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



FROM: General Manager-Chief Engineer

SUBMITTAL DATE: January 28, 2014

SUBJECT:

Perris Valley Channel Stage 5, Perris Valley Master Drainage Plan Line D

and Lateral D-3; Project Nos. 4-0-0001-, 4-0-00493 and 4-0-00494; MS 99 and MS 149

Cooperative Agreement: [\$0]: District 5/District 5

RECOMMENDED MOTION: That the Board of Supervisors:

Approve the Cooperative Agreement between the District, the City of Perris and Stratford Ranch, LLC (Developer); and authorize the Chairman to execute the Agreement Documents on behalf of the District.

BACKGROUND:

Summary

The Agreement sets forth the terms and conditions by which certain flood control facilities, required as a condition for approval of MS 99 and MS 149, are to be constructed by the Developer and inspected, operated and maintained by the District and City.

Continued on page 2

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WARREN D. WILLIAMS General Manager-Chief Engineer

For Fiscal Year:

FINANCIAL DATA	Current Fiscal Year:		Next Fiscal Year:	T	Fotal Cost:	0	ngoing Cost:	(per Exec. Office)
COST	\$	0	\$ 0	\$	\$ 0	\$	0	Consent ☐ Policy ☐
NET DISTRICT COST	\$	0	\$ 0	\$	\$ 0	\$	0	Consent D Policy D
SOURCE OF FUN	DS: N/A						Budget Adjustn	nent: No

C.E.O. RECOMMENDATION:

APPROVE

County Executive Office Signature

Steven C. Horn, MPA

MINUTES OF THE BOARD OF SUPERVISORS

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

Ayes:

Jeffries, Tavaglione, Stone, Benoit and Ashley

Navs:

None

Absent:

None

Date:

January 28, 2014

2314 JAY 21 PH 2: 17

XC:

Flood

Deputy

billout

Kecia Harper-Ihem

Clerk of the Board

N/A

□ | Prev. Agn. Ref.:

District: 5th

Agenda Number:

Positions Added

Change Order

4/5 Vote

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

FORM 11: Perris Valley Channel Stage 5, Perris Valley Master Drainage Plan Line D and Lateral D-3; Project Nos. 4-0-0001-, 4-0-00493 and 4-0-00494; MS 99 and MS 149

Cooperative Agreement; [\$0]; District 5/District 5

DATE: January 28, 2014

PAGE: Page 2 of 2

BACKGROUND: Summary (continued)

The Agreement is necessary to formalize the transfer of necessary rights of way and to provide for District construction inspection of the referenced facilities associated with MS 99 and MS 149. Upon completion of the project construction, the District will assume ownership, operation and maintenance of the mainline facilities. The City will assume ownership, operation and maintenance of catch basins, inlets, connector pipes and various lateral storm drains that are thirty-six inches (36") or less in diameter and located within City rights of way.

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

The Developer is funding all construction and construction inspection costs. Future operation and maintenance costs will accrue to the District.

Impact on Citizens and Businesses

Developer's planned development will benefit from the storm drain facilities that are to be constructed by the Developer.

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COOPERATIVE AGREEMENT

Perris Valley Channel - Stage 5 (MS 99)
Perris Valley Master Drainage Plan - Line D and Lateral D-3 (MS 149)
Project Nos. 4-0-00010, 4-0-00493 and 4-0-00494

The Riverside County Flood Control and Water Conservation District, hereinafter called "DISTRICT", the City of Perris, hereinafter called "CITY", and Stratford Ranch, LLC, a Delaware limited liability company, hereinafter called "DEVELOPER", hereby agree as follows:

RECITALS

- A. DISTRICT owns fee simple interests in certain real property located in the City of Perris, including District Parcel Nos. 4010-21A, 4010-23 and 4010-24. These referenced parcels are part of DISTRICT'S existing Perris Valley Channel and Lateral B right of way; and
- B. DEVELOPER has submitted for approval MS 99 and MS 149 located within the City of Perris. As a condition of approval for MS 99 and MS 149, DEVELOPER must construct i) certain flood control facilities, and ii) certain improvements to the DISTRICT'S existing Perris Valley Channel in order to provide flood protection and drainage for DEVELOPER'S planned development; and
- C. Legal descriptions of MS 99 and MS 149 are provided in Exhibit "A" attached hereto and made a part hereof; and
- D. The required flood control facilities, all as shown in District Drawing Nos. 4-1066 and 4-1067, include the construction of (i) approximately 1,500 lineal feet of interim earthen channel from north of Ramona Expressway, hereinafter called "INTERIM PERRIS VALLEY CHANNEL", as shown in concept in blue on Exhibit "B" attached hereto and made a part hereof; (ii) approximately 3,600 lineal feet of earthen channel and a drop

structure from the upstream of INTERIM PERRIS VALLEY CHANNEL to the downstream of DISTRICT'S existing Perris Valley Channel - Lateral B, hereinafter called "ULTIMATE PERRIS VALLEY CHANNEL", as shown in concept in yellow on Exhibit "B"; (iii) approximately 3,500 lineal feet of a combination of open channel and underground storm drain system, hereinafter called "LINE D", as shown in concept in orange on Exhibit "B"; and (iv) approximately 2,000 lineal feet of underground storm drain system, hereinafter called "LATERAL D-3", as shown in concept in green on Exhibit "B". Together, INTERIM PERRIS VALLEY CHANNEL and ULTIMATE PERRIS VALLEY CHANNEL are hereinafter called "PERRIS VALLEY CHANNEL - STAGE 5"; and

- E. Associated with the construction of PERRIS VALLEY CHANNEL-STAGE 5, LINE D and LATERAL D-3 is the construction of certain inlets and lateral storm drains that are located within DISTRICT held easements or rights of way, hereinafter called "DISTRICT APPURTENANCES"; and
- F. Also associated with the construction of PERRIS VALLEY CHANNEL-STAGE 5, LINE D and LATERAL D-3 is the construction of certain catch basins, inlets, connector pipes, and various lateral storm drains that are thirty-six inches (36") or less in diameter that are located within CITY held easements or rights of way, hereinafter called "CITY APPURTENANCES"; and
- G. Together, PERRIS VALLEY CHANNEL STAGE 5, LINE D,
 LATERAL D-3 and DISTRICT APPURTENANCES are hereinafter called "DISTRICT
 DRAINAGE FACILITIES". Altogether, DISTRICT DRAINAGE FACILITIES and CITY
 APPURTENANCES are hereinafter called "PROJECT"; and
- H. DEVELOPER and CITY desire DISTRICT to accept ownership and responsibility for the operation and maintenance of DISTRICT DRAINAGE FACILITIES.

Therefore, DISTRICT must review and approve PROJECT plans and specifications and subsequently inspect the construction of DISTRICT DRAINAGE FACILITIES; and

I. DEVELOPER and DISTRICT desire CITY to accept ownership and responsibility for the operation and maintenance of CITY APPURTENANCES. Therefore, CITY must review and approve PROJECT plans and specifications and subsequently inspect the construction of CITY APPURTENANCES.

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

SECTION I

DEVELOPER shall:

- 1. Prepare PROJECT plans and specifications, hereinafter called "IMPROVEMENT PLANS", in accordance with applicable DISTRICT and CITY standards, and submit to DISTRICT and CITY for their review and approval.
- 2. Continue to pay DISTRICT, within thirty (30) days after receipt of periodic billings from DISTRICT, any and all such amounts as are deemed reasonably necessary by DISTRICT to cover DISTRICT'S costs associated with the review of IMPROVEMENT PLANS, review and approval of right of way and conveyance documents, and with the processing and administration of this Agreement.
- 3. Deposit with DISTRICT (Attention: Business Office Accounts Receivable), at the time of providing written notice to DISTRICT of the start of PROJECT construction as set forth in Section I.8. herein, the estimated cost of providing construction inspection for PROJECT, in an amount as determined and approved by DISTRICT in accordance with Ordinance Nos. 671 and 749 of the County of Riverside, including any amendments thereto, based upon the bonded value of DISTRICT DRAINAGE FACILITIES.

