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



ITEM 11.1 (ID # 5337)

**MEETING DATE:** 

Tuesday, October 3, 2017

FROM: FLOOD CONTROL DISTRICT:

SUBJECT: FLOOD CONTROL DISTRICT: Approval of Cooperative Agreement for Warm Springs Valley – Spencers Crossing Parkway, Stage 2; Warm Springs Valley – Myoporum Lane Storm Drain, Stage 2 (Tract No. 37053-1), Project Nos. 7-0-00238 and 7-0-00239; [District 3] [\$0]

**RECOMMENDED MOTION:** That the Board of Supervisors:

- 1. Approve the Cooperative Agreement between the District, the County of Riverside (County) and Riverside Mitland 03 LLC (Developer); and
- 2. Authorize the Chairman to execute the Agreement on behalf of the District.

**ACTION: Policy** 

9/20/2017

MINUTES OF THE BOARD OF SUPERVISORS

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

Ayes:

Jeffries, Tavaglione, Washington, Perez and Ashley

Nays:

None

Absent: Date:

None October 3, 2017

XC:

F190a

11.1

Ketia Harper-Ihem

## SUBMITTAL TO THE FLOOD CONTROL AND WATER CONSERVATION DISTRICT BOARD OF SUPERVISORS

#### COUNTY OF RIVERSIDE, STATE OF CALIFORNIA

FINANCIAL DATA	Current Fiscal Year:		Next Fiscal Year:		Total Cost:		t:	Ongoing Cost	
COST	\$	0	\$	0	\$	0		\$	0
NET DISTRICT COST	\$	0	\$	0	\$	0		\$	0
SOURCE OF FUNDS:							Budget Adjustment: No		
						For Fiscal	ear:	N/A	

C.E.O. RECOMMENDATION: Approve

#### **BACKGROUND:**

#### Summary

The Cooperative Agreement (Agreement) sets forth the terms and conditions by which certain flood control facilities are to be constructed by Developer and inspected, operated and maintained by the District, County and Developer.

The Agreement is necessary to formalize the transfer of necessary rights of way and to provide for District construction inspection and subsequent operation and maintenance of the referenced drainage facilities. Upon completion of the drainage facilities' construction, the Developer will assume ownership, operation and maintenance of the mainline storm drains until such time the District assumes ownership, operation and maintenance in accordance the terms and conditions as set forth in the Agreement. The County will assume ownership, operation and maintenance of the project's associated catch basins, inlets, connector pipes and laterals that are 36 inches or less in diameter located within County rights of way. The Developer will also assume ownership, operation and maintenance of the temporary swales located within its rights of way.

County Counsel has approved the Agreement as to legal form, and the County and the Developer have executed the Agreement. A companion item appears on Riverside County Transportation Department's agenda this same date.

#### Impact on Residents and Businesses

As noted above, construction of these drainage improvements is a requirement for the development of Tract No. 37053-1. The principal beneficiaries are the future residents of the tract. Ancillary benefits will accrue to the public who will utilize the tract's roadways.

#### SUPPLEMENTAL:

#### **Additional Fiscal Information**

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

#### **ATTACHMENTS:**

- 1. Vicinity Map
- 2. Cooperative Agreement

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

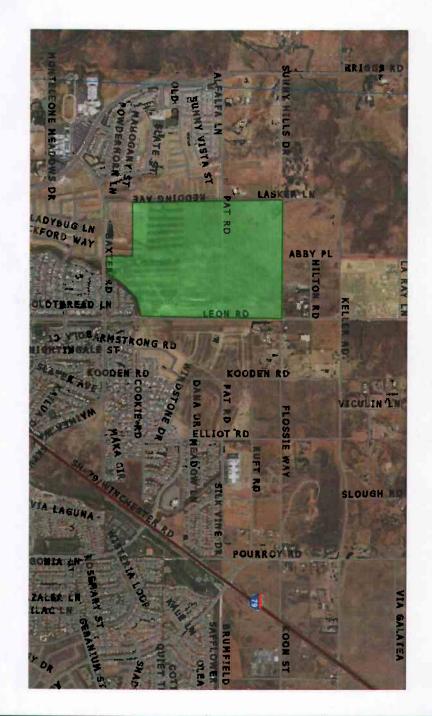
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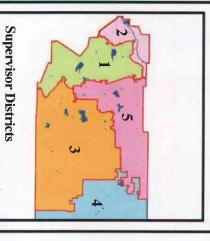
DAIN MANGE

