,144.25), which represents fifty percent (50%) of the Grantor CTC for Items A-H listed as the Necessary Work and later defined in Exhibit "B-2", from the Escrow Account.
- ii. Upon Close of Escrow, authorize Escrow Holder to pay Grantor the amount of Four Hundred Twenty-Two Thousand Six Hundred Forty-Seven Dollars and Fifty Cents (\$422,647.50) from the Escrow Account for the Grantor CTC listed as Items I-M, in Exhibit "B-2", not contingent upon the County proceeding with its Project.
- iii. Escrow Holder to retain in the Escrow Account the remaining fifty percent (50%) of the amount due for the Grantor CTC until such time as the Escrow Holder is authorized to disburse to Grantor pursuant to this Section herein.
- iv. Authorize the Escrow Holder to pay Grantor, on a prorated basis, funds from the Grantor CTC Payment amount upon Grantor's submission of written documentation showing completion of phased progress of Grantor CTC. Such documentation can be in the form of invoices received by Grantor by its contractors for the work performed for Grantor CTC.
- F. County shall begin construction, at County's sole cost and expense, of the Project that is adjacent to Grantor's Property (included in SP310) along SR79 pursuant to and in accordance with the plans and specifications comprising the Project described above in Recital "A" within two (2) years of Close of Escrow for the Right-of-Way Property and complete the Project within two (2) years thereafter. County will provide written notice to Grantor ninety

(90) days prior to commencement of construction ("Notice of Commencement") for Phase 1 and Phase 2 of the Plans for the Project. In the event that the Plans are revised in a manner that any significant changes in grade of road and location or size of drainage facilities that would materially affect Grantor's approved SP310 have occurred, County shall meet and discuss with Grantor in accordance with Article II, Sections 8 and 9 herein.

- G. Maintain services as provided in Exhibits "A", Section L, and "D-20", to Grantor's Remainder Property in conformity with the Project.
- H. Maintain access to Grantor's Remainder Property as provided in Exhibits "A" and "D-20" in conformity with the Project.
- I. Not allow any mechanics' liens to be recorded against the Easement Property, Temporary Easement Property, or Grantor's Remainder Property. In the event any such a lien is recorded, County shall take all actions necessary to promptly obtain a release of such lien at County's sole expense.
- J. Maintain, or cause to maintain, the existing three-way access to Grantor's commercial and office building (address: 31755 Winchester Road, Winchester, California); prohibit any obstruction or restriction in use of the existing access until County approves as complete Grantor's construction of the alternate Garbani interim access road, as provided in Exhibits "A" and "D-9", and Caltrans approves County's construction of the traffic signal, paved intersection, and other improvements at Garbani Road and SR 79, as more particularly described in the current Plans for access to Grantor's commercial and office building at Exhibits "D-4", "D-16", and "D-20". County shall be responsible for obtaining any needed Federal Clean Water Act Sections 401, 404 permits, California streambed alteration permits required for construction of the Garbani interim access road as shown on the interim access road plans. County shall comply with the permit conditions at County's sole expense as part of the Project in a manner that does not prevent the Grantor from completing the Garbani interim access road. County has determined that Grantor's construction of the alternate Garbani interim access road in accordance with the plans attached at Exhibit "D-9" is within the County's agricultural grading exemption under Ordinance 457.
- K. Upon Grantor's request, execute such documents and take such actions as are reasonably required to permit Grantor to construct the interim Garbani access road and assist Grantor in obtaining any permits and approvals that may be required from other agencies.
- L. Prohibit the use of groundwater in constructing and implementing the Project.
- M. Prepare environmental documents and file notice(s) of determination in compliance with CEQA and the CEQA Guidelines (Title 14, California Code of Regulations, Section 15000, et seq.) in connection with its approvals of this Agreement and the Project.
- N. Acknowledge that upon completion of the Project, Grantor's obligations for those portions of Mitigation Measure CIR-19.c. and Conditions of Approval 30. TRANS 2 through 7 and 11 for SP310 that match the description of the Scope of Project being constructed by County as depicted in Exhibit "A" have been satisfied. The Mitigation Measure and each of the Conditions of Approval referenced above contain other Grantor obligations not addressed or satisfied by this Agreement.

- P. County represents that any contractors hired for the construction of the Project shall be required to procure and maintain the proper insurance coverages to cover all work to be done by such contractors in connection with the Project and to name Grantor as an additional insured.
- Q. County shall assist Grantor in its application for obtaining an encroachment permit from CalTrans to allow Grantor's crossing of SR 79 at approximately station 208+00 (just south of Garbani Road for agricultural uses. The Parties shall work to obtain the permit prior to Close of Escrow as long as County and Grantor has the ability to mutually waive. County shall pay for costs associated with the process of seeking the initial permit. County makes no representation or warranty regarding CalTrans' actions pertaining to approval of encroachment permits.

4. Grantor shall:

- A. Deliver to Escrow Holder all the final, fully executed and acknowledged Grant Deeds and Easement Deeds required to consummate this transaction.
- B. Promptly on the Escrow Holder's request, execute such additional Escrow instructions as are reasonably required to consummate the transaction contemplated by this Agreement and are not inconsistent with this Agreement.
- C. Remove that portion of the Right of Way property to be acquired by County from the conservation contract under the Williamson Act prior to Close of Escrow.
- D. Deliver, or cause to be delivered, to the County, the Right of Entry and Temporary Construction Easement Agreement and the Settlement Agreements executed by the tenants named above in Article I, Section 2.
- E. Authorize the Escrow Holder to record the Grant Deeds and the Easement Deeds in the Official Records and Close Escrow conditioned only upon the satisfaction or waiver of each and every one of the following, whereby Grantor and County have agreed that the parties may mutually waive conditions i.-v. and Grantor may waive conditions vi. viii.:
- i. Written acknowledgement submitted by County that the thirty (30) days statute of limitations period to challenge the Project, this Agreement and the Substantial Conformance No.1 of SP 310 for noncompliance with the California Environmental Quality Act (California Public Resources Code Section 21000, et seq.) has expired and no legal action has been filed within the statute of limitations period; and
- ii. Written acknowledgement submitted by the County that the ninety (90) days statute of limitations period to challenge the Substantial Conformance No. 1 to SP 310 for noncompliance with the Planning and Zoning (Government Code Section 65000 et seq.) has expired and no legal action has been filed within the statute of limitations period; and

right but not the obligation to complete all removal work and deduct the removal costs from the

Way Property, such property shall be and become the property of County without any claim

If any of such Grantor's personal property is left on the Right-of-

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Grantor CTC Payment.

therein of Grantor.

- H. Construct and maintain the alternate Garbani Road access road to the existing commercial and office building (address: 31755 Winchester Road, Winchester, California) as more particularly described in Exhibit "D-9" ("Garbani Road (Interim Access Road Plans)"), attached hereto and made a part hereof.
- I. Keep that certain area of the Right-of-Way Property referenced as the "Notched Out Area", described as the Additional Area to be Acquired for R/W and depicted in Exhibit "D-11" attached hereto and made a part hereof, free and clear of permanent structures, landscaping, irrigation, and vehicular access (including sod delivery and pick up). In the event that in the future Grantor commences development of SP 310 adjacent to the Notched Out Area, Grantor hereby waives it's right to request a variance or setback adjustment for any setback requirements for the applicable zone in place at the time of such SP 310 development.
- J. Acknowledge that all consideration tendered or granted by County to Grantor in compliance with Grantor's obligations under this Agreement, is accepted as full consideration for the Right-of-Way Property conveyed to the County, and Grantor shall not seek compensation for diminution in value for the Right-of-Way Property or Grantor's Remainder Property, including the Notched Out Area or Grantor's Remainder Property adjacent to such area.
- K. Within five (5) days of full execution of this Agreement, Grantor shall withdraw its August 7, 2009 Comment Letter regarding circulation of the draft initial study/proposed mitigated negative declaration for the SR 79 widening project and not oppose the approval of the environmental document.
- L. Not allow any mechanics' liens to be recorded against the Right-of-Way Property, or Temporary Construction Easement Property. In the event any such a lien is recorded, Grantor shall take all actions necessary to promptly obtain a release of such lien at Grantor's sole expense.
- 5. For Close of Escrow, Escrow Holder shall perform all matters for closing the transaction simultaneously. If Escrow Holder is unable to simultaneously perform all of the instructions set forth herein or as subsequently jointly instructed by the parties, Escrow Holder shall notify County and Grantor and retain all funds and documents pending receipt of further instructions jointly issued by County and Grantor.

Article II. MISCELLANEOUS

- 1. The Parties acknowledge when the Grantor conveys a portion of Grantor's Property to a public agency in accordance with this Agreement that the conveyance does not place the Grantor in violation of the Subdivision Map Act (Government Code §66426.5). For all of Grantor's parcels which the County acquired a portion of the Fee Property thereof, County shall obtain for the Grantor a certificate of compliance and/or parcel map waiver within one year following the Close of Escrow evidencing that Grantor is in compliance of the Subdivision Map Act when Grantor develops and sells/conveys interests in those parcels.
- 2. The Right-of-Way Property is currently used by Grantor for livestock grazing and fire protection. County acknowledges and agrees that the slope easements in favor of the State of California ("CalTrans") identified in Exhibit "C-1", Items 1 and 2 (Parcels 21135-6 and 21140-4), attached hereto and made a part hereof, can be used by Grantor for grazing purposes and fire protection maintenance in accordance with Riverside County Ordinance No.

695, consistent with Project construction and County agrees to maintain the slope easement during Project construction. Grantor shall not change the grade of the slope while needed. County and Grantor acknowledge that as part of the consideration herein, the slope easement can terminate when the slope is no longer necessary per the following: Grantor grants the slope easement, reserving unto Grantor the right at any time to remove such slopes or portions thereof upon removing the necessity for maintaining such slopes or portions thereof or upon providing in place thereof other adequate lateral support, the design and construction of which shall be first approved by the State Department of Transportation, for the protection and support of SR79.

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- 3. County and Grantor acknowledge that the drainage easements in favor of the State of California (CalTrans) identified in Exhibit "C-2", Items 3 and 4 (Parcels 21134-3 and 21140-5) and slope and drainage easements in favor of the State of California (CalTrans) identified in Exhibit "C-2" Item 5 (Parcels 21135-5, 21135-9, and 21135-11), attached hereto and made a part hereof, can be maintained (clear out weeds) by Grantor and County agrees to maintain the drainage easements during construction of the Project. The Grantor shall not modify the drainage facilities or change the flow characteristics while needed. County and Grantor acknowledge that as part of the consideration herein, the drainage easement can terminate when the drainage facility is no longer necessary per the following: . Grantor grants the drainage easement or slope and drainage easement, reserving unto Grantor the right at any time to remove such drainage or slopes and drainage or portions thereof upon removing the necessity for maintaining such drainage or slopes and drainage or portions thereof or upon providing in place thereof other adequate lateral support or drainage improvements, the design and construction of which shall be first approved by the State Department of Transportation, for the protection and support of SR79.
- 4. The Parties acknowledge that the County, while constructing the Project, will be lengthening and protecting in place a pipe in which Grantor currently has an Encroachment Permit (Permit number 08 93 N UT 0 900). County agrees to bear the responsibility to obtain the amended encroachment permit for the lengthened pipe.
- 5. Indemnification By Grantor. Grantor agrees to indemnify, defend and hold County harmless for, from and against any and all claims, demands, liabilities, costs, expenses, damages and losses, cause or causes of action and suit or suits of any nature whatsoever, arising from any negligence by Grantor or any intentional misrepresentation or breach of warranty or covenant by Grantor in this Agreement. This indemnification shall include all costs and reasonable attorney fees. Grantor's obligation to indemnify hereunder shall terminate upon the earlier of completion of Project construction or public use of the Project facilities.
- 6. Indemnification By County. County agrees to indemnify, defend and hold Grantor harmless for, from and against any and all claims, demands, liabilities, costs, expenses, damages and losses, cause or causes or action and suit or suits arising out of acts or omissions by County or any misrepresentation or breach of warranty or covenant by County in this Agreement or any document delivered to Grantor pursuant to this Agreement. This indemnification shall include all costs and reasonable attorney fees. County's obligation to indemnify hereunder shall extend beyond termination of this Agreement and will remain in effect until the statute of limitations has expired.
 - 7. The performance by the County of all of its obligations under this Agreement

shall relieve the County of any and all further obligations or claims on account of the acquisition of the Right-of-Way Property referred to herein or on account of the location, grade, or construction of the Project.