4. Grant DISTRICT and CITY, by execution of this Agreement, the right to enter upon DEVELOPER'S property where necessary and convenient for the purpose of gaining access to and performing inspection service for the construction of PROJECT as set forth herein.

- 5. Secure, at its sole cost and expense, all necessary licenses, agreements, permits, approvals, rights of way, rights of entry and temporary construction easements as may be needed for the construction, inspection, operation and maintenance of DISTRICT DRAINAGE FACILITIES. DEVELOPER shall furnish DISTRICT, at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8., with sufficient evidence of DEVELOPER having secured such necessary licenses, agreements, permits, approvals, rights of way, rights of entry and temporary construction easements as determined and approved by DISTRICT.
- 6. Furnish DISTRICT with copies of all permits, approvals or agreements required by any Federal, State or local resource and/or regulatory agency for the construction, operation and maintenance of PROJECT. Such documents include but are not limited to those issued by the U.S. Army Corps of Engineers, California Regional Water Quality Control Board, California State Department of Fish and Wildlife and State Water Resources Control Board.
- 7. Provide CITY, at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8., with faithful performance and payment bonds, each in the amount of one hundred percent (100%) of the estimated cost for construction of DISTRICT DRAINAGE FACILITIES as determined by DISTRICT. The surety, amount and form of the bonds shall be subject to the approval of DISTRICT and CITY. The bonds shall remain in full force and effect until DISTRICT DRAINAGE FACILITIES is accepted by

DISTRICT as complete; at which time the bond amount may be reduced to ten percent (10%) for a period of one year to guarantee against any defective work, labor or materials.

- 8. Notify DISTRICT in writing (Attention: Administrative Services Section) at least twenty (20) days prior to the start of construction of PROJECT. Construction shall not begin on any element of PROJECT, for any reason whatsoever, until DISTRICT has issued to DEVELOPER a written Notice to Proceed authorizing DEVELOPER to commence construction of PROJECT.
 - 9. [This Section Intentionally Left Blank.]
- 10. Obtain and provide DISTRICT (Attention: Right of Way Acquisition Section), at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8., with duly executed Irrevocable Offers(s) of Dedication to the public for flood control and drainage purposes, including ingress and egress, for the rights of way deemed necessary by DISTRICT for the construction, inspection, operation and maintenance of DISTRICT DRAINAGE FACILITIES, as shown in concept in green on Exhibit "C". The Irrevocable Offer(s) of Dedication shall be in a form approved by DISTRICT and shall be executed by all legal and equitable owners of the property described in the offer(s).
- 11. Furnish DISTRICT, when submitting the Irrevocable Offer(s) of Dedication as set forth in Section I.10., with Preliminary Reports on Title dated not more than thirty (30) days prior to date of submission of all the property described in the Irrevocable Offer(s) of Dedication.
- 12. Furnish DISTRICT, at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8., with a complete list of all contractors and subcontractors to be performing work on DISTRICT DRAINAGE FACILITIES, including the corresponding license number and license classification of each. At such time,

DEVELOPER shall further identify in writing its designated superintendent for DISTRICT DRAINAGE FACILITIES construction.

- 13. Furnish DISTRICT, at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8., a construction schedule which shall show the order and dates in which DEVELOPER or DEVELOPER'S contractor proposes to carry on the various parts of work, including estimated start and completion dates. As construction of DISTRICT DRAINAGE FACILITIES progresses, DEVELOPER shall update said construction schedule as requested by DISTRICT.
- 14. Furnish DISTRICT with final mylar plans for DISTRICT DRAINAGE FACILITIES and assign their ownership to DISTRICT prior to the start of DISTRICT DRAINAGE FACILITIES construction.
- 15. Not permit any change to, or modification of, DISTRICT and CITY approved IMPROVEMENT PLANS without the prior written permission and consent of DISTRICT and CITY.
- 16. Comply with all Cal/OSHA safety regulations including regulations concerning confined space and maintain a safe working environment for DEVELOPER, DISTRICT and CITY employees on the site.
- 17. Furnish DISTRICT, at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8., a confined space entry procedure specific to DISTRICT DRAINAGE FACILITIES. The procedure shall comply with requirements contained in California Code of Regulations, Title 8 Section 5158, Other Confined Space Operations, Section 5157, Permit Required Confined Space and District Confined Space Procedures, SOM-18. The procedure shall be reviewed and approved by DISTRICT prior to the issuance of a Notice to Proceed.

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- 18. During the construction period of DISTRICT DRAINAGE FACILITIES, provide Workers' Compensation Insurance in an amount required by law. A certificate of said insurance policy shall be provided to DISTRICT and CITY at the time of providing written notice pursuant to Section I.8.
- 19. Commencing on the date notice is given pursuant to Section I.8. and continuing until DISTRICT accepts DISTRICT DRAINAGE FACILITIES for operation and maintenance:
 - (a) Provide and maintain or cause its contractor(s) to provide and maintain comprehensive liability insurance coverage which shall protect DEVELOPER from claim from damages for personal injury, including accidental and wrongful death, as well as from claims for property damage which may arise from DEVELOPER'S construction of PROJECT or the performance of its obligations hereunder, whether such construction or performance be by DEVELOPER, by any of its contractors, subcontractors, or by anyone employed directly or indirectly by any of them. insurance shall name DISTRICT, County of Riverside and CITY as additional insureds with respect to this Agreement and the obligations of DEVELOPER hereunder. Such insurance shall provide for limits of not less than two million dollars (\$2,000,000) per occurrence.
 - (b) Cause its insurance carrier(s) or its contractor's insurance carrier(s), who shall be authorized by the California Department of Insurance to transact the business of insurance in the State of California, to

furnish DISTRICT and CITY at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8., with certificate(s) of insurance and applicable policy endorsements showing that such insurance is in full force and effect and that DISTRICT, County of Riverside and CITY are named as additional insureds with respect to this Agreement and the obligations of DEVELOPER hereunder. Further, said certificate(s) shall state that the issuing company shall give DISTRICT and CITY sixty (60) days written notice in the event of any cancellation, termination, non-renewal or reduction in coverage of the policies evidenced by the certificate(s). In the event of any such cancellation, termination, non-renewal or reduction in coverage, DEVELOPER shall, forthwith, secure replacement insurance meeting the provisions of this paragraph.

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

20. Construct or cause to be constructed, PROJECT at DEVELOPER'S sole cost and expense in accordance with DISTRICT and CITY approved IMPROVEMENT PLANS.

21. Within two (2) weeks of completing PROJECT construction, provide DISTRICT (Attention: Contract Administration Section) and CITY with written notice that PROJECT construction is substantially complete and request that DISTRICT conduct a final inspection of DISTRICT DRAINAGE FACILITIES and CITY conduct a final inspection of CITY APPURTENANCES.