9/26/2017

Priantos, Director County Counsel

9/20/2017





# LEGEND:

**Project Vicinity** 

Supervisorial District

# DESCRIPTION:

Warm Springs Valley – Spencers Crossing Parkway, Stage 2 Warm Springs Valley – Myoporum Lane Storm Drain, Stage 2 Tract No. 37053-1







Attachment 1

#### **COOPERATIVE AGREEMENT**

Warm Springs Valley – Spencers Crossing Parkway, Stage 2
Warm Springs Valley – Myoporum Lane Storm Drain, Stage 2
Project Nos. 7-0-00238 and 7-0-00239
Tract No. 37053-1

The Riverside County Flood Control and Water Conservation District, a body politic ("DISTRICT"), the County of Riverside, a political subdivision of the State of California ("COUNTY"), and Riverside Mitland 03 LLC, a Delaware limited liability company ("DEVELOPER"), hereby agree as follows:

#### **RECITALS**

- A. DEVELOPER is the legal owner of record of certain real property located within the County of Riverside. DEVELOPER has submitted for approval Tract No. 37053-1 located in an unincorporated area of western Riverside County. As a condition of approval for Tract No. 37053-1, DEVELOPER must construct certain flood control facilities in order to provide flood protection and drainage for DEVELOPER'S planned development; and
- B. The legal description of Tract No. 37053-1 is provided in Exhibit "A" attached hereto and made a part hereof; and
- C. The required flood control facilities and drainage improvements, as shown in concept in red on Exhibit "B", attached hereto and made a part hereof, and as shown on DISTRICT'S Drawing No. 7-0543, includes:
  - (i) Approximately 410 lineal feet of underground storm drain system ("LINE B"). At its downstream terminus, LINE B will connect to the storm drain facility for Tract No. 32290-1;
  - (ii) Approximately 740 lineal feet of underground storm drain system and headwall ("LINE C"). At its downstream terminus, LINE C will

- D. Associated with the construction of DISTRICT FACILITIES is the construction of certain catch basins, connector pipes, inlets, maintenance access road and various lateral storm drains that are thirty-six inches (36") or less in diameter that are located within COUNTY held easements or rights of way ("APPURTENANCES"); and
- E. Together, DISTRICT FACILITIES and APPURTENANCES are hereinafter called "PROJECT"; and
- F. All parties recognize and acknowledge that DISTRICT FACILITIES will not be accepted for ownership, operation and maintenance responsibilities by DISTRICT until the Warm Springs Valley Spencers Crossing Parkway, Stage 1 and Warm Springs Valley Myoporum Lane Storm Drain, Stage 1 (Tract No. 32290-1), hereinafter called "STAGE 1 FACILITIES" are accepted by DISTRICT; and
- G. DEVELOPER and COUNTY desire DISTRICT to ultimately accept ownership and responsibility for the operation and maintenance of DISTRICT FACILITIES. Therefore, DISTRICT must review and approve DEVELOPER'S plans and specifications for PROJECT and subsequently inspect the construction of DISTRICT FACILITIES; and
- H. DEVELOPER and DISTRICT desire COUNTY to accept ownership and responsibility for the operation and maintenance of APPURTENANCES. Therefore, COUNTY must review and approve DEVELOPER'S plans and specifications for PROJECT and subsequently inspect and approve the construction of APPURTENANCES; and
- I. DEVELOPER is willing to assume ownership, operation and maintenance responsibilities of DISTRICT FACILITIES on an interim basis as set forth herein, with the recognition and understanding that the actual acceptance of DISTRICT FACILITIES for

ownership, operation and maintenance responsibilities by DISTRICT is entirely dependent upon:
(i) DISTRICT acceptance of ownership and responsibility for the operation and maintenance of STAGE 1 FACILITIES; (ii) DISTRICT FACILITIES being constructed in accordance with plans and specifications approved by DISTRICT and as set forth herein; (iii) DISTRICT'S sole determination that DISTRICT FACILITIES are in a satisfactorily maintained condition; and (iv) DISTRICT FACILITIES are fully functioning as a flood control drainage system as solely determined by the DISTRICT; and