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- 8. Controversies or disputes between County and Grantor that arise from A.) this Agreement (including any modifications to this Agreement), B.) any document, agreement, procedure related to or delivered in connection with this Agreement, C.) any violation of this Agreement, or D.) any claims for damages resulting from construction of the Project that detrimentally impacts Grantor's existing land uses or the SP 310, or claims for damages for injury to persons, property, or business interests (torts) (collectively "Disputes") shall be first addressed by the Parties to attempt to reach a mutually-agreeable resolution under Sections 8 and 9, which shall survive termination of this Agreement.
- Prior to instituting an action, the Parties must act in good faith and first raise the matter in dispute for which it is seeking resolution, including, but not limited to, specific performance or damages in accordance to this section herein, by requesting that a meeting be held. This notice shall be in writing and shall set the meeting for a time within forty-five days after the notice is delivered, and shall state the location for the meeting, which shall be held at mutually convenient location to the Parties. Attendees at the meeting shall have sufficient authority to address the matter at issue. The parties agree to maintain the confidentiality of the meeting and shall not rely on, or introduce as evidence in any judicial or other proceeding: (a) views expressed or suggestions made by the other Party with respect to a possible settlement of the dispute: (b) admissions made by the other Party during the meeting: (c) proposals made or views expressed: or (d) the fact that the other Party had or had not indicated a willingness to accept a proposal. This section shall apply to anything communicated, exchanged, said, done or occurring in the course of the meeting. The meeting is to be considered a settlement negotiation for the purpose of all state rules protecting disclosures made during such conference from later discovery or use in evidence. All conduct, statements, promises, offers, views and opinions, oral or written, made during a meeting by any Party or a Party's agent, representative, employee, or attorney are confidential and, where appropriate, are to be considered work product and privileged. Such conduct, statements, promises, offers, views and opinions shall not be subject to discovery or admissible for any purpose including impeachment, in any litigation or other proceeding involving the Parties; provided, however, that evidence otherwise subject to discovery or admissible is not excluded from discovery or admission in evidence simply as a result of it having been used in connection with the meeting.

During the time period that the Parties are working to resolve the issue(s), the statute of limitations applicable to the Disputes shall toll for a period of sixty (60) days ("Tolling Period"). The Parties can agree to extend the Tolling Period by mutual written consent. In the event the Parties have not reached a resolution, then the Parties have all remedies at law or in equity and the statute of limitations shall begin.

- 10. County is a public entity possessing the authority to acquire real property through eminent domain proceedings. The Parties acknowledge that the Property is being conveyed by Grantor to County in lieu of condemnation by County. County acknowledges that Grantor has made the assertion that the fair market value for the aforementioned real property interests is more than the agreed upon purchase price.
- 11. County's Representative. The Director of Transportation, or his designee, shall administer this Agreement on behalf of the County and shall be authorized to and provide for

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such administrative matters, including, but not limited to, a waiver of any conditions contained herein and provide any additional escrow instructions which may be needed.

- Grantor's Representative. The Grantor parties have appointed Domenigoni-Barton Properties - Andy Domenigoni as their representative to administer this Agreement on behalf of Grantor and shall be authorized to and provide for such administrative matters, including, but not limited to, a waiver of any conditions contained herein and provide any additional escrow instructions which may be needed.
- 13. This Agreement shall not be changed, modified, or amended except by a written amendment of this Agreement executed by all of the Parties hereto. No waiver of any breach of any covenant or provision contained in this Agreement will be deemed a waiver of any preceding or succeeding breach thereof, or of any other covenant or provision contained herein. No extension of time for performance of any obligation or act will be deemed an extension of time for performance of any other obligation or act except those of the waiving party, which will be extended by a period of time equal to the period of the delay.
- 14. This Agreement is the result of negotiations between the Parties and is intended by the Parties to be a final expression of their understanding with respect to the matters herein contained. This Agreement supersedes any and all other prior agreements and understandings, oral or written, in connection therewith. All exhibits attached to this Agreement are a part hereof and are incorporated herein by reference and all provisions of such exhibits shall constitute agreements, promises and covenants of this Agreement. No provision contained herein shall be construed against the County or Grantor solely because it prepared this Agreement or any provision hereof in its executed form.
- This Agreement shall inure to the benefit of and shall be binding upon the Parties to this Agreement and their respective heirs, successors, and assigns, provided that Grantor may assign rights and obligations with respect to any portion of this Agreement to any of the Grantor parties or subsequent owners of portions of SP 310.
- Any notice to be given or to be served upon either party hereto in connection with this Agreement must be in writing and shall be deemed to have been given and received: (a) when personally delivered, (b) two (2) days after it is sent by Federal Express or similar overnight courier, a postage prepaid and addressed to the party for whom it is intended, and that party's address specified below, or (c) three (3) days after it is sent by certified or registered United States mail, return receipt requested, postage prepaid and addressed to the party for whom it is intended, at that party's address specified below:

If to County:

Juan C. Perez Director of Transportation County of Riverside PO Box 1090 Riverside, California 92502

Telephone: (951) 955-6740 Facsimile: (951) 955-3198 E-mail: jcperez@rctlma.org

With a copy to:

Stephi A. Villanueva

Senior Real Property Agent

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County of Riverside

Economic Development Agency

Real Estate Division

3403 Tenth Street, Suite 500 Riverside, California 92501 Telephone: (951) 955-9277 Facsimile: (951) 955-4837

E-mail: svillanueva@rivcoeda.org

If to Grantor: Andy and Cindy Domenigoni

Sky Canyon Enterprises 31851 Winchester Road Winchester, CA 92596 Telephone: (951) 926-6924

Facsimile: (951) 926-4924

With a copy to: Michele A. Staples, Esq.

Jackson, DeMarco, Tidus Peckenpaugh

Irvine Office

2030 Main Street, Suite 1200 Irvine, California 92614 Telephone: (949) 752-8585 Facsimile: (949) 752-0597

If to Escrow Holder: Attn: Mary C. Antinora, Escrow Agent

Chicago Title Company

11870 Pierce Street, Suite 100 Riverside, California 92505 Telephone: (909) 384-7853 Facsimile: (909) 384-7855 E-mail:Mary.Antinora@CTT.com

If to Title: Attn: Kelly McDole

Chicago Title Company

11870 Pierce Street, Suite 100 Riverside, California 92505 Telephone: (909) 381-6751 Facsimile: (909) 384-7981 E-mail: McDoleK@CTT.com

Either party may change the place for the giving of notice to it by thirty (30) days prior written notice to the other party as provided herein.

17. Nothing in this Agreement shall be deemed to be a gift or dedication of any portion of the Grantor's Property to the general public, or for any public use or purpose whatsoever. Except as specifically provided herein, no right, privileges or immunities of any party shall inure to the benefit of any third party, nor shall any third party be deemed to be a beneficiary of any of the provisions contained herein.

- 18. This Agreement may be executed in one or more counterparts. Each shall be deemed an original and all, taken together, shall constitute one and the same instrument. This Agreement shall not be recorded.
- 19. This Agreement is subject to the approval of the County Board of Supervisors and shall not be effective until it is executed by all Parties and approved by the County Board of Supervisors.
- 20. In any proceeding between the Parties hereto seeking to enforce or construe any of the terms and provisions of this Agreement, the prevailing party in such action shall be awarded its reasonable costs and expenses and attorneys' fees, in addition to severance and other damages, injunctive or other relief.

[SIGNATURE PROVISIONS ON FOLLOWING PAGES]

1	IN WITNESS WHEREOF, the Parties hereto have caused their duly authorized representatives to execute this Agreement.
2	Dated: November 4, 2010
3 4	GRANTOR: THE L.G.D. IRREVOCABLE TRUST DATED 12/31/96
5	By: Andy Domerigoni, Co-Trustee By: Donald Domenigoni, Co-Trustee
6	THE ANDY AND CINDY DOMENIGONI FAMILY TRUST DATED 7/8/99
7 8	By: Condy Domenigoni, Co-Trustee By: Cindy Domenigoni, Co-Trustee By: Cindy Domenigoni, Co-Trustee
9	THE DONALD LEE DOMENIGONI TRUST DATED 5/26/2000
10	By: Donald Lee Domenigoni, Trustee
11	THE S&K DOMENIGONI REVOCALBLETRUST DATED 5/19/08
13	By: Dale Domenigon, Co-Trustee Kim Domenigon, Co-Trustee
14	DOMENIGONI-BARTON PROPERTIES, A CALIFORNIA GENERAL PARTNERSHIP
15	By: Lew Offend By:
17	THE FRANCIS DOMENIGONI FAMILY TRUST ESTABLISHED DECEMBER 18, 1978 BY FRANCIS DOMENIGONI AND JEAN DOMENIGONI, TRUSTORS
18	By: Jean Domenigoni, Successor Trustee
20	CRAIG 435, LLC
21	By:
22	Its: Its:
23	DOMENIGONI BROTHERS RANCH, LP
24	By:

1	SIGNATURE PROVISIONS CONTINUED:
2	
3	COUNTY:
4	ATTEST:
5	Kecia Harper-Ihem Clerk of the Board
6	By: All Math
7	Deputy
8	
9	APPROVED AS TO FORM: Pamela J. Walls
10	County Counsel
11	By: By Hma M. Gonzel
12	Synthia M. Gunzel Deputy County Counsel
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COUNTY OF RIVERSIDE

By Marion Ashley, Chairman Board of Supervisors

EXHIBIT "A" SCOPE OF PROJECT

The County shall:

- A. Construct four lanes on SR 79 between Domenigoni Parkway and Thompson Road, with signalized, full turning movement intersections fixed at Holland Road, Garbani Road/North Village Loop—South, and Scott Road, and a right-in and right-out turning movement intersection with ultimate curb return improvements on the west side of SR-79 and traffic signal conduit stub-outs for a future full turning movement traffic signal at Craig Avenue/North Village Loop North, all consistent with SP 310, and with no funding to be provided by Grantor. The portions bordering SP 310 include Assessor's Parcel Numbers 472-100-016, 466-250-028, 466-240-002, 466-160-013, 466-160-014, and 466-150-007 shall be constructed at the ultimate westerly pavement limit, north of Scott Road. South of Scott Road, the widening transitions to a symmetrical widening to accommodate the four lane configuration and not the ultimate. The improvements shall be constructed in conformance to Exhibits "D-1", "D-3", "D-4", "D-5", "D-6", "D-8", "D-16", and "D-20" attached hereto and made a part hereof.
- B. Construct a traffic signal with full turning movements at the intersection of Holland Road and SR 79 in accordance with Exhibit "D-20", at County's sole expense as part of the Project.
- C. Maintain full turn access at Holland Road during Project construction in accordance with Exhibit "D-20". However, there may be short-term traffic disruptions at times of foremost construction activities in order to facilitate construction. County shall provide reasonable notice to Grantor in advance of implementation of any short term traffic restrictions.
- D. Construct a traffic signal with full turning movement at the intersection of Garbani Road and SR 79, at County's sole expense as part of the Project. The curb returns at the northwest and southwest corners shall be constructed which is intended to connect to interim Garbani access road, as depicted on Exhibits "D-4" and "D-20", attached hereto and made a part hereof. County shall also pave the portion of interim Garbani access road as depicted on Exhibit "D-16", attached hereto and made a part hereof. The Garbani Road access will be open and functioning only upon the completion of the construction of the interim Garbani access road by Grantor and paving of the "knuckle" portion of interim Garbani access road by County.
- E. Maintain, or cause to maintain, full turn access at the intersection of the existing access road to Grantor's commercial and office building (address: 31755 Winchester Road, Winchester, California) and SR 79 in accordance with Exhibit "D-20". However, there may be short-term traffic disruptions at times of foremost construction activities in order to facilitate construction. County shall provide reasonable notice to Grantor in advance of implementation of any short term traffic restrictions. Once the Garbani Road access is open and functioning, Grantor will access commercial and office buildings and sod farm operations at the newly constructed Garbani Road intersection. If Garbani Road access is not open and functioning, the existing access from SR 79 to the commercial and office building will be right-in/right-out. At that time, the existing access from SR79 to the commercial and office building will be closed.
- F. Identify Garbani Road with adequate signage per Caltrans/County standards to direct vehicular traffic from north and southbound lanes of SR 79 to Garbani Road.

G. Install the underground traffic signal ducts at Craig Road and SR 79 at County's sole expense as part of the Project as depicted on Exhibits "D-5" and "D-20", attached hereto and made a part hereof.

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- H. Modify the traffic signal at the intersection of Scott Road/Washington Road and SR 79, at County's sole expense as part of the Project. The curb returns at the northwest and southwest corners shall be constructed as depicted on Exhibits "D-6" and "D-20", attached hereto and made a part hereof.
- I. Relocate utilities along the westerly frontage of SP 310 as shown on Exhibits "D-8" and "D-20", attached hereto and made a part hereof.
- J. Protect in place and extend the existing 10-inch water pipeline in favor of Grantor installed and maintained pursuant to CalTrans Encroachment Permit 08-93-N-UT-0-900 issued to Andy Domenigoni utilities including but not limited to irrigation facilities as shown on Exhibits "D-8" and "D-20".
- K. During Project construction, maintain all rights of way, improvements, utilities, drainage, and slopes within the Right-of-Way Property in accordance with Exhibit "D-20".
- During Project construction, County shall provide written notice in the Project plans and specifications and bid sheets for all utilities and contractors to continuously maintain Grantor's private water supply facilities and water, power, telephone and other utility services to Grantor's Remainder Property in accordance with Exhibit "D-20", except for scheduled interruption in service to switch over to new or relocated water or utility lines; install temporary bypass services prior to commencing any Project construction that may impact existing water supply or utility services to Grantor's Property; give written notice to Grantor at least seventytwo (72) hours before any interruption in water supply or utility service for the few hours that it takes to switch over to the new or relocated water or utility lines; maintain a designated emergency contact person available to Grantor by telephone on a 24-hour basis; and immediately reconnect water supply and utility services upon Grantor's notice of non-scheduled interruption of any such service. In no event shall any water supply or utility service to Grantor's Remainder Property be interrupted for a period longer than twenty-four (24) hours, except for outages that are beyond the control or not caused by the County, without Grantor's prior written consent. In the event of an interruption that may last greater than twenty-four (24) hours, the County shall provide, or cause to provide an alternate water source, in accordance with Exhibit "D-20".
- M. Prior to commencement of Project construction, provide Grantor with telephone number for the Project's emergency contact person available to respond to Grantor on a 24-hour basis.
- N. Grade Grantor's existing access south of Colfax Road and maintain right in, right out access to SR79 in favor of Grantor's abutting property in accordance with Exhibit "D-20".
- O. Asphalt paving, at County's expense, the portion of interim Garbani Access Road as depicted in Exhibits "D-16" and "D-20".

EXHIBIT "B-1" DOMENIGONI ENTITIES PURCHASE PRICE BREAKDOWN

Entity	Cash Totals
Domenigoni Barton Properties	\$1,797,782.00
SEC 21 Boys	
LGD Irrevocable Trust	\$255,717.50
Andy & Cindy Domenigoni	\$255,717.50
Donald Domenigoni	\$255,717.50
Steve & Kim Domenigoni	\$255,717.50
Craig 435, LLC	\$515,045.00
Francis Domenigoni Family Trust	\$24,700.00
c/o Jean Domenigoni	
Domenigoni Brothers Ranch	\$191,479.00
Total Purchase Price	\$3,551,876.00

EXHIBIT "B-2" GRANTOR COST-TO-CURE ITEMS

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The Grantor Cost-to-Cure Payment to be paid by County in the amount of Seven Hundred Eighty-Eight Thousand Nine Hundred Thirty-Six Dollars (\$788,936) for the following items: Items A-H are identified as necessary work to be done in order for the County to proceed with any portion of the Project ("Necessary Work"), are activities to be done by Grantor that are within the Right-of-Way Property, are contingent upon the County proceeding with its Project. Items I-M are identified as work not needed as the activities that are located outside of the Right-of-Way Property or are not contingent upon County proceeding with its Project. All Exhibits referenced below are attached hereto and made a part hereof.

	·	All	ocation
Item	Description of Work	Domenigoni Brothers Ranch	Domenigoni- Barton Properties
A	Grantor to remove and relocate irrigation lines (riser and blow-off valves) and in-line fertilizer systems, as shown on Exhibit "D-13".	\$22,375	
В	Grantor to remove landscaping and front sod display, fencing and trees near the sod farm office building located at 31755 Winchester Road, as shown on Exhibit "D-14".		\$14,000
С	Grantor to remove approximately 4 acres of wheat field as shown on Exhibit "D-15".	\$1,840	
D	Grantor to remove Domenigoni Valley trailer as shown on Exhibit "D-17".	\$600	
E	Grantor responsible for having the pole and shade cloth barn removed. Grantor intends to have the pole and shade cloth barn reconstructed on another part of the property to be selected by Grantor. The relocation payment consists of reimbursement to Grantor for the costs incurred and to provide allowance for items listed in Exhibit "D-14".		\$30,000
F	Leachline relocation	-,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	\$3,500
G	Grantor to construct interim access road to Grantor's commercial and office building fronting and accessing off SR-79 address (31851 Winchester Road, Winchester, California) from Garbani Road, as aligned consistent with SP 310, as shown on Exhibits "D-9 and D-10".		\$293,973.50
Н	Grantor to grade pad to the west of the existing pad as shown on Exhibit "D-18".		Included Amount in Item G

		Al	location
Item	Description of Work	Domenigoni Brothers Ranch	Domenigoni- Barton Properties
l'	Grantor to relocate parking area as shown on Exhibit "D-19".		\$99,097.50
J	Grantor to install barbed wire fencing between the interim Garbani access road and the Tri-State Materials yard		\$16,800
K	Reimbursement of AEI-CASC fees.		\$250,000
L	Grantor to remove private communication line from poles. The relocation payment consists of reimbursement to Grantor for the costs incurred and to provide allowance for items listed in Exhibit D-10.		\$3,025
М	Grading of Old Washington/New Washington Agriculture Access; provided Grantor has performed this item and was not otherwise performed by the County.		\$53,725
	Subtotal Grantor Cost to Cure Items	\$24,815	\$764,121
	Total Grantor Cost to Cure to Domenigoni Entities	\$788,936	

EXHIBIT B-3 TENANT COST-TO-CURE ITEMS

<u>WEST COAST TURF TENANT</u>. Although the following Cost-to-Cure items will be paid under separate agreement between County and West Coast Turf (WCT), the inclusion of this list is to provide consolidated details for what the County needs done in order to proceed with its Project:

Item	Description of Work	Amount
Α	WCT shall remove and relocate three (3) WCT signs and large people signs. The relocation payment consists of reimbursement to WCT for the costs incurred in conjunction with the relocation and reconstruction of the signs.	
В	WCT shall remove the sod along the portion located within the planned road widening project and provide to County, at County's request and in accordance with procedures provided in the Settlement Agreement.	\$205,309
С	WCT shall remove the sod affected by the parking relocation.	\$16,553
D	As a result of the alternate Garbani access road, WCT shall remove and relocate three (3) storage containers and provide for a screened area on the west side of the sod farm office building and new parking area.	\$14,147
	Total Cost to Cure Items payable to WCT	\$252,090

TRI-STATE MATERIALS TENANT. Although the following Cost-to-Cure items will be paid under separate agreement between County and Tri-State Materials (Tri-State), the inclusion of this list is to provide consolidated details that the County needs done in order to proceed with its Project:

Item	Description of Work	Amount
Α	Tri-State shall remove and relocate the Tri-State business sign. The	\$1,700
	relocation payment consists of reimbursement to Tri-State for the costs	·
	incurred in conjunction with the relocation and construction of the sign	
В	Tri-State shall move the decorative landscape rock in an interim location	\$12,000
	on the Property during the construction of alternate Garbani access road	
C	Tri-State shall move the decorative landscape rock to the final location	\$12,000
	on the Property upon completion of the construction of the alternate	
	Garbani access road.	
	Total Cost to Cure Items payable to Tri-State	\$25,700

EXHIBIT "C" GRANT DEEDS

"C-1" FEE PROPERTY

- 1. A portion of Assessor's Parcel Number (APN) 466-150-007; Parcel 0527-013 in favor of the County of Riverside
- 2. A portion of APNs 466-240-002, 466-250-028, 466-260-001, 466-160-014, & 466-150-007; Parcels 21135-1, 21138-1, & 21141-1 in favor of the State of California
- 3. A portion of APN 466-170-026; Parcel 0527-014 in favor of the County of Riverside
- 4. A portion of APN 466-170-026; Parcel 21143-1 in favor of the State of California
- 5. A portion of APNs 472-100-015, 472-100-016, 472-100-017 & 472-100-018; Parcels 0527-004, 0527-006, 0527-008, & 0527-011 in favor of the County of Riverside
- 6. A portion of APNs 472-100-015, 472-100-018, & 472-100-016; Parcels 21126-1, 21132-1, & 21134-1 in favor of the State of California
- 7. A portion of APNs 472-120-002 & 472-120-006; Parcels 0527-007 & 0527-010 in favor of the County of Riverside
- 8. A portion of APN 472-110-011; Parcel 21131-1 in favor of the State of California
- A portion of Assessor's Parcel Number 466-160-013 and 466-160-014; Parcel 21140-1 in favor of the State of California

Deeds in favor of the County of Riverside and State of California will be made subject to Grantor's rights in the Final Order of Condemnation recorded July 17, 1997, as Instrument No. 250793 of Official Records of Riverside County, State of California, and in the Final Judgment in Condemnation filed on July 16, 1997 in the Superior Court for the State of California in the case of the *Metropolitan Water District of Southern California v. Jean Domenigoni, et al.*, Riverside County Superior Court Case No. 229049, and the reservation of Grantor's water rights.

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The following language will be omitted from all deeds:

"...and the grantor, for the grantor and the grantor's successors and assigns, hereby waives any claims for any and all damages to grantor's remaining property contiguous to the property hereby conveyed by reason of the location, construction, landscaping or maintenance of said highway."