- 22. Upon completion of PROJECT construction, and upon acceptance by CITY of all street rights of way deemed necessary by DISTRICT and CITY for the operation and maintenance of PROJECT, but prior to DISTRICT acceptance of DISTRICT DRAINAGE FACILITIES for ownership, operation and maintenance, convey, or cause to be conveyed to DISTRICT the flood control easement(s) or grant deed(s) of fee title where appropriate, including ingress and egress, for the rights of way, as shown in concept cross-hatched in red on Exhibit "D". The easement(s) or grant deed(s) shall be in a form approved by DISTRICT and shall be executed by all legal and equitable owners of the property described in the easement(s) or grant deed(s).
- 23. At the time of recordation of the conveyance document(s), as set forth in Section I.22., furnish DISTRICT with policies of title insurance, each in the amount of not less than (i) fifty percent (50%) of the estimated fee value, as determined by DISTRICT, for each easement parcel to be conveyed to DISTRICT, or (ii) one hundred percent (100%) of the estimated fee value, as determined by DISTRICT, for each fee parcel to be conveyed to DISTRICT, guaranteeing DISTRICT'S interest in said property as being free and clear of all liens, encumbrances, assessments, easements, taxes and leases (recorded or unrecorded), except those which, in the sole discretion of DISTRICT, are deemed acceptable.
- 24. Accept ownership and sole responsibility for the operation and maintenance of PROJECT until such time as DISTRICT accepts ownership and responsibility

for operation and maintenance of DISTRICT DRAINAGE FACILITIES and CITY accepts ownership and responsibility for operation and maintenance of CITY APPURTENANCES.

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

SECTION II

DISTRICT shall:

- 1. Review and approve IMPROVEMENT PLANS prior to the start of DISTRICT DRAINAGE FACILITIES construction.
- 2. Provide CITY an opportunity to review and approve IMPROVEMENT PLANS prior to DISTRICT'S final approval.
- 3. Upon execution of this Agreement, record or cause to be recorded, a copy of this Agreement in the Official Records of the Riverside County Recorder.
- 4. Record or cause to be recorded, the Irrevocable Offer(s) of Dedication, easement(s), or grant deed(s) provided by DEVELOPER pursuant to Sections I.10 and I. 22.
 - 5. Inspect construction of DISTRICT DRAINAGE FACILITIES.
- 6. Keep an accurate accounting of all DISTRICT costs associated with the review and approval of IMPROVEMENT PLANS, the review and approval of right of way and conveyance documents, and the processing and administration of this Agreement.
 - 7. [This Section Intentionally Left Blank.]
- 8. Keep an accurate accounting of all DISTRICT construction inspection costs, and within forty-five (45) days after DISTRICT acceptance of DISTRICT DRAINAGE FACILITIES as being complete, submit a final cost statement to DEVELOPER. If the deposit, as set forth in Section I.3., exceeds such costs, DISTRICT shall reimburse DEVELOPER the excess amount within sixty (60) days after DISTRICT acceptance of DISTRICT DRAINAGE FACILITIES as being complete. If at any time the costs exceed the deposit or are anticipated by DISTRICT to exceed the deposit, DEVELOPER shall pay such additional amount(s), as deemed reasonably necessary by DISTRICT to complete inspection

9. Accept ownership and sole responsibility for the operation and

of DISTRICT DRAINAGE FACILITIES, within thirty (30) days after receipt of billing from

maintenance of DISTRICT DRAINAGE FACILITIES upon (i) DISTRICT inspection of DISTRICT DRAINAGE FACILITIES in accordance with Section I.21., (ii) DISTRICT acceptance of DISTRICT DRAINAGE FACILITIES construction as being complete, (iii) CITY acceptance of CITY APPURTENANCES construction as being complete, (iv) DISTRICT receipt of stamped and signed "record drawings" of DISTRICT DRAINAGE FACILITIES plans, as set forth in Section I.26., (v) recordation of all conveyance documents described in Section I.22., (vi) acceptance by CITY of all necessary street rights of way as deemed necessary by DISTRICT and CITY for the operation and maintenance of PROJECT, (vii) CITY acceptance of CITY APPURTENANCES for ownership, operation and maintenance, and (viii) DISTRICT'S sole determination that DISTRICT DRAINAGE FACILITIES are in a satisfactorily maintained condition.

10. Provide CITY with reproducible duplicate copies of "record drawings" DISTRICT DRAINAGE FACILITIES plans upon DISTRICT acceptance of DISTRICT DRAINAGE FACILITIES as being complete.

SECTION III

CITY shall:

- 1. Review and approve IMPROVEMENT PLANS prior to the start of PROJECT construction.
- 2. Accept CITY and DISTRICT approved faithful performance and payment bonds submitted by DEVELOPER, as set forth in Section I.7., and hold said bonds as provided herein.

- 3. Inspect construction of CITY APPURTENANCES.
- 4. Consent, by execution of this Agreement, to the recording of any Irrevocable Offer(s) of Dedication furnished by DEVELOPER pursuant to this Agreement.
- 5. As requested by DISTRICT, accept the Irrevocable Offer(s) of Dedication, as set forth herein, and any other outstanding offers of dedication necessary for the construction, inspection, operation and maintenance of DISTRICT DRAINAGE FACILITIES.
- 6. Grant DISTRICT, by execution of this Agreement, the right to construct, inspect, operate and maintain DISTRICT DRAINAGE FACILITIES within CITY rights of way.
- 7. Accept ownership and sole responsibility for the operation and maintenance of CITY APPURTENANCES upon DISTRICT acceptance of DISTRICT DRAINAGE FACILITIES as being complete.
 - 8. [This Section Intentionally Left Blank.]
 - 9. [This Section Intentionally Left Blank.]
- 10. Upon DISTRICT acceptance of DISTRICT DRAINAGE FACILITIES construction as being complete, accept sole responsibility for the adjustment of all PROJECT manhole rings and covers located within CITY rights of way which must be performed at such time(s) that the finished grade along and above the underground portions of DISTRICT DRAINAGE FACILITIES are improved, repaired, replaced or changed. It being further understood and agreed that any such adjustments shall be performed at no cost to DISTRICT.

SECTION IV

It is further mutually agreed:

1. Prior to DISTRICT'S acceptance of ownership and responsibility for the operation and maintenance of DISTRICT DRAINAGE FACILITIES, DISTRICT

DRAINAGE FACILITIES shall be in a satisfactorily maintained condition as solely determined by DISTRICT.

- 2. All work involved with DISTRICT DRAINAGE FACILITIES shall be inspected by DISTRICT and shall not be deemed complete until approved and accepted in writing as complete by DISTRICT.
- 3. CITY and DEVELOPER personnel may observe and inspect all work being done on DISTRICT DRAINAGE FACILITIES, but shall provide any comments to DISTRICT personnel who shall be solely responsible for all quality control communications with DEVELOPER'S contractor(s) during the construction of PROJECT.
- 4. DEVELOPER shall complete construction of DISTRICT DRAINAGE FACILITIES within twelve (12) consecutive months after execution of this Agreement and within two hundred fifty (250) consecutive calendar days after commencing work on DISTRICT DRAINAGE FACILITIES. It is expressly understood that since time is of the essence in this Agreement, failure of DEVELOPER to perform the work within the agreed upon time shall constitute authority for DISTRICT to perform the remaining work and require DEVELOPER'S surety to pay to CITY the penal sum of any and all bonds. In which case, CITY shall subsequently reimburse DISTRICT for DISTRICT costs incurred.
- 5. DISTRICT shall endeavor to issue DEVELOPER a Notice to Proceed within twenty (20) days of receipt of DEVELOPER'S complete written notice as set forth in Section I.8.; however, DISTRICT'S construction inspection staff is limited and, therefore, the issuance of a Notice to Proceed is subject to staff availability.