- J. DISTRICT is willing to: (i) review and approve DEVELOPER'S plans and specifications for PROJECT; (ii) inspect the construction of DISTRICT FACILITIES; and (iii) ultimately accept ownership and responsibility for the operation and maintenance of DISTRICT FACILITIES provided DEVELOPER: (a) complies with this Agreement; (b) constructs PROJECT in accordance with DISTRICT and COUNTY approved plans and specifications; (c) obtains and conveys to DISTRICT all rights of way necessary for the inspection, operation and maintenance of DISTRICT FACILITIES as set forth herein; and (d) accepts ownership and responsibility for the operation and maintenance of PROJECT following completion of PROJECT construction until such time as DISTRICT accepts ownership and responsibility for operation and maintenance of APPURTENANCES; and
- K. COUNTY is willing to: (i) review and approve DEVELOPER'S plans and specifications for PROJECT; (ii) inspect the construction of PROJECT; (iii) accept and hold faithful performance and payment bonds submitted by DEVELOPER for DISTRICT FACILITIES and APPURTENANCES; (iv) grant DISTRICT the right to inspect, operate and maintain DISTRICT FACILITIES within COUNTY rights of way; and (v) accept ownership and responsibility for the operation and maintenance of APPURTENANCES, provided PROJECT is

constructed in accordance with plans and specifications approved by DISTRICT and COUNTY; and

L. DEVELOPER shall grant DISTRICT a blanket Right of Entry Maintenance Agreement over Tract No. 37053-2 ("STAGE 3 FACILITY") that authorizes DISTRICT to operate and maintain the inlet structure as shown on Sheet 18 of DISTRICT'S Drawing Number 7-0543 and all its appurtenant works including ingress and egress. The Right of Entry Maintenance Agreement shall remain in effect until such time as the Cooperative Agreement for the STAGE 3 FACILITY is fully executed.

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 COUNTY standards, and submit to DISTRICT and COUNTY 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 rights of way and conveyance documents, and with the processing and administration of this Cooperative 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., the estimated cost of providing construction inspection for DISTRICT FACILITIES, 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 FACILITIES. If at any time the costs exceed the deposit or are anticipated by DISTRICT to exceed the deposit with DISTRICT, DEVELOPER shall pay such additional amount(s), as deemed reasonably necessary by DISTRICT to complete inspection of PROJECT within thirty (30) days after receipt of billing from DISTRICT.

- 4. Pay DISTRICT, upon execution of this Cooperative Agreement, the one-time cash sum of twenty-two thousand dollars (\$22,000), the amount agreed upon to cover DISTRICT'S estimated cost to operate and maintain DISTRICT FACILITIES for a period of ten (10) years (Zone 7 Maintenance Trust Fund) commencing upon DISTRICT'S acceptance of DISTRICT FACILITIES as complete for ownership, operation and maintenance.
- 5. Secure, at its sole cost and expense, all necessary licenses, agreements, permits and rights of entry as may be needed for the construction, inspection, operation and maintenance of PROJECT. DEVELOPER shall furnish DISTRICT and COUNTY, at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8. or not less than twenty (20) days prior to recordation of the final map for Tract No. 37053-1 or any phase thereof, whichever occurs first, with sufficient evidence of DEVELOPER having secured such necessary licenses, agreements, permits and rights of entry, as determined and approved by DISTRICT and COUNTY.
- 6. Prior to commencing construction, furnish DISTRICT and COUNTY 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