"C-2" EASEMENT PROPERTY

Easement for Slope Purposes:

- 1. A portion of APNs 466-250-028; Parcel 21135-6 in favor of the State of California & 466-160-013; Parcel 21140-4 in favor of the State of California
- 23 | 2. A portion of APN 466-160-013; Parcel 21140-4 in favor of the State of California

24 | Easement for Drainage Purposes:

3. A portion of APNs 472-100-016 & 466-160-013; Parcels 21134-3 in favor of the State of California

4. A portion of APN 466-160-013; Parcel 21140-5 in favor of the State of California

Easement for Slope and Drainage Purposes:

5. A portion of APN 466-250-028 & 466-240-002; Parcel 21135-5, 21135-9 and 21135-11 in favor of the State of California

Easement for Utility Purposes

6. A portion of APN 466-150-007; Parcel 21141-3 in favor of the Eastern Municipal Water District

All deeds for slope, drainage, and slope and drainage will provide that Grantor shall have the right at any time to terminate all or any of the slope easements, and remove such slopes or portions thereof upon removing the necessity of maintaining such slopes or portions thereof or upon providing in place thereof other adequate lateral support, the design and construction of which shall be first approved by CalTrans, for the protection and support of SR 79.

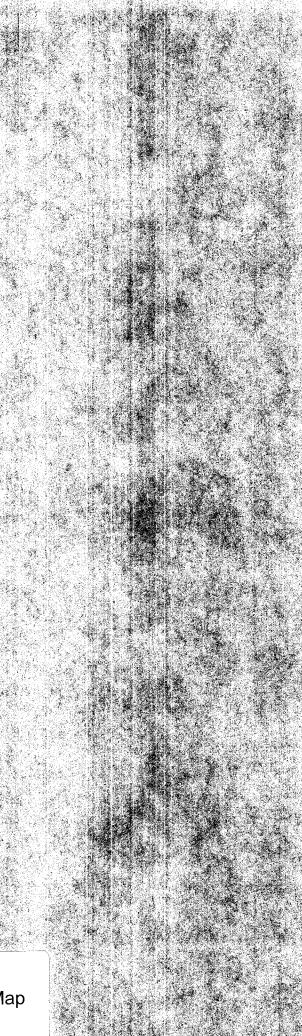
All deeds for slope, drainage, and slope and drainage easements will provide that Grantor shall have the right at any time to terminate all or any of the drainage easements, remove such drainage facilities or portions thereof and change the flow characteristics upon removing the necessity of maintaining such facilities or portions thereof or upon providing in place thereof other adequate drainage facilities, the design and construction of which shall be first approved by CalTrans, for the protection of SR 79.

"C-3" TEMPORARY CONSTRUCTION EASEMENT PROPERTY

- 1. A portion of APNs 472-100-015, 472-100-016, 472-100-017, & 472-100-018; Parcels 21126-2, 21132-3, 21132-4, 21134-4, & 21137-2
- 2. A portion of APNs 466-250-028, 466-240-002 & 466-150-007; Parcel 21135-10 and 21141-4
- 3. A portion of APNs 466-160-013 & 466-160-014; Parcel 21140-6 & 21140-7
- 4. A portion of APNs 472-120-002 & 472-120-006; Parcels 21133-1 & 21136-2
- 5. A portion of APN 466-170-032 (formerly APN 466-170-026); Parcel 21143-2
- 6. A portion of APN 472-110-011; Parcel 21131-2.

Note: All Temporary Construction Easement Property is in favor of the County of Riverside.

1 2 3 4 EXHIBIT "D" 5 MAPS, PLANS, AND SUPPORTING DOCUMENTS 6 **County Documents** 7 Exhibit D-1: Right of Way Details Map Exhibit D-3: Construction Details Map 8 Exhibit D-4: Garbani Road Traffic Signal Plan Exhibit D-5: Future Craig Road Traffic Signal Duct Plan Exhibit D-6: Scott/Washington Road Signal Modification Plan 10 Exhibit D-8: Utility Relocation Detail Map Exhibit D-11: Notch out area 11 Exhibit D-12: Settlement Agreements Exhibit D-13: Irrigation and in-line fertilizer system map 12 Exhibit D-14: Front Sod Farm Display, fencing, trees and haybarn 13 Exhibit D-15: Wheat removal Exhibit D-16: Garbani Road (pave "knuckle" area) 14 Exhibit D-17: Trailer on southeast corner of SR 79 and Holland Exhibit D-20: Phase 1 Supplemental Plans at 95% and Phase 2 Supplemental Plans at 95%, 15 for the Project, AEI-CASC Comments on the Plans and CH2MHill Responses to AEI-CASC Comments incorporated by reference, exhibits to be found in Transportation Department and as 16 provided to Grantor. [The list of plans, comments and responses comprising the Project defined 17 in this Agreement is to be revised to include more specific references, including dates, etc.] Exhibit D-21: Old Washington and Washington Agricultural Access 18 **Grantor Documents** 19 20 Exhibit D-2 Land Use Map Exhibit D-7: Domenigoni Barton Properties Specific Plan 310 Land Use Concept Map 21 Garbani Road (Interim Access Road Plans) Exhibit D-9: Exhibit D-10: Bids for Grantor Cost to Cure Items 22 Exhibit D-18: Pad Site Exhibit D-19: Parking lot area 23 24

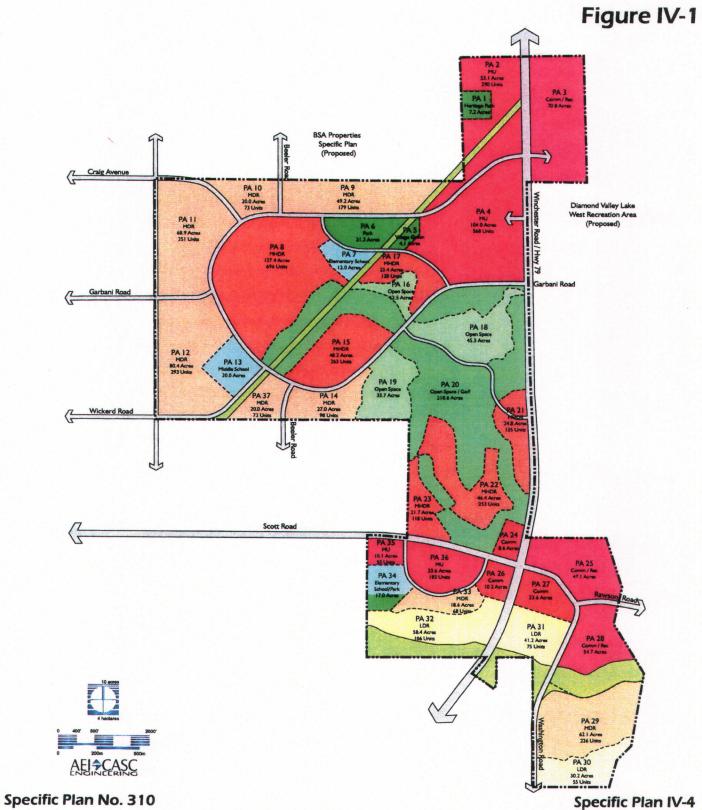


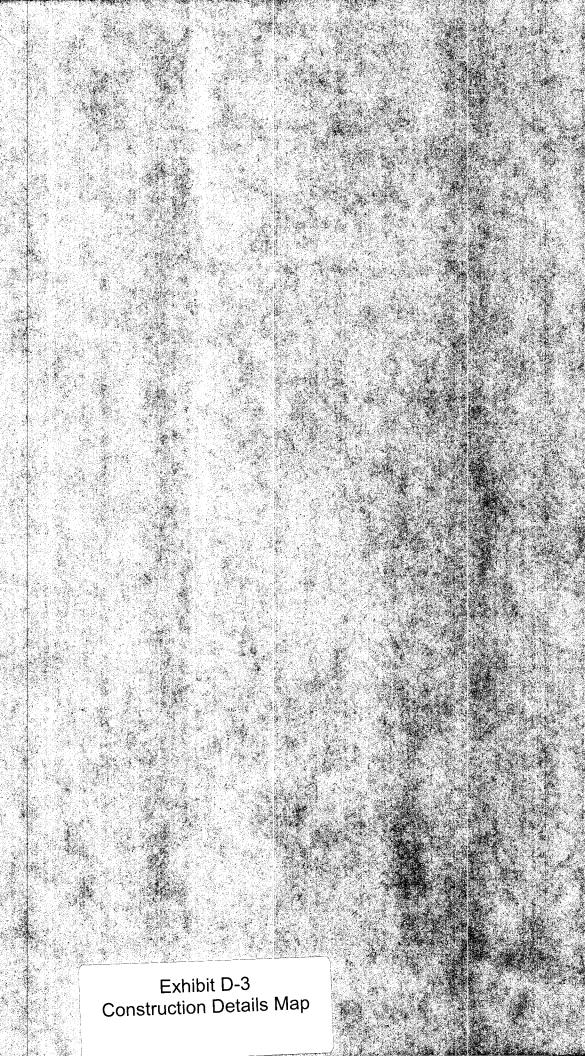
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Land Use Plan