In the event DEVELOPER wishes to expedite issuance of a Notice to Proceed, DEVELOPER may elect to furnish an independent qualified construction inspector at DEVELOPER'S sole cost and expense. DEVELOPER shall furnish appropriate

documentation of the individual's credentials and experience to DISTRICT for review and, if appropriate, approval. DISTRICT shall review the individual's qualifications and experience and, upon approval thereof, said individual, hereinafter called "DEPUTY INSPECTOR", shall be authorized to act on DISTRICT'S behalf on all DISTRICT DRAINAGE FACILITIES construction and quality control matters. If DEVELOPER'S initial construction inspection deposit furnished pursuant to Section I.3. exceeds ten thousand dollars (\$10,000), DISTRICT shall refund to DEVELOPER up to eighty percent (80%) of DEVELOPER'S initial inspection deposit within forty-five (45) days of DISTRICT'S approval of DEPUTY INSPECTOR; however, a minimum balance of ten thousand dollars (\$10,000) shall be retained on account.

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

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

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

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

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

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

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

- 8. DEVELOPER shall not request DISTRICT to accept any portion or portions of DISTRICT DRAINAGE FACILITIES or CITY to accept any portion or portions of CITY APPURTENANCES prior to the completion of PROJECT construction.
- 9. Any waiver by DISTRICT or by CITY of any breach of any one or more of the terms of this Agreement shall not be construed to be a waiver of any subsequent or other breach of the same or of any other term hereof. Failure on the part of DISTRICT or CITY to require exact, full and complete compliance with any terms of this Agreement shall not be construed as, in any manner, changing the terms hereof, or estopping DISTRICT or CITY from enforcement hereof.
- 10. This Agreement is to be construed in accordance with the laws of the State of California. If any provision in this Agreement is held by a court of competent jurisdiction to be invalid, void, or unenforceable, the remaining provisions will nevertheless continue in full force without being impaired or invalidated in any way.
- 11. Any and all notices sent or required to be sent to the parties of this Agreement will be mailed by first class mail, postage prepaid, to the following addresses:

RIVERSIDE COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT 1995 Market Street Riverside, CA 92501

CITY OF PERRIS 101 North "D" Street Perris, CA 92570

STRATFORD RANCH, LLC 26632 Towne Centre Drive, Suite 320 Foothill Ranch, CA 92610 Attn: Alan Sharp

- 12. Any action at law or in equity brought by any of the parties hereto for the purpose of enforcing a right or rights provided for by the Agreement, shall be tried in a court of competent jurisdiction in the County of Riverside, State of California, and the parties hereto waive all provisions of law providing for a change of venue in such proceedings to any other county.
- 13. This Agreement is the result of negotiations between the parties hereto, and the advice and assistance of their respective counsel. The fact that this Agreement was prepared as a matter of convenience by DISTRICT shall have no import or significance. Any uncertainty or ambiguity in this Agreement shall not be construed against DISTRICT because DISTRICT prepared this Agreement in its final form.
- 14. The rights and obligations of DEVELOPER shall inure to and be binding upon all heirs, successors and assignees.
- 15. DEVELOPER shall not assign or otherwise transfer any of its rights, duties or obligations hereunder to any person or entity without the written consent of the other parties hereto being first obtained. In the event of any such transfer or assignment, DEVELOPER expressly understands and agrees that it shall remain liable with respect to any and all of the obligations and duties contained in this Agreement.
- 16. The individual(s) executing this Agreement on behalf of DEVELOPER hereby certify that they have the authority within their respective company(ies) to enter into

and execute this Agreement, and have been authorized to do so by any and all boards of directors, legal counsel, and/or any other board, committee or other entity within their respective company(ies) which have the authority to authorize or deny entering this Agreement.

17. This Agreement is intended by the parties hereto as a final expression of their understanding with respect to the subject matter hereof and as a complete and exclusive statement of the terms and conditions thereof and supersedes any and all prior and contemporaneous agreements and understandings, oral or written, in connection therewith. This Agreement may be changed or modified only upon the written consent of the parties hereto.

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1	IN WITNESS WHEREOF, the parties hereto have executed this Agreement on					
2	JAN 28 2014					
3	(to be filled in by Clerk of the Board)					
4						
5		RIVERSIDE COUNTY FLOOD CONTROL				
6	RECOMMENDED FOR APPROVAL:	AND WATER CONSERVATION DISTRICT				
7		. P 1				
8	By Marken D. WILLIAMS	By Marin Adelley				
9	General Manager-Chief Engineer	MARION ASHLEY, Chairman Riverside County Flood Control and Water				
10		Conservation District Board of Supervisors				
11						
12	APPROVED AS TO FORM:	ATTEST:				
13	PAMELA J. WALLS County Counsel	KECIA HARPER-IHEM Clerk of the Board				
14						
15	By Man A	By privatle?				
16	NEAL KIPNIS ' U Deputy County Counsel	Deputy				
17		(SEAL)				
18						
19						
20						
21						
22						
23						
24						
25	Cooperative Agreement Perris Valley Channel, Stage 5 (MS 99)					
26	Perris Valley Master Drainage Plan - Line D Project Nos. 4-0-00010, 4-0-00493, and 4-0-	o and Lateral D-3 (MS 149) -00494				
27	08/14/2013					
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STRATFORD RANCH, LLC,

a Delaware limited liability company

DAVID R. BIRDWELL

Manager

(ATTACH NOTARY WITH CAPACITY STATEMENT)

Cooperative Agreement Perris Valley Channel, Stage 5 (MS 99) Perris Valley Master Drainage Plan - Line D and Lateral D-3 (MS 149) Project Nos. 4-0-00010, 4-0-00493 and 4-0-00494 08/14/2013

CALIFORNIA ALL-PURPOSE CERTIFICATE OF ACKNOWLEDGMENT

CERTIFICATE OF	ACKNOWLEDGMENT				
State of California Meorgia					
County of <u>Fulton</u>					
On <u>October 14,2013</u> before me,	Mona L. Hand (Here insert name and title of the officer)				
personally appeared David R. Bird w					
the within instrument and acknowledged to me the capacity (ies), and that by his/her/their signature (s) which the person(s) acted, executed the instrument of the certify under PENALTY OF PERJURY under the istrue and correct. WITNESS my hand and official seal.	ne laws of the State of California that the foregoing paragraph				
Mone Land Signature of Notary Public	(Notary Seal)				
ADDITIONAL O	PTIONAL INFORMATION				
DESCRIPTION OF THE ATTACHED DOCUMENT	INSTRUCTIONS FOR COMPLETING THIS FORM Any acknowledgment completed in California must contain verbiage exactly as appears above in the notary section or a separate acknowledgment form must be properly completed and attached to that document. The only exception is if a document is to be recorded outside of California. In such instances, any alternative				
(Title or description of attached document)	acknowledgment verbiage as may be printed on such a document so long as the verbiage does not require the notary to do something that is illegal for a notary in California (i.e. certifying the authorized capacity of the signer). Please check the document carefully for proper notarial wording and attach this form if required.				
(Title or description of attached document continued) Number of Pages Document Date	 State and County information must be the State and County where the document signer(s) personally appeared before the notary public for acknowledgment. 				