- 7. Provide COUNTY, at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8. or not less than twenty (20) days prior to recordation of the final map for Tract No. 37053-1 or any phase thereof, whichever occurs first, with faithful performance and payment bonds, each in the amount of one hundred percent (100%) of the estimated cost for construction of DISTRICT FACILITIES as determined by DISTRICT and of the APPURTENANCES as determined by the COUNTY. The surety, amount and form of the bonds shall be subject to approval of DISTRICT and COUNTY. The bonds shall remain in full force and effect until DISTRICT FACILITIES are accepted by DISTRICT and COUNTY as complete; at which time the bond amount may be reduced to five percent (5%) for a period of one (1) year to guarantee against any defective work, labor or materials.
- 8. Notify DISTRICT in writing (Attention: Contract 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 and COUNTY have issued to DEVELOPER a written Notice to Proceed authorizing DEVELOPER to commence construction of PROJECT.
- 9. Grant DISTRICT and COUNTY, 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.
- 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. or not less than twenty (20) days prior to the recordation of the final map for

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.

Tract No. 37053-1, 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

- 12. Furnish DISTRICT, at the time of providing written notice to DISTRICT and COUNTY 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 PROJECT, including the corresponding license number and license classification of each. At such time, DEVELOPER shall further identify in writing its designated superintendent for PROJECT construction.
- and COUNTY of the start of construction as set forth in Section I.8., a construction schedule which shall show the order and dates in which DEVELOPER or DEVELOPER'S contractor proposes to carry out the various parts of work, including estimated start and completion dates. As construction of PROJECT progresses, DEVELOPER shall update said construction schedule as requested by DISTRICT and/or COUNTY.
- 14. Furnish DISTRICT with final mylar plans for DISTRICT FACILITIES, and assign their ownership to DISTRICT prior to the start on any portion of PROJECT construction.

- 15. Not permit any change to or modification of DISTRICT and COUNTY approved IMPROVEMENT PLANS without the prior written permission and consent of DISTRICT and COUNTY.
- 16. Comply with all Cal/OSHA safety regulations including, but not limited to, regulations concerning confined space and maintain a safe working environment for DEVELOPER, DISTRICT and COUNTY 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 PROJECT. The procedure shall comply with requirements contained in California Code of Regulations, Title 8, Section 5158, Other Confined Space Operations, Section 5157, Permit Required Confined Space and District Confined Space Procedures, SOM-18. The procedure shall be reviewed and approved by DISTRICT prior to the issuance of a Notice to Proceed.
- 18. DEVELOPER shall not commence operations until DISTRICT and COUNTY have been furnished with original certificate(s) of insurance and original certified copies of endorsements and, if requested, certified original policies of insurance including all endorsements and any and all other attachments as required in this section.

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

#### A. Workers' Compensation:

If DEVELOPER has employees as defined by the State of California,
DEVELOPER shall maintain statutory Workers' Compensation
Insurance (Coverage A) as prescribed by the laws of the State of

California. Policy shall include Employers' Liability (Coverage B) including Occupational Disease with limits not less than \$1,000,000 per person per accident. Policy shall be endorsed to waive subrogation in favor of DISTRICT and COUNTY.

#### B. <u>Commercial General Liability</u>:

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

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

If DEVELOPER'S vehicles or mobile equipment are used in the performance of the obligations under this Agreement, then DEVELOPER shall maintain liability insurance for all owned, non-owned or hired vehicles so used in an amount not less than \$1,000,000

per occurrence combined single limit. If such insurance contains a general aggregate limit, it shall apply separately to this Agreement or be no less than two (2) times the occurrence limit. Policy shall name the Riverside County Flood Control and Water Conservation District and COUNTY, its agencies, districts, special districts, and departments, their respective directors, officers, Board of Supervisors, employees, elected or appointed officials, agents or representatives as additional insureds.

#### D. Professional Liability:

DEVELOPER shall cause any architect or engineer retained by DEVELOPER in connection with the performance of DEVELOPER's obligations under this Agreement to maintain Professional Liability Insurance providing coverage for the performance of their work included within this Agreement, with a limit of liability of not less than \$2,000,000 per occurrence and \$4,000,000 annual aggregate. DEVELOPER shall require that, if such Professional Liability Insurance is written on a claims made basis rather than an occurrence basis, such insurance shall continue through the term of this Agreement and that such architect or engineer shall purchase at such architect or engineer's sole expense either: 1) an Extended Reporting Endorsement (also known as Tail Coverage); or 2) Prior Dates Coverage from a new insurer with a retroactive date back to the date of or prior to the inception of this Agreement; or 3) demonstrate through Certificates of Insurance that such architect or engineer has

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maintained continuous coverage with the same or original insurer. Coverage provided under items: 1), 2) or 3) shall continue for the term specified in the insurance policy as long as the law allows.