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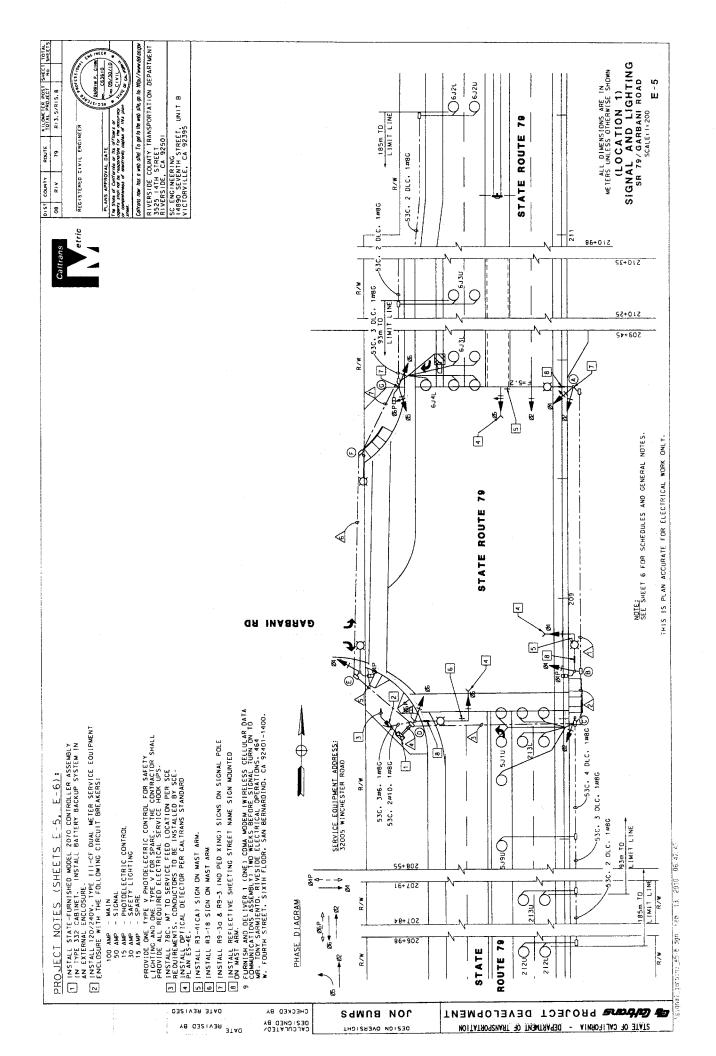
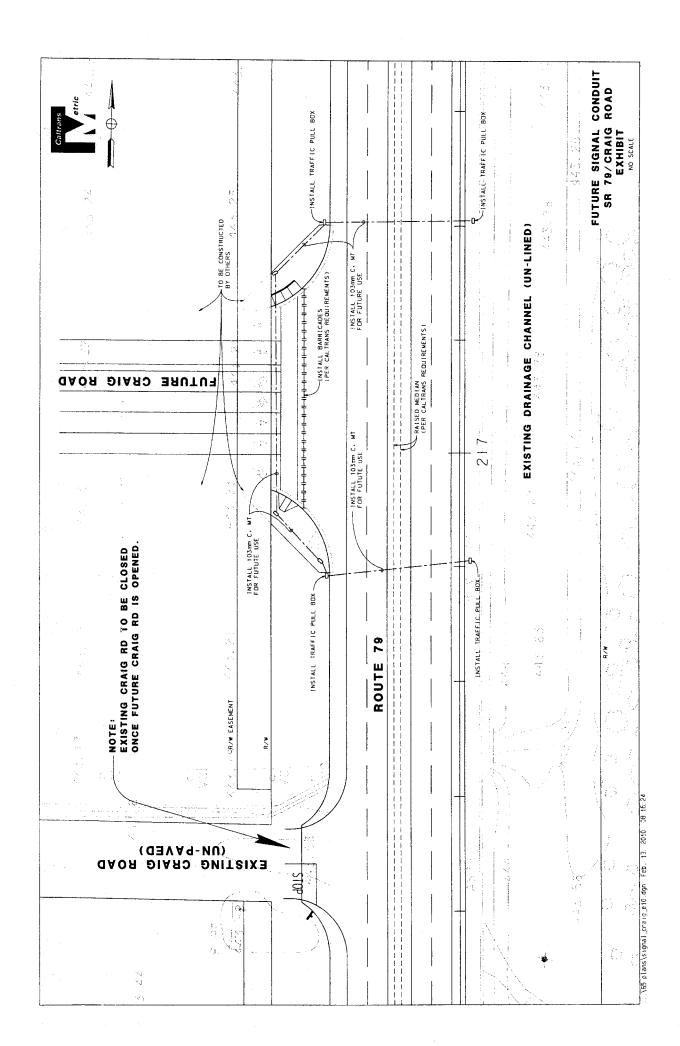


Exhibit D-5
Future Craig Road Traffic
Signal Duct Plan

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Exhibit D-7
Domenigoni Barton
Properties Specific Plan 310
Land Use Concept

Exhibit D-8 Utility Relocation Detail Map

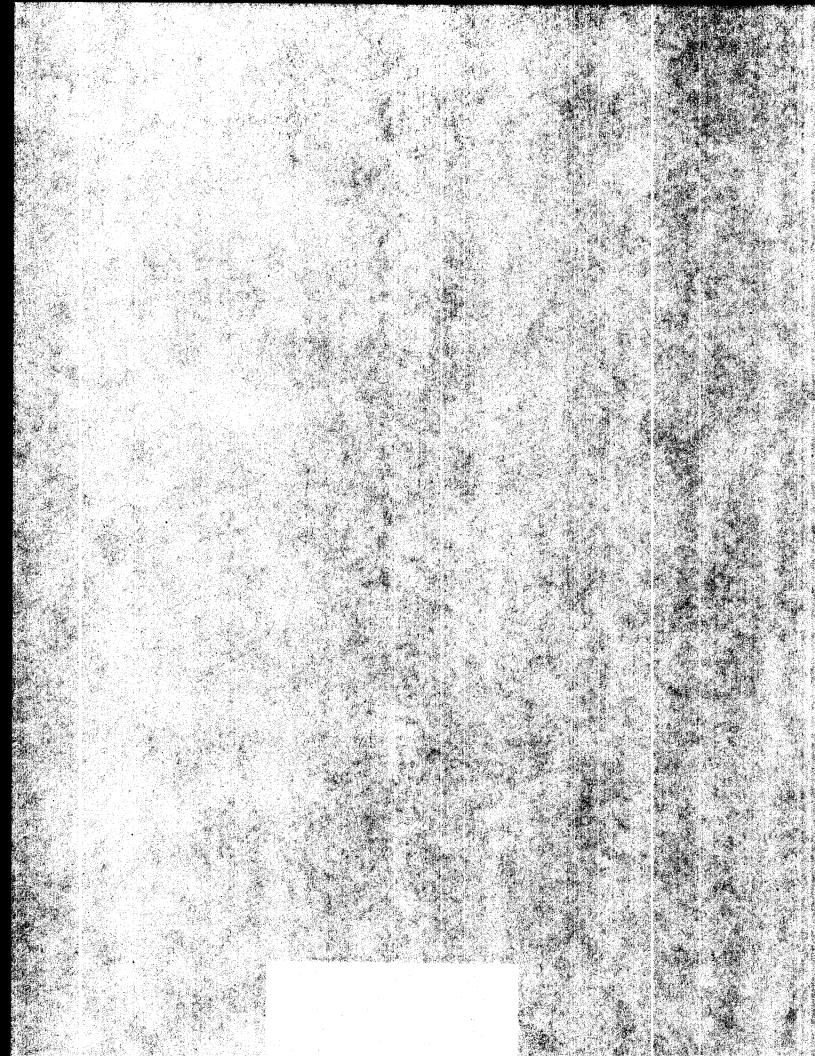
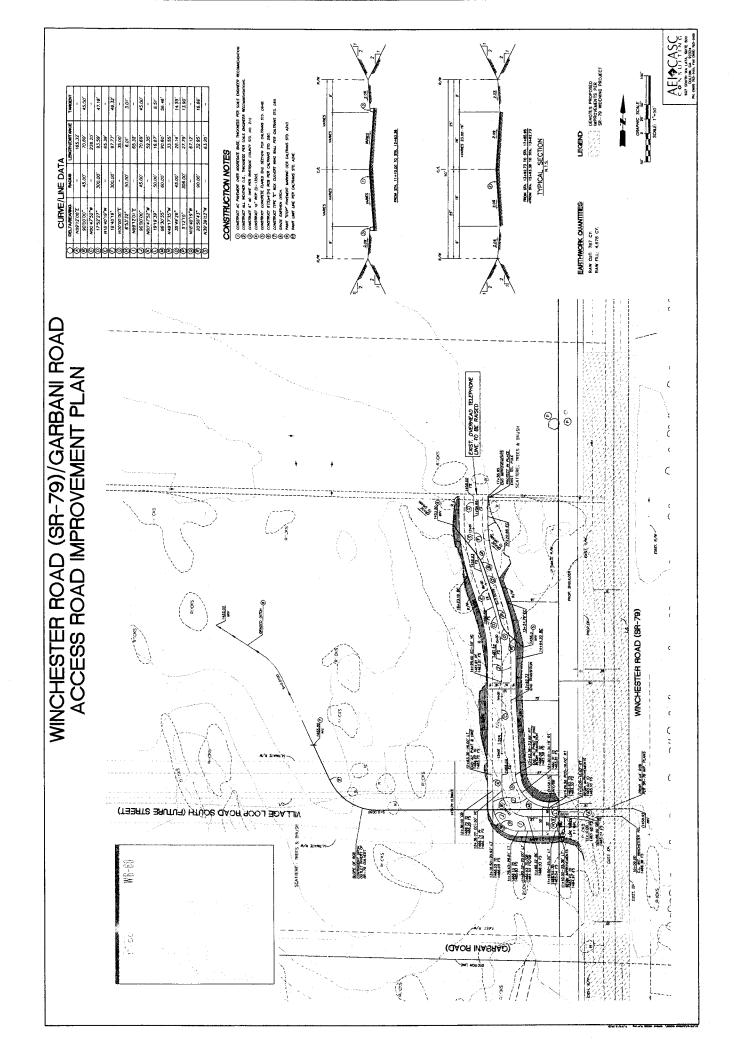
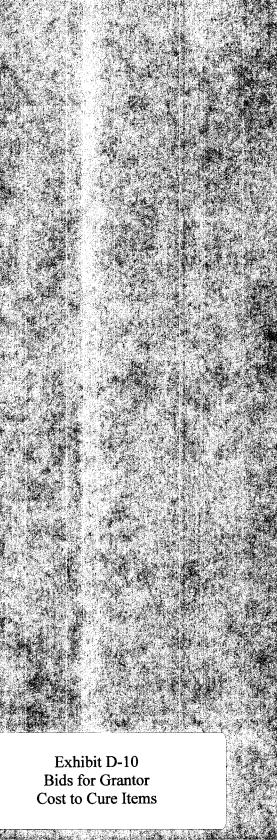


Exhibit D-9 Garbani Road (Interim Access Rd Plans)

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MURRIETA DEVELOPMENT CO., INC.

WATERLINE RELOCATE						
8" Waterline 10" Meter Relocate with New Meter & Vault	. 1	LS LS	\$	7,000.00	\$	7,000.00
		(24.1	5.H ⁻	8 - 2 - 2 - 2		
					\$	22,375.00
LEACH LINE RELOCATE						
Relocate Leach Lines	1	LS	\$	3,500:00	\$	3,500.00
					\$	3,500.00
SHADE BUILDING						
Remove and Rebuild Shade Building in New Location	. 1	LS	\$	19,500.00	\$	19,500.00
2" Water Service (Off 4" Main)	1	LS	\$	5,000.00	\$	5,000.00
Signage	į	LS	θ';	5 500 CP	<u> </u>	1. 7.) 1)
					\$	30,000.00
Fencing						
5 Strand Barb Wire Fencing Installation	1400	LF	\$	12.00	\$	16,800.00
					\$	16,800.00
				Total:	\$	465,746.00

^{*15%} Due Prior to Mobilization

^{*} All Import of Fill and Base Material to Come from An Off-Site Source.

^{*}Signage For Truck Traffic (Non-Electric)

DC CONSTRUCTION 27680 BENIGNI AVE

Estimate

SUN CITY, CA 92585 Lic. #762123

Date	Estimate #
9/17/2010	11

Name / Address	
Tri-State	
	•

Project Project

Item	Description	0	ty	Rate	1	Total
Miscellanous Miscellanous Miscellanous	4 line polls 500 In. ft. phone wire w/ tie in Splice wire		500	2,400.	65	2,400.00 325.00 300.00
	·					
			Total		1	

Total

\$3,025.00

oman Owned Business



General Engineering Contractor 951.719.1680

BID PROPOSAL

Date: 10/29/2010

To: Andy Domenigoni Fax:

951-926-4924 SR 79/Old Washington Tract:

Winchester Loc:

Description	Qty			Unit Price		Amount
Washington Street Ramps						
Construct Access Ramps onto Washington Road	2	ĒΑ	\$	3,740.00	\$	7,480.00
				Subtotal:	\$	7,480.00
SR-79 Access @ Old Washington						
Mobilization	1	LS	\$	1,150.00	\$	1,150:00
Provide 6" Pump W/J Stand for Pumping Wate: From Pond	1	LS	\$	650.00	\$	650.00
Fill Area Preparation For SR-79 Access at Old Washington	1	LS	\$	3,440.00	\$	3,440.00
Import Material and Place Compacted Fill in Access Road	2500	CY	\$	9.45	\$	23,625.00
Rough Grade Finish of Access Road @ SR-71 and Old Washington	1	LS	\$	3,680.00	\$	3,680.00
18" Storm Drain	100	LF	\$	85.00	\$	8,500.00
Flared End Sections	2	EΑ	\$	2,300.00	\$	4,600.00
Rip Rap	l,	LS	\$	600.00	\$	600.00
				Subtotal:	\$	46,245.00
				Total:	\$	53,725.00
Asphalt Paving Alternate				•		
3" Asphalt over 6" Base	5000	0.0	œ	0.65	•	10.050.00
Base Only-6" Base Over Native	5000	SF	\$	3.65	\$	18,250.00
Paving Mobilization	5000	SF	\$	1.25	\$	6,250.00
t aving modification	1.	LS	\$	1,500.00	\$	1,500.00
				Subtotal:	\$	26,000.00

^{*15%} Due Prior to Mobilization

42540 Rio Nedo, Temecula, California 92590

California License #558592 / P 95

^{*} All Import of Fill and Base Material to Come from An Off-Site Source.