(Additional information) CAPACITY CLAIMED BY THE SIGNER Individual (s) Corporate Officer (Title) Partner(s) Attorney-in-Fact Trustee(s) Other

- Date of notarization must be the date that the signer(s) personally appeared which must also be the same date the acknowledgment is completed.
- The notary public must print his or her name as it appears within his or her commission followed by a comma and then your title (notary public).
- Print the name(s) of document signer(s) who personally appear at the time of
- Indicate the correct singular or plural forms by crossing off incorrect forms (i.e. he/she/they, is /are) or circling the correct forms. Failure to correctly indicate this information may lead to rejection of document recording.
- The notary seal impression must be clear and photographically reproducible.
 Impression must not cover text or lines. If seal impression smudges, re-seal if a sufficient area permits, otherwise complete a different acknowledgment form.
- Signature of the notary public must match the signature on file with the office of the county clerk.
 - Additional information is not required but could help to ensure this acknowledgment is not misused or attached to a different document.
 - Indicate title or type of attached document, number of pages and date.
 - Indicate the capacity claimed by the signer. If the claimed capacity is a corporate officer, indicate the title (i.e. CEO, CFO, Secretary).
- Securely attach this document to the signed document

Exhibit A

Legal Description for MS 99 and MS 149

Portions of Parcels A and E of Lot 4; all of Parcels A and B and portion of Parcel C of Lot 5; all of Parcels A and B and portion of Parcel C of Lot 10; portions of Parcel A of Lot 11; in Unit 1 of La Vina Land Co Tract Units 1 & 2 as shown by map on file in Book 14 of Maps at Pages 19 and 20, Records of Riverside County, California

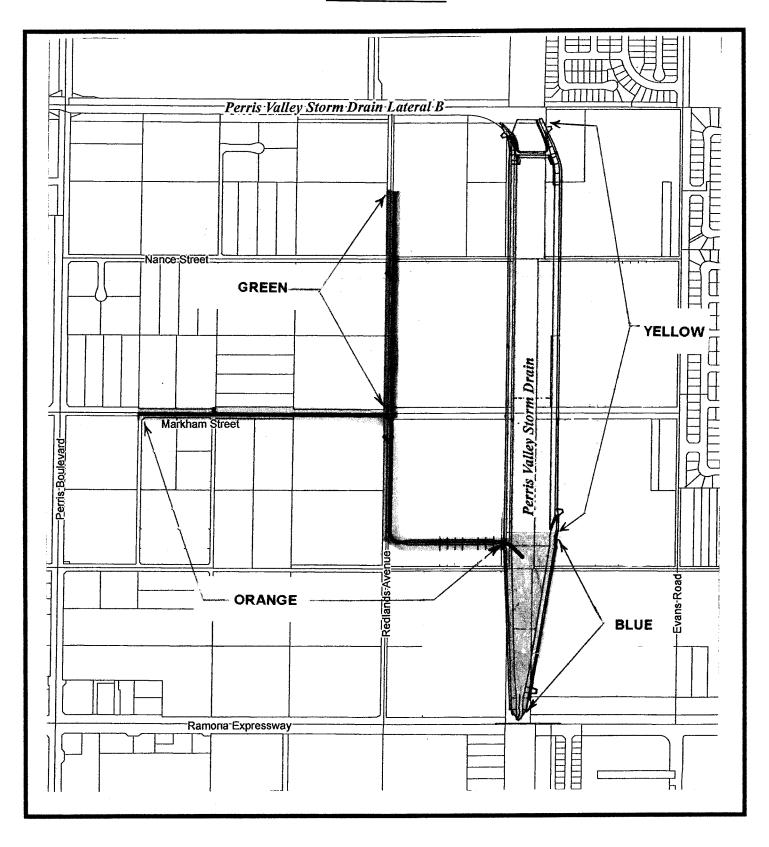
Portions of Lots 11 through 14, inclusive, in Unit 1 of La Vina Land Co Tract Units 1 & 2 as shown by map on file in Book 14 of Maps at Pages 19 and 20, Records of Riverside County, being portion of Parcel 2 of Certificate of Compliance — LLA No. 12-07-0007 recorded December 3, 2012 as Document No. 2012-0584174 Official Records of said Riverside County, California

Portions of Parcel E of Lot 3; portion of Parcel A of Lot 4; all of Parcels A and B and portion of Parcel C of Lot 5; portion of Parcel A of Lot 11; all of Parcels A and B and portion of Parcel C of Lot 10; portion of Parcels A and E of Lot 18; all of Parcels A and B and portion of Parcel C of Lot 19; portion of Parcels A and E of Lot 25; all of Parcels A and B and portion of Parcel C of Lot 24; portion of Lot "B" (Nance Street); and portion of Lot "C" (La Vina Boulevard, now known as Markham Street); in Unit 2 of La Vina Land Co Tract Units 1 & 2 as shown by map on file in Book 14 of Maps at Pages 19 and 20, Records of Riverside County, California

Portions of Lots 18, 19, 24 and 25 of Map of Los Angeles Vineyard Association Tract 1 as shown by map on file in Book 10 of Maps at page 99, Records of Riverside County, California

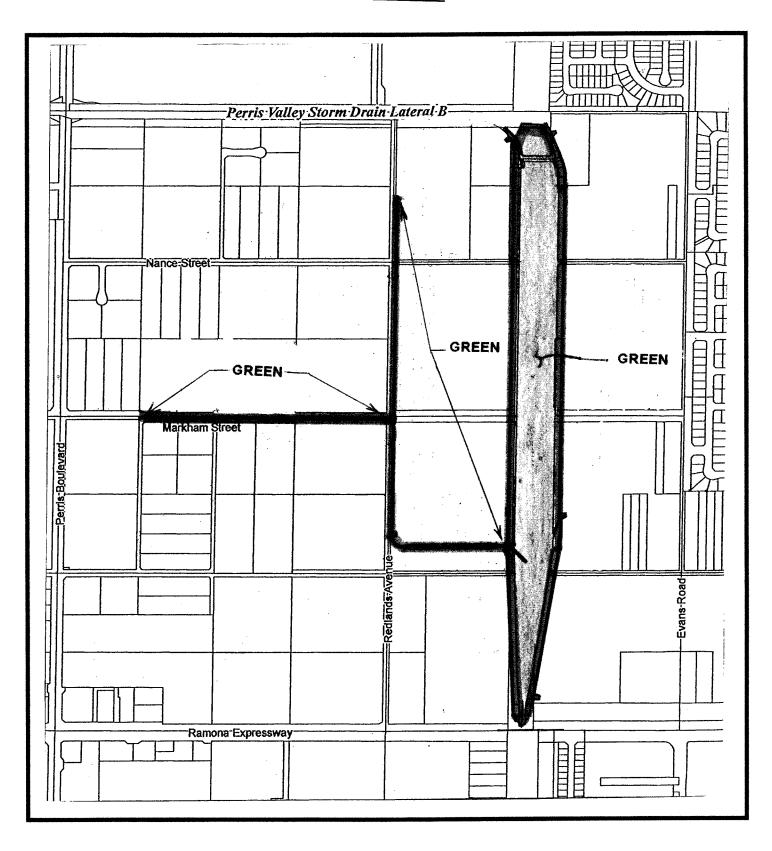
APN's 302-140-003, -007, 302-150-001 through -007, -009, -010, 302-160-001, -003, -021, 302-170-003, -006, -008 and -009