#### E. General Insurance Provisions – All Lines:

- i. Any insurance carrier providing insurance coverage hereunder shall be admitted to the State of California and have an A.M. BEST rating of not less than an A: VIII (A: 8) unless such requirements are waived, in writing, by the County Risk Manager. If the County Risk Manager waives a requirement for a particular insurer such waiver is only valid for that specific insurer and only for one policy term.
  - DEVELOPER must declare its insurance self-insured retention for each coverage required herein. If any such self-insured retention exceeds \$500,000 per occurrence each such retention shall have the prior written consent of the County Risk Manager before the commencement of operations under this Agreement. Upon notification of self-insured retention deemed unacceptable to the DISTRICT, and at the election of the County Risk Manager, DEVELOPER'S carriers shall either: 1) reduce or eliminate such self-insured retention with respect to this Agreement with DISTRICT; or 2) procure a bond which guarantees payment of losses and related investigations, claims administration and defense costs and expenses. DEVELOPER shall cause their insurance carrier(s) or its contractor's
- iii. DEVELOPER shall cause their insurance carrier(s) or its contractor's insurance carrier(s), to furnish DISTRICT with: 1) a properly executed original certificate(s) of insurance and certified original

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copies of endorsements effecting coverage as required herein; and 2) if requested to do so orally or in writing by the County Risk Manager, provide original certified copies of policies including all endorsements and all attachments thereto, showing such insurance is in full force and effect. Further, said certificate(s) and policies of insurance shall contain the covenant of the insurance carrier(s) that a minimum of sixty (60) days written notice shall be given to the DISTRICT prior to any material modification, cancellation, expiration or reduction in coverage of such insurance. DEVELOPER insurance carrier(s) policies does not meet the minimum notice requirement found herein, DEVELOPER shall cause DEVELOPER'S insurance carrier(s) to furnish a 60 day Notice of Cancellation Endorsement. In the event of a material modification, cancellation, expiration or reduction in coverage, this Agreement shall terminate forthwith, unless DISTRICT receives, prior to such effective date, another properly executed original certificate of insurance and original copies of endorsements or certified original policies, including all endorsements and attachments thereto, evidencing coverages set forth herein and the insurance required herein is in full force and effect. An individual authorized by the insurance carrier to do so on its behalf shall sign the original endorsements for each policy and the certificate of insurance.

It is understood and agreed by the parties hereto that DEVELOPER'S insurance shall be construed as primary insurance, and DISTRICT'S

iv.

insurance and/or deductibles and/or self-insured retentions or self-insured programs shall not be construed as contributory.

- v. If, during the term of this Agreement or any extension thereof, there is a material change in the scope of services or there is a material change in the equipment to be used in the performance of the scope of work which will add additional exposures (such as the use of aircraft, watercraft, cranes, etc.), or the term of this Agreement, including any extensions thereof, exceeds five (5) years, DISTRICT reserves the right to adjust the types of insurance required under this Agreement and the monetary limits of liability for the insurance coverages currently required herein, if, in the County Risk Manager's reasonable judgment, the amount or type of insurance carried by DEVELOPER has become inadequate.
- vi. DEVELOPER shall pass down the insurance obligations contained herein to all tiers of subcontractors working under this Agreement.
- vii. The insurance requirements contained in this Agreement may be met with a program(s) of self-insurance acceptable to DISTRICT.
- viii. DEVELOPER agrees to notify DISTRICT of any claim by a third party or any incident or event that may give rise to a claim arising from the performance of this Agreement.

Failure to maintain the insurance required by this paragraph shall be deemed a material breach of this Agreement and shall authorize and constitute authority for DISTRICT, at its sole discretion, to provide written notice to DEVELOPER that DISTRICT is unable to perform its obligations hereunder, nor to accept responsibility for ownership, operation and

maintenance of DISTRICT FACILITIES due, either in whole or in part, to said breach of this Agreement.