^{*}Signage For Truck Traffic (Non-Electric)

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Project: STATE ROUTE 79 (WINCHESTER) ROAD WIDENING

APN: Portions of 466-150-007, 466-160-013 and 466-160-014

SETTLEMENT AGREEMENT

This Settlement Agreement ("Agreement") is made as of _______, 2010, by and between the COUNTY OF RIVERSIDE, a political subdivision of the State of California ("County"), and WEST COAST TURF, ("WCT"). WCT and County will sometimes collectively shall be referred to hereinafter as the "Parties".

RECITALS

WHEREAS, County has been working cooperatively with the State of California Department of Transportation ("CalTrans") on a highway improvement project to widen State Route 79 ("SR 79") located in Riverside County, California, to four lanes between Domenigoni Parkway and Thompson Road in order to improve safety, flow of traffic, and mobility ("Project"); and

WHEREAS, WCT is the tenant operating on land owned by the Domenigoni Barton Properties (landlord), with the right to use and occupy the property described as portions of Assessor's Parcel Numbers 466-150-007, 466-160-013 and 466-160-014 ("Property") depicted on Exhibit "A", attached hereto and made a part thereof, for the purpose of planting and selling sod and for the purpose of constructing and maintaining advertising displays; and

WHEREAS, the current access to the Property will be moved south of the existing location to Garbani Road ("alternate Garbani access road") as depicted on Exhibit "B", attached hereto and made a part hereof; and

WHEREAS, the current access will remain open until the completion and construction of alternate Garbani access road; and

WHEREAS, WCT owns and operates a sod company, including sod planted within the real property to be acquired for SR 79 (Winchester) Road Widening Project situated on the Property whereby the sod must be removed from the current location to accommodate the construction of the Project; and

WHEREAS, WCT owns and operates advertising structures in the form of three (3) signs and large people statute signs within the real property to be acquired for SR 79 (Winchester) Road Widening Project situated on the Property whereby the signs must be removed from the current location to accommodate the construction of the Project; and

WHEREAS, WCT agrees to accept County's payment for the necessary work to be completed and removal of property referenced below as Cost to Cure items and to release and remit any interest it may have in the Property,

NOW THEREFORE, inconsideration of their mutual covenants contained herein and for other good and valuable consideration, the Parties agree as follows:

- 1. All the above recitals are true and correct and by this reference are incorporated herein.
- 2. County shall deposit and tender payment in the total amount of Two Hundred Fifty-Two Thousand and Nine Dollars (\$252,009) for the Necessary Work in the Cost to Cure Items as listed and defined in Exhibit "C" attached hereto and made a part hereof in the following manner:
- A. Tender payment to WCT in the amount of One Hundred Twenty-Six Thousand and Four Dollars (\$126,004) representing 50% of the amount due for the Necessary Work in the Cost to Cure Items A-D.
- B. Deposit the remaining 50% of the amount due ("CTC Remainder Funds") in the amount of One Hundred Twenty-Six Thousand and Five Dollars (\$126,005) to the Escrow Holder for the Necessary Work in the Cost to Cure Items A-D in Escrow until such time the Escrow Holder is authorized to tender payment to WCT.
- C. Authorize in writing to the Escrow Holder to pay WCT the CTC Remainder Funds on a prorated basis upon written acknowledgement upon phased progress to completion by WCT of the Necessary Work listed under the Cost to Cure Items, as specifically described in Exhibit "C", which was necessary for the County to proceed or perform its obligations under this Agreement and the Project.

3. WCT shall:

- A. Complete the Necessary Work Cost to Cure Items A to D listed in Exhibit "C" no later than thirty (30) days after giving written notice by County. The County shall withhold CTC Remainder Funds in the amount of One Hundred Twenty-Six Thousand and Five Dollars (\$126,005) in Escrow until WCT has completed the Necessary Work in the Cost to Cure Items.
- B. Retain the contractors for the Necessary Work Cost to Cure Items A-D listed in Exhibit "C" and directly compensate each contractor for all costs, fees, and/or expenses. The County is not responsible for any payment to the selected contractors.
- C. Failure to vacate and remove all Cost to Cure Items by the date set forth in County's written notice could result in the WCT forfeiting all or a part of the deposit. Any remaining Cost to Cure Items after the date set forth in County's written notice shall become the property of the County and may be removed and disposed of at the County's sole discretion.
- D. In consideration of the relocation payment set forth in Section 2A of this Agreement, WCT shall be responsible for all construction and relocation activities and further defend, indemnify, and hold harmless, including all costs and attorney fees, the County of Riverside, and their employees, officials and representatives and successors for any and all claims that may be related to the Cost to Cure Items.
- E. Not replant sod in the area needed for the Project until completion of the Project. WCT may replant sod in the Temporary Construction Easement Area after completion of Project and confirmation to replant has been given to WCT.
- 4. It is mutually understood and agreed by and between the Parties hereto that the right of possession and use of the subject property by County, including the right to remove and dispose of improvements, shall commence upon the execution of this agreement by all parties. The amount shown in Paragraph 2 includes, but is not limited to, full payment for such possession and use.
- 5. WCT has the legal power, right and authority to enter into this Agreement and the instruments referenced herein, including but not limited to, amendment of any

Lease Agreement with Domenigoni Barton Properties, to perform its obligations under and to consummate the transaction contemplated by this Agreement.

- 6. Effective upon the execution of this Agreement, the hereinafter described release of claims provision shall automatically go into force and effect without the need for any further action by the Parties. WCT releases the County, departments, officers, directors, officials, employees, agents, successors, assigns and its independent contractors from any and all claims that directly or indirectly relate to or arise from one or more of the following: A) the County's above-described SR-79 (Winchester) Road Widening Project, B) WCT's business, C) the Property, D) the County's acquisition of any portion of the Property from fee simple owner, E) any local, state or federal laws, including but not limited to the eminent domain laws. WCT shall indemnify, defend and hold harmless the County and its independent contractors free from any claims, causes of action, liabilities, damages, attorney's fees, and costs that directly or indirectly relate to or arise from the County's above-described SR-79 (Winchester) Road Widening Project and are made, asserted, filed, established, or recovered by WCT, any subtenants or any owner/operator of any business on the Property.
- 7. WCT hereby agrees and consent to the dismissal of any condemnation action which has been or may be commenced by County in the Superior Court of Riverside County to condemn said land, and waives any and all claim to money that has been or may be deposited in court in such case or to damages by reason of the filing of such action.
- 8. The performance by the County of its obligations under this Agreement shall relieve the County of any and all further obligations or claims on account of the acquisition of the property referred to herein or on account of the location, grade, or construction of the propose public improvement.
- 9. This Agreement shall not be changed, modified or amended except upon the written consent of the parties hereto.
- 10. This Agreement contains the entire Agreement between the Parties regarding the matter set forth herein and expressly supersedes all previous

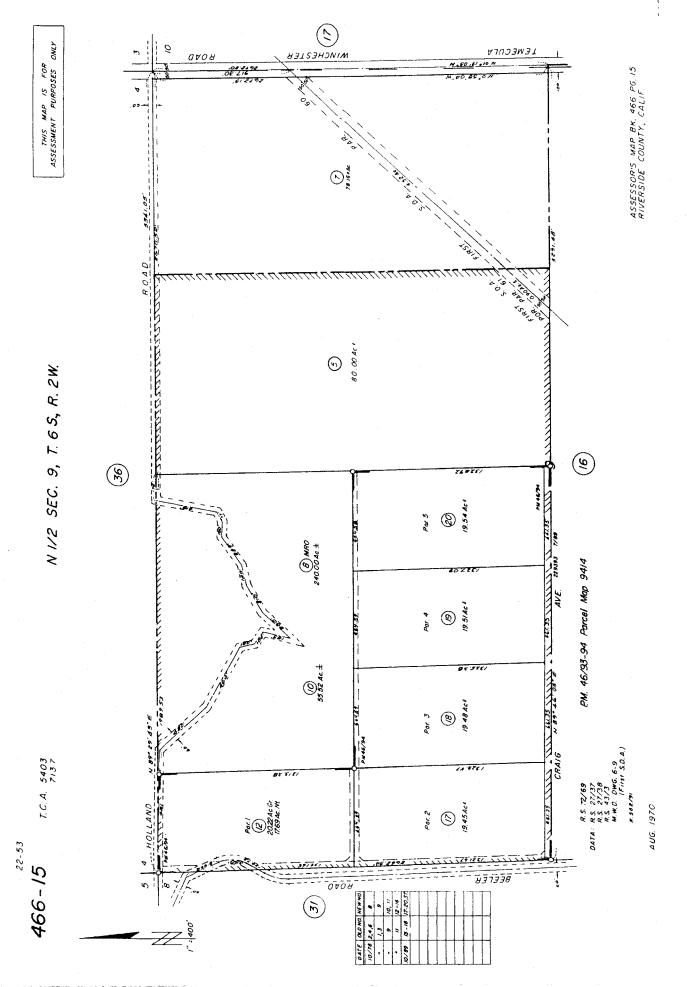
agreements, understandings, representations, or statements between the Parties in this matter.

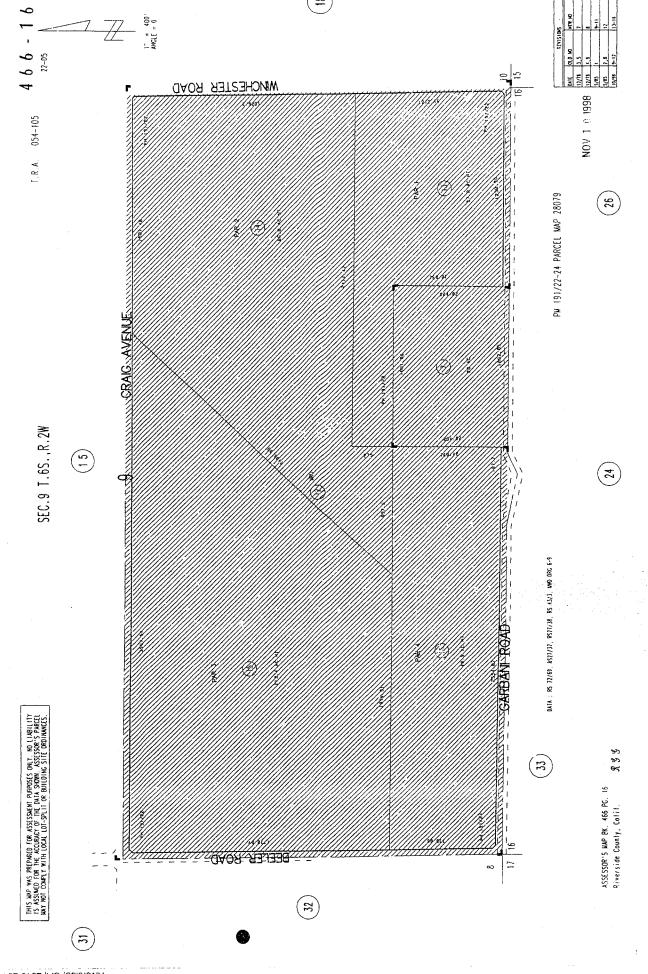
- 11. WCT, their assigns and successors in interest, shall be bound by all the terms and conditions contained in this agreement, and all the assigns and/or successors in interest thereto shall jointly and severally liable thereunder.
- 12. The individuals executing this Agreement and the instruments referenced herein on behalf of each party and the partners, officials, or trustees of each party, if any, have the legal power, right and actual authority to bind the party on whose behalf they are executing such instrument to the terms and condition of those documents.
- 13. The parties hereto expressly agree that this Agreement will be governed by, interpreted under, and construed and enforced in accordance with the laws of the State of California in which the Property is located. Venue for any proceeding related to this Agreement shall be in the County of Riverside.
- 14. This Agreement is subject to approval by the Riverside County Board of Supervisors.