EXHIBIT B

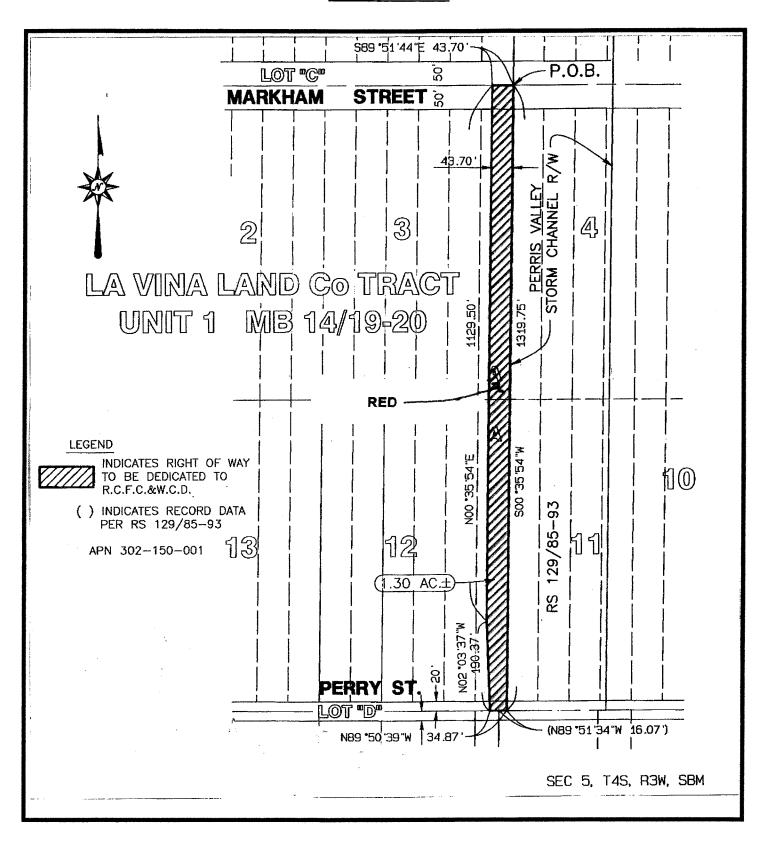


Cooperative Agreement
Perris Valley Channel – Stage 5 (MS 99)
Perris Valley MDP – Line D and Lateral D-3 (MS 149)
Project Nos.: 4-0-00010, 4-0-00493 and 4-0-00494
1 of 1

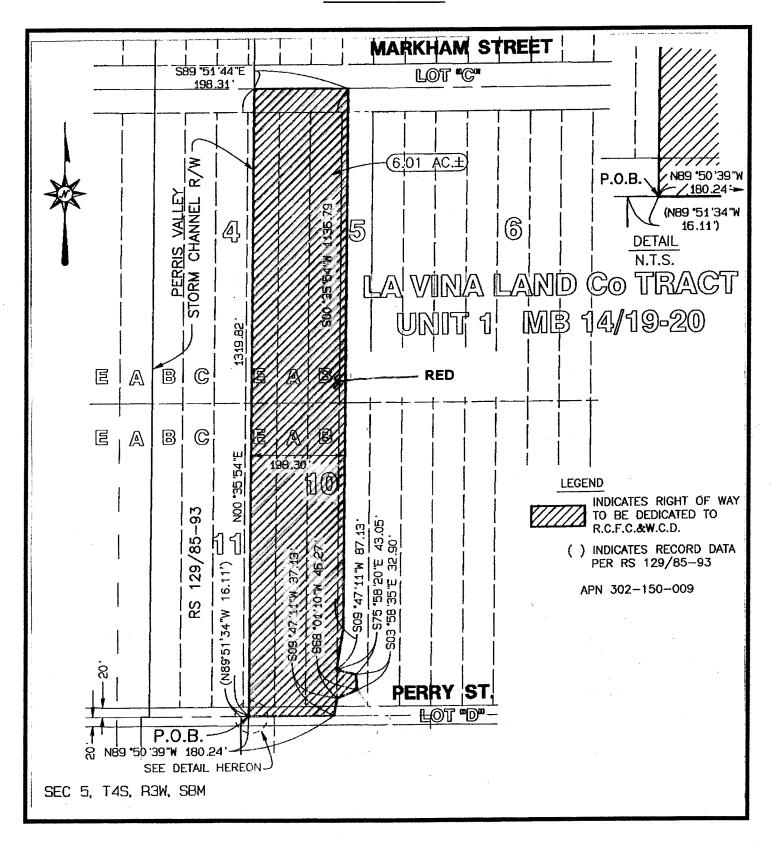
EXHIBIT C



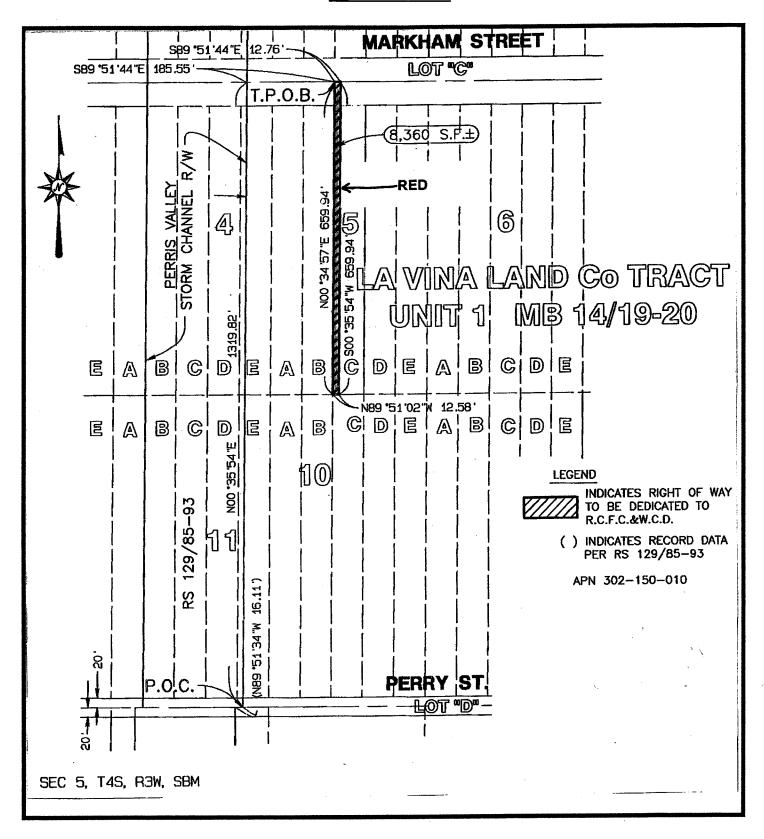
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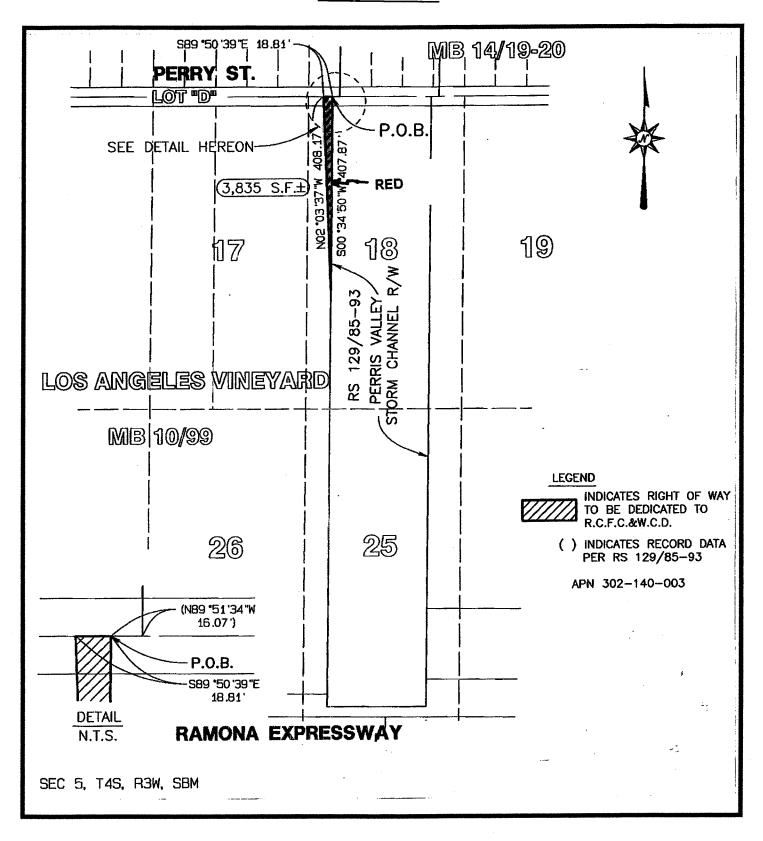
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1 of 12