(SIGNATURES ON NEXT PAGE)

1	IN WITNESS WHEREOF, the parties hereto	have	cause this Agreement to be d	uly
2	executed as of the date last set forth below.			
3	Dated:	WES	ST COAST TURF	
4		Ву: _		
5	Dated:	COL	INTY OF RIVERSIDE	
6	Dated.	COC	INTERIOR RIVERSIDE	
7		By:	Marion Ashley, Chairman	-
8	ATTEST:		Board of Supervisors	
9	Kecia Harper-Ihem Clerk of the Board			
10	 By:			
11	Deputy			
12	APPROVED AS TO FORM: Pamela J. Walls			
13	County Counsel			
14	By: Byrthia M. Goviel			
15	Synthia M. Gunzel Deputy County Counsel			
16				
17				
18				
19				
SVra 110110 ²⁰ 218TR 13.528 ₂₁				
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EXHIBIT "A" ASSESSOR'S PLAT MAP





EXHBIT "B" ALTERNATE GARBANI ACCESS ROAD

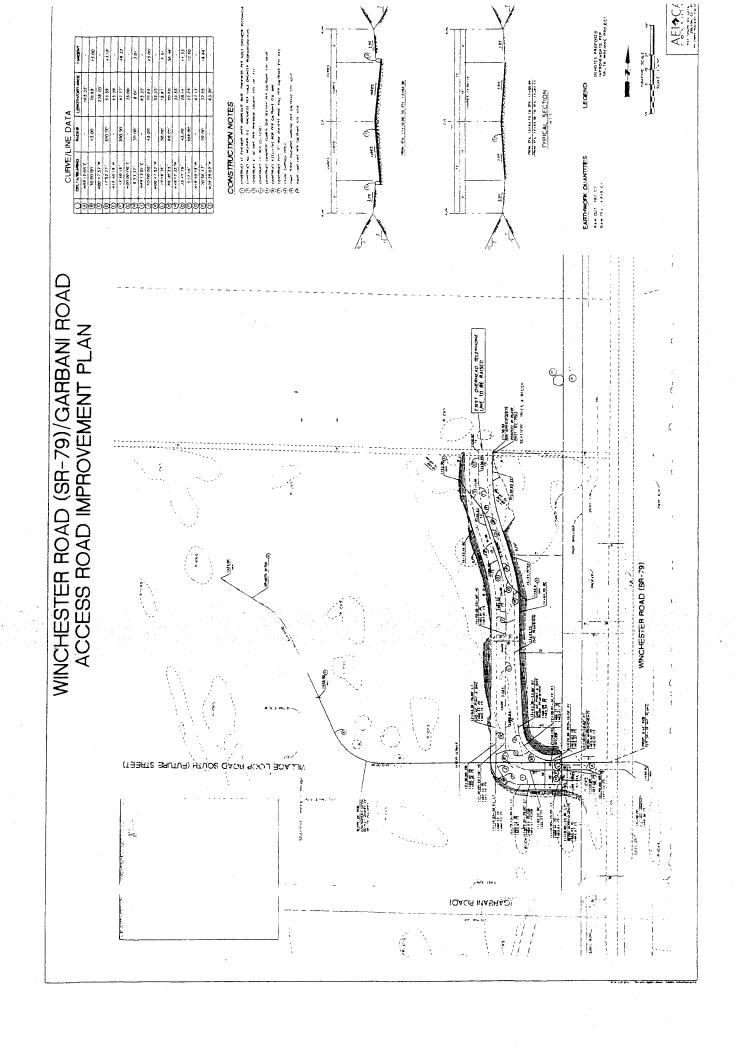


EXHIBIT "C"

COST TO CURE ITEMS

The Purchase Price includes \$252,009 for the following Cost to Cure items:

Item	Description of Work	Amount
Α	WCT shall remove and relocate three (3) WCT signs and large people signs. The relocation payment will consist of reimbursement to WCT for the costs incurred in conjunction with the relocation and construction of the signs, and to provide allowance for items listed in Exhibit "D-1", attached hereto and made a part hereof.	\$16,000
В	WCT shall remove the sod along the portion located within the planned road widening project as shown on Exhibit "D-2", attached hereto and made a part hereof, and provide to County, at County's request and in accordance with procedures provided in the Agreement.	\$205,309
С	WCT shall remove the sod affected by the parking relocation as shown on Exhibit "D-3", attached hereto and made a part hereof.	\$16,553
D	As a result of the alternate Garbani access road, WCT shall remove and relocate three (3) storage containers and provide for a screened area on the west side of the building between shop and new parking lot as shown on Exhibit "D-1", attached hereto and made a part hereof.	\$800 \$13,347
	Total Cost to Cure Items	\$252,009

EXHIBIT "D" MAPS, EXHIBITS, AND SUPPORTING DOCUMENTS Exhibit D-1: Bid for relocation of three WCT signs and people statute signs Bid for removing and relocating three (3) storage containers and to provide for construction of screened area between the shop area and relocated parking area Exhibit D-2: Map showing sod area Relocated Parking Area Exhibit D-3:

Joseph Foster, Jr.

From:

Joseph Foster, Jr.

Sent:

Monday, March 08, 2010 5:00 PM

To:

Joseph Foster, Jr.

Subject:

RE: estimate for new mural/Winchester

Trem: John Cerney [mailto:jmcerney@stxglobal.net]

Ser 1: Inklay, March 05, 2010 2:22 PM

Lan Toward Loston, Mr.

: Prime of restimate for deviment/Avinonester

Jee,

I looked at my old files of your project....lanuary of 2001. To replicate that same mural, here's the breakdown. The guy sitting down reading (with dog and sod), about \$5,500......the wife (with sod), about \$4,500, and the little girl with hose, about \$3,000. That's a total of \$13,000, which includes installation, but I'd said an some travelling fees (gas, one night botel?) for another \$350-400.

Chanis, John C.

Subject. State Route 79 Winchester koad Widening

You country of hiverside Tradispersation Department

Continued below are adopted a grand of the World Coast Tool will ultimately radius due to the State beauty V of the Local Coast had consider a grand and relationship, and about Apost to make we and a personal relationship of the removal and relation to the expense of the removal and relation to the three W Cot company signs. In nodition to these expenses we will also endure an expense to endure and relation to these expenses we will also endure an expense to endure and relation to the endure and relation to their was a carbon by the beginning of the property of the total of the inverse of the property of the endure of the windows of the builder, John Corney to rebuild and invasioned side of the office will be a face to the invasional side of the office will be giving them access to our shop area; we feel that it is necessary to build a surply fearer, notice our thop to the customers and any other traffic beside W.C.A personal from entering the chop area. The second fearer was quoted by Moore Fence; quote is attached.

 Removing and relocating storage containers and personal property \$800.00

- Remove and dispose of the street unit and tence 7.7

Remove and relocate our three West Coast Einfisigns.

\$3,000.00

and the standard section of the second section of

\$13,000.00

Security tends around West Coase Furf Shop.

\$13,347.69

Joe Foster

West Coast Turf

Licensed Contractor Full Workers Comp. & Liability Insurance Insured & Bonded Reliable Service P.O. Box 1297 PERRIS, CA 92572

MOORE FENCE CO.



PHONE: 1-888-718-9777 FAX: (951) 940-0429 www.moorefence.com

CA License No. 915105

PROPOSAL FOR:

WEST COAST TURF

Date: 3/8/10

#1) INSTALL 360 LF OF 6' HIGH PRIVACY LINK FENCE AND GATES.

10GA MESH

2 7/8" SCH 40 END AND CORNER POSTS.

2 3/8" SCH 40 LINE POSTS.

(1) 40' X 6' HIGH DOUBLE DRIVE GATE.

- (1) 4' X 6' HIGH SINGLE GATE.
- (1) 10' X 6' HIGH DRIVE SWING GATE.
- 1 7/8" 16GA GATE FRAME.

Total: \$13,347.69

EXCLUSIONS: COREDRILLING, TEMP FENCE, REMOVAL, AND PERMITS.

QUOTE STANDARD DIGGING LEVEL GROUND.

TERMS: 1/3 DOWN, BALANCE DUE UPON COMPLETION

MOORE FENCE CO.

Estimated By

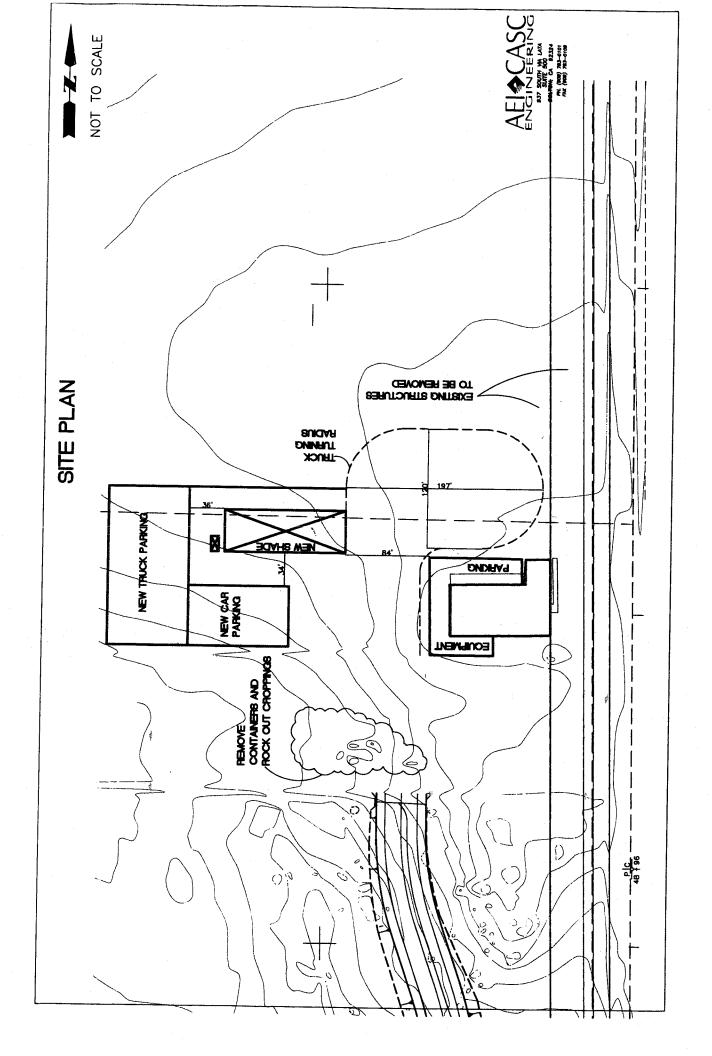
Luis Banuelos 951-840-8443 ACCEPTED: (Buyer)

Χ _____

Signature of Purchaser (By signed this proposal becomes a contract)

Mailing Address

Accepted by Moore Fence Representative



Project:APN:

STATE ROUTE 79 (WINCHESTER) ROAD WIDENING

Portion of 466-160-013

SETTLEMENT AGREEMENT

This Settlement Agreement ("Agreement") is made as of ______, 2010, by and between the COUNTY OF RIVERSIDE, a political subdivision of the State of California ("County"), and TRI-STATE MATERIALS, ("Tri-State"). Tri-State and County

will sometimes collectively shall be referred to hereinafter as the "Parties".