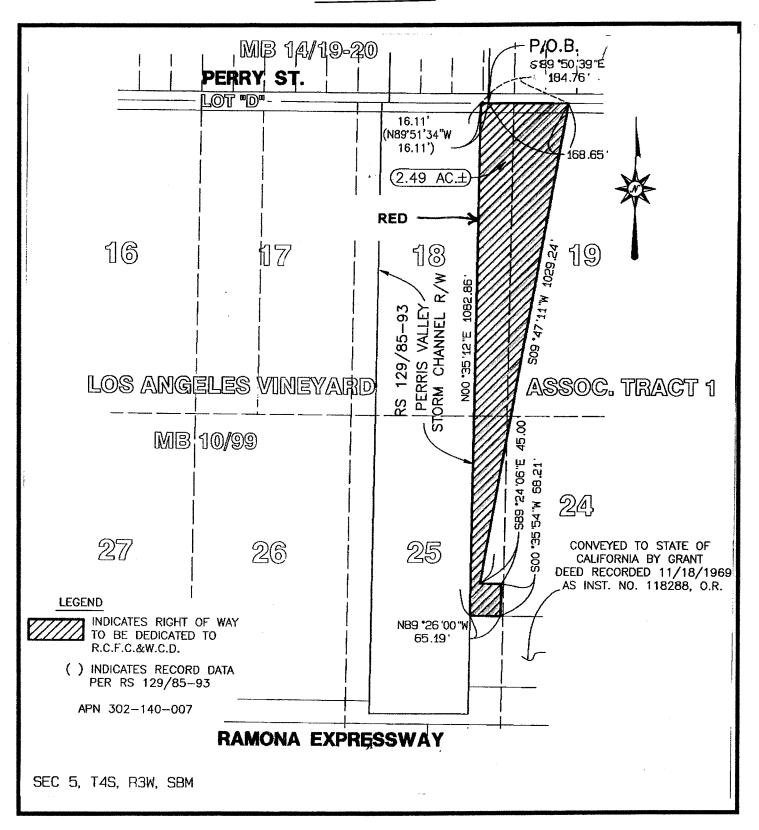
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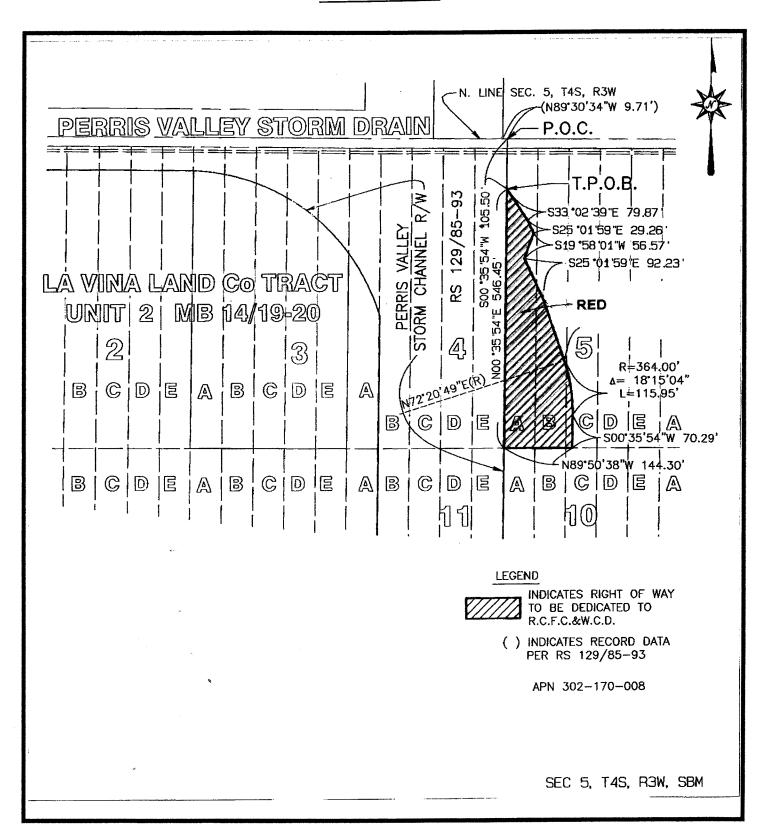
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3 of 12

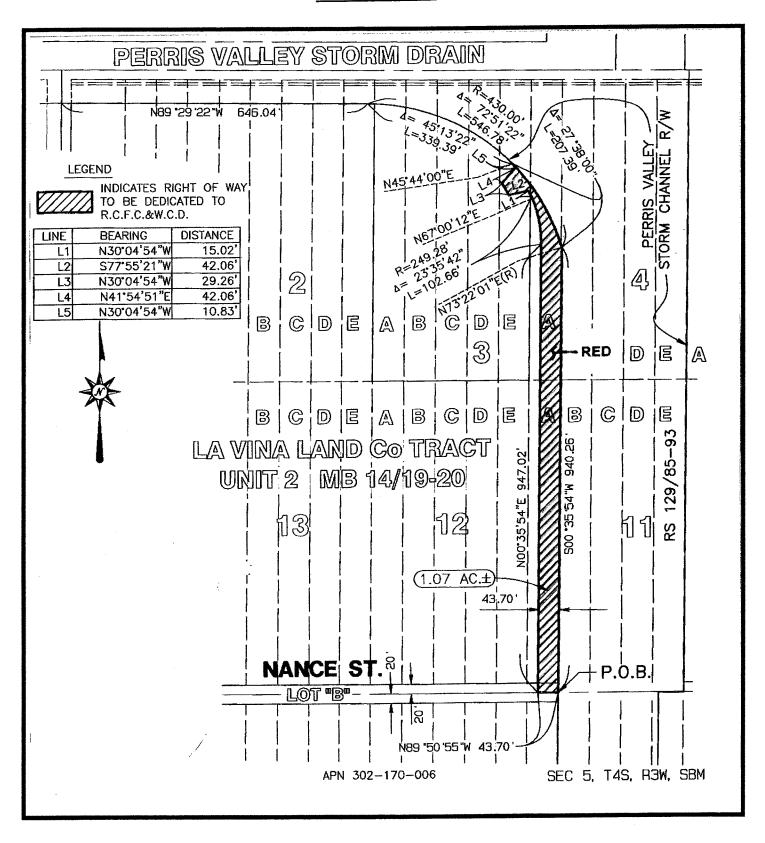


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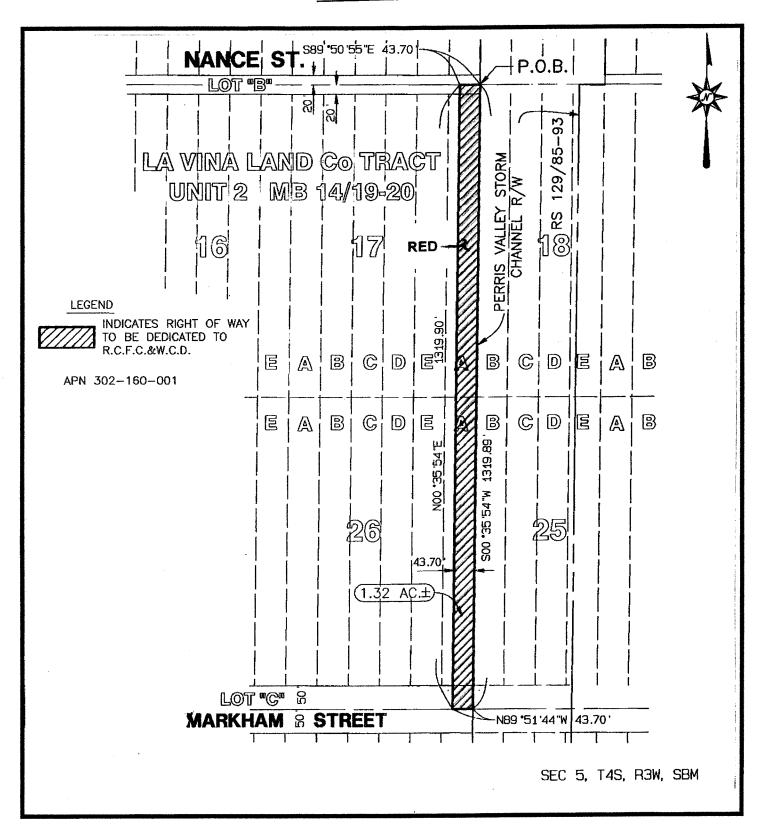


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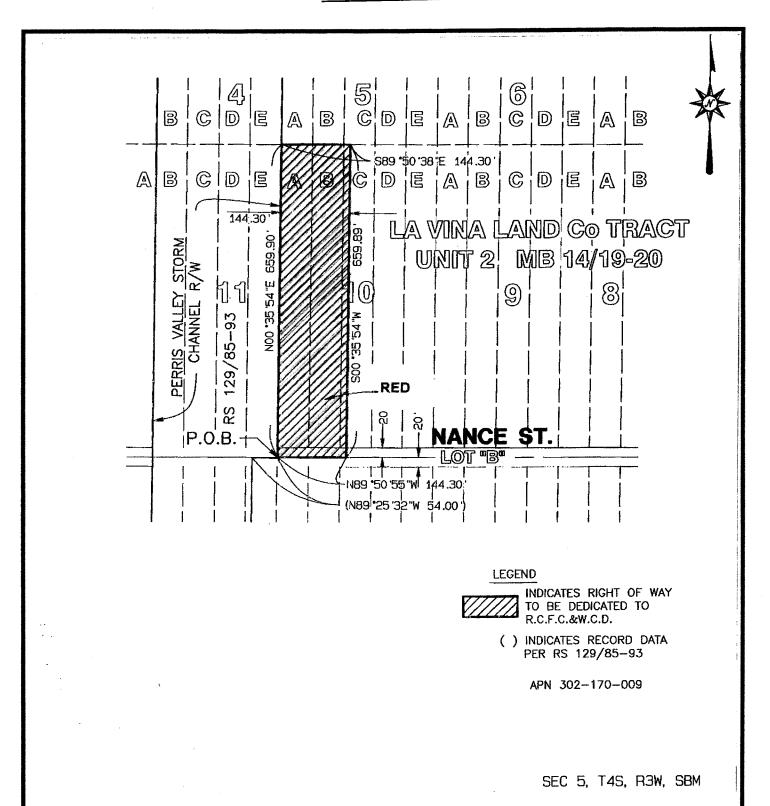




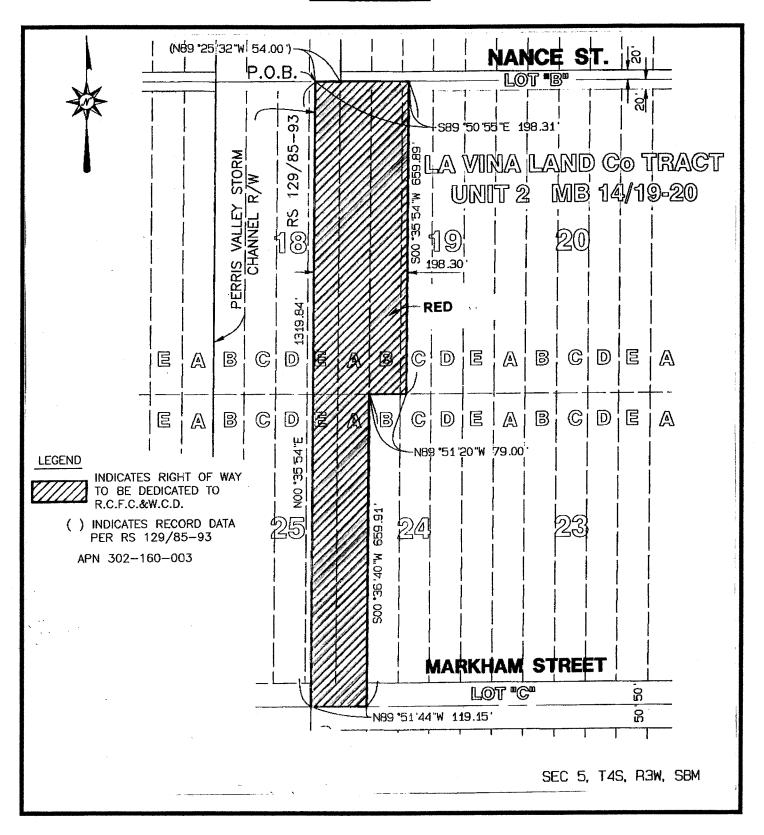
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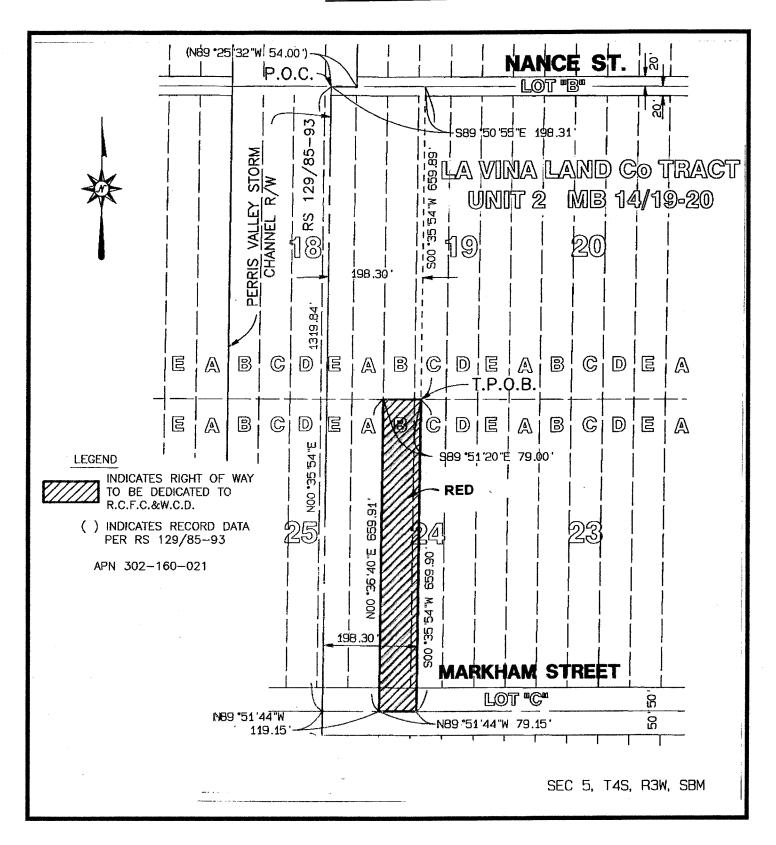
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