RECITALS

WHEREAS, County has been working cooperatively with the State of California Department of Transportation ("CalTrans") on a highway improvement project to widen State Route 79 ("SR 79") located in Riverside County, California, to four lanes between Domenigoni Parkway and Thompson Road in order to improve safety, flow of traffic, and mobility ("Project"); and

WHEREAS, Tri-State is the tenant operating on land owned by the Domenigoni Barton Properties (landlord), with the right to use and occupy the property described as portion of Assessor's Parcel Number 466-160-013 ("Property") depicted on Exhibit "A", attached hereto and made a part thereof, for the purpose of storing and selling decorative landscape rocks and for the purpose of constructing and maintaining advertising displays; and

WHEREAS, the current access to the Property will be moved south of the existing location to Garbani Road ("alternate Garbani access road) as depicted on Exhibit "B", attached hereto and made a part hereof; and

WHEREAS, the current access will remain open until the completion and construction of alternate Garbani access road; and

WHEREAS, Tri-State owns and operates a decorative landscape rock company with their inventory of decorative rocks in bins are situated within the alternate Garbani access road. The entire inventory must be removed from its current location to accommodate the construction of alternate Garbani access road; and

WHEREAS, Tri-State owns business signs located within the real property to be acquired for SR 79 (Winchester) Road Widening Project situated on the Property whereby the signs must be removed from the current location to accommodate the construction of the Project; and

WHEREAS, Tri-State agrees to accept County's payment for the necessary work to be completed and removal of property referenced below as Cost to Cure items and to release and remit any interest it may have in the Property,

NOW THEREFORE, inconsideration of their mutual covenants contained herein and for other good and valuable consideration, the Parties agree as follows:

- 1. All the above recitals are true and correct and by this reference are incorporated herein.
- 2. County shall deposit into an Escrow Account the total amount of Twenty-Five Thousand Seven Hundred (\$25,700) for the Necessary Work in the Cost to Cure Items as listed and defined in Exhibit "C" attached hereto and made a part hereof and tender payment in the following manner:
- A. Contingent upon close of escrow for that certain Right of Way Acquisition Agreement, tender payment to Tri-State in the amount of Twelve Thousand Eight Hundred Fifty Dollars (\$12,850) representing 50% of the amount due for the Necessary Work in the Cost to Cure Items A-C.
- B. Direct that the remaining 50% of the amount due ("CTC Remainder Funds") in the amount of Twelve Thousand Eight Hundred Fifty Dollars (\$12,850) to the Escrow Holder for the Necessary Work in the Cost to Cure Items A-C in Escrow until such time the Escrow Holder is authorized to tender payment to Tri-State.
- C. Authorize in writing to the Escrow Holder to pay Tri-State the CTC Remainder Funds on a prorated basis upon written acknowledgement upon phased progress to completion by Tri-State of the Necessary Work listed under the Cost to Cure Items, as specifically described in Exhibit "C", which was necessary for the County to proceed or perform its obligations under this Agreement and the Project.

3. Tri-State shall:

- A. Complete the Necessary Work Cost to Cure Items A to C listed in Exhibit "C" no later than thirty (30) days after giving written notice by County. The County shall withhold CTC Remainder Funds in the amount of Twelve Thousand Eight Hundred Fifty Dollars (\$12,850) in Escrow until Tri-State has completed the Necessary Work in the Cost to Cure Items.
- B. Retain the contractors for the Necessary Work Cost to Cure Items A-C listed in Exhibit "C" and directly compensate each contractor for all costs, fees, and/or expenses. The County is not responsible for any payment to the selected contractors.
- C. Failure to vacate and remove all Cost to Cure Items by the date set forth in County's written notice could result in the Tri-State forfeiting all or a part of the deposit. Any remaining Cost to Cure Items after the date set forth in County's written notice shall become the property of the County and may be removed and disposed of at the County's sole discretion.
- D. In consideration of the relocation payment set forth in Section 2A of this Agreement, Tri-State shall be responsible for all construction and relocation activities and further defend, indemnify, and hold harmless, including all costs and attorney fees, the County of Riverside, and their employees, officials and representatives and successors for any and all claims that may be related to the Cost to Cure Items.
- 4. It is mutually understood and agreed by and between the Parties hereto that the right of possession and use of the subject property by County, including the right to remove and dispose of improvements, shall commence upon the execution of this agreement by all parties. The amount shown in Paragraph 2 includes, but is not limited to, full payment for such possession and use.
- 5. Tri-State has the legal power, right and authority to enter into this Agreement and the instruments referenced herein, including but not limited to, amendment of any Lease Agreement with Domenigoni Barton Properties, to perform its obligations under and to consummate the transaction contemplated by this Agreement.

- 6. Effective upon the execution of this Agreement, the hereinafter described release of claims provision shall automatically go into force and effect without the need for any further action by the Parties. Tri-State releases the County, departments, officers, directors, officials, employees, agents, successors, assigns and its independent contractors from any and all claims that directly or indirectly relate to or arise from one or more of the following: A) the County's above-described SR-79 (Winchester) Road Widening Project, B) Tri-State's business, C) the Property, D) the County's acquisition of any portion of the Property from fee simple owner, E) any local, state or federal laws, including but not limited to the eminent domain laws. Tri-State shall indemnify, defend and hold harmless the County and its independent contractors free from any claims, causes of action, liabilities, damages, attorney's fees, and costs that directly or indirectly relate to or arise from the County's above-described SR-79 (Winchester) Road Widening Project and are made, asserted, filed, established, or recovered by Tri-State, any subtenants or any owner/operator of any business on the Property.
- 7. Tri-State hereby agrees and consent that all consideration tendered or granted by County to Tri-State in compliance with Tri-State's obligations under this Agreement, is accepted as full consideration for the Cost-to-Cure Items, and Tri-State shall not seek additional compensation for the relocation and removal of any of Tri-State's Property for any reason whatsoever.
- 8. The performance by the County of its obligations under this Agreement shall relieve the County of any and all further obligations or claims on account of the acquisition of the property referred to herein or on account of the location, grade, or construction of the propose public improvement.
- 9. This Agreement shall not be changed, modified or amended except upon the written consent of the parties hereto.
- 10. This Agreement contains the entire Agreement between the Parties regarding the matter set forth herein and expressly supersedes all previous agreements, understandings, representations, or statements between the Parties in this matter.

11. Tri-State, their assigns and successors in interest, shall be bound by all the terms and conditions contained in this agreement, and all the assigns and/or successors in interest thereto shall jointly and severally liable thereunder.

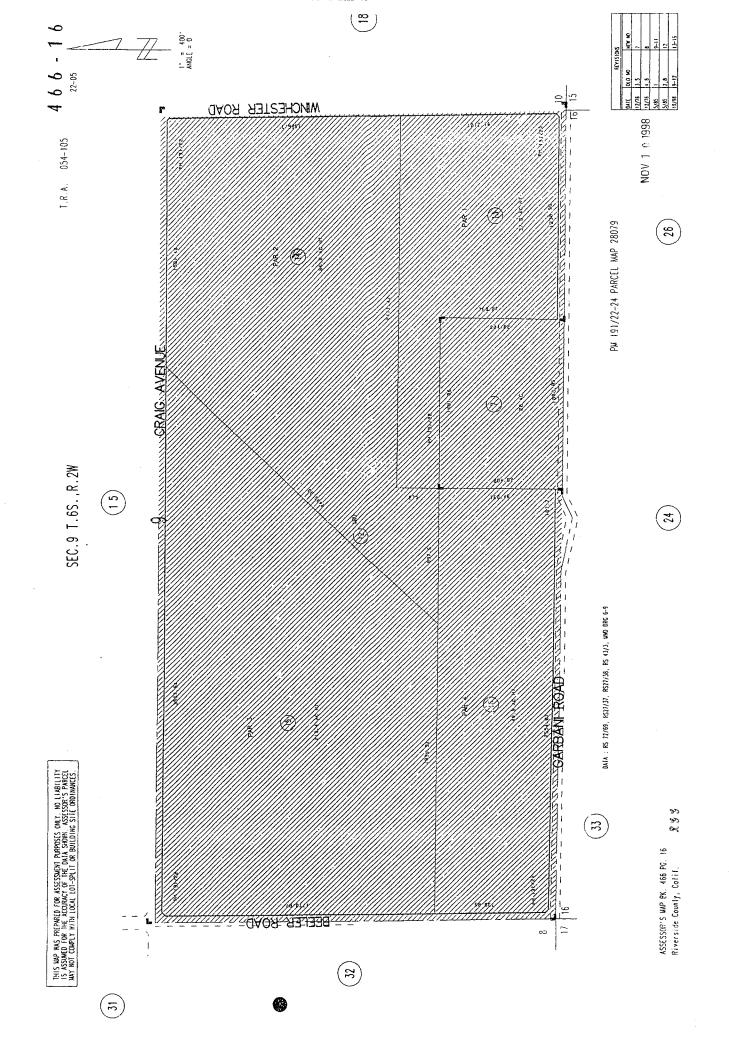
- 12. The individuals executing this Agreement and the instruments referenced herein on behalf of each party and the partners, officials, or trustees of each party, if any, have the legal power, right and actual authority to bind the party on whose behalf they are executing such instrument to the terms and condition of those documents.
- 13. The parties hereto expressly agree that this Agreement will be governed by, interpreted under, and construed and enforced in accordance with the laws of the State of California in which the Property is located. Venue for any proceeding related to this Agreement shall be in the County of Riverside.
- 14. This Agreement is subject to approval by the Riverside County Board of Supervisors.

(SIGNATURES ON NEXT PAGE)

		· · · · · · · · · · · · · · · · · · ·				
	1	IN WITNESS WHEREOF, the parties hereto have cause this Agreement to be				
	2	executed as of the date last set forth below.				
	3	Dated:	TRI-STATE MATERIALS			
	4		Ву:			
	5					
	6	Dated:	COUNTY OF RIVERSIDE			
			By: Marion Ashley, Chairman			
	7		Marion Ashley, Chairman Board of Supervisors			
	8 9	ATTEST: Kecia Harper-Ihem				
	10	Clerk of the Board				
	11	By: Deputy				
	12	APPROVED AS TO FORM:				
	13	Pamela J. Walls County Counsel				
	14	By: Bunthia M. Gancel				
	15	Synthia M. Gunzel Deputy County Counsel				
	16					
	17					
	18					
SVra 092710 218TR 13.529	19					
	21					
	22					
	23					
	24					

EXHIBIT "A" ASSESSOR'S PLAT MAP 3

Page 7 of 10



EXHBIT "B"

ALTERNATE GARBANI ACCESS ROAD