- 19. Construct or cause to be constructed, PROJECT at DEVELOPER'S sole cost and expense in accordance with DISTRICT and COUNTY approved IMPROVEMENT PLANS.
- 20. Within two (2) weeks of completing PROJECT construction, provide DISTRICT (Attention: Construction Management Section) and COUNTY with written notice that PROJECT construction is substantially complete and requesting that DISTRICT conduct a final inspection of DISTRICT FACILITIES and COUNTY conduct a final inspection of APPURTENANCES. It is mutually understood that, prior to DISTRICT acceptance of ownership and responsibility for the operation and maintenance of DISTRICT FACILITIES, DISTRICT FACILITIES shall be in a satisfactorily maintained condition as solely determined by DISTRICT.
- 21. Upon completion of PROJECT construction, and upon acceptance by COUNTY of all rights of way deemed necessary by DISTRICT and COUNTY for the operation and maintenance of PROJECT, but prior to DISTRICT acceptance of DISTRICT FACILITIES for ownership, operation and maintenance, convey or cause to be conveyed to DISTRICT the flood control easement(s), including ingress and egress, for the rights of way.
- 22. At the time of recordation of the conveyance document(s) as set forth in Section I.21., 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 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), and except those which, in the sole discretion of DISTRICT, are acceptable.

- 23. 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 FACILITIES and STAGE 1 FACILITIES and COUNTY accepts ownership and responsibility for operation and maintenance of APPURTENANCES.
- 24. 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.
- 25. Upon completion of PROJECT construction, but prior to DISTRICT acceptance of DISTRICT 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 PROJECT plans. After DISTRICT approval of the redlined "record drawings", DEVELOPER'S engineer shall schedule with DISTRICT a time to transfer the redlined changes onto DISTRICT'S original mylars at DISTRICT'S office, after which the engineer shall review, stamp and sign the original PROJECT engineering plans "record drawings".
- 26. Ensure that all work performed pursuant to this 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 IMPROVEMENT PLANS and approve when DISTRICT has determined that such plans meet DISTRICT standards and are found acceptable to DISTRICT prior to the start of PROJECT construction.
- 2. Provide COUNTY 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 provided by DEVELOPER pursuant to Section I.10.
  - 5. Inspect construction of DISTRICT 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. Keep an accurate accounting of all DISTRICT construction inspection costs and, within forty-five (45) days after DISTRICT acceptance of DISTRICT 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 FACILITIES as being complete.
- 8. Accept ownership and sole responsibility for the operation and maintenance of DISTRICT FACILITIES upon (i) the completion of DISTRICT FACILITIES construction; (ii) DISTRICT acceptance of STAGE 1 FACILITIES for ownership, operation and maintenance; (iii) DISTRICT inspection of DISTRICT FACILITIES in accordance with Section I.20.; (iv)

DISTRICT acceptance of PROJECT construction as being complete; (v) DISTRICT receipt of stamped and signed "record drawings" of PROJECT plans, as set forth in Section I.25.; (vi) recordation of all conveyance documents described in Section I.21.; (vii) COUNTY acceptance of all necessary street rights of way as deemed necessary by DISTRICT and COUNTY for the ownership, operation and maintenance of DISTRICT FACILITIES and APPURTENANCES; (viii) COUNTY acceptance of APPURTENANCES for ownership, operation, and maintenance; and (ix) DISTRICT'S sole determination that DISTRICT FACILITIES are in a satisfactorily maintained condition.

9. Provide COUNTY with a reproducible duplicate copy of the "record drawings" of PROJECT plans upon DISTRICT acceptance of DISTRICT FACILITIES as being complete.

#### **SECTION III**

#### COUNTY shall:

- 1. Review IMPROVEMENT PLANS and approve when COUNTY has determined that such plans meet County standards and are found acceptable to COUNTY prior to the start of PROJECT construction.
- 2. Accept the COUNTY and DISTRICT approved faithful performance and payment bonds submitted by DEVELOPER as set forth in Section I.7., and hold said bonds as provided herein.
  - 3. Inspect PROJECT construction.
- 4. Consent, by execution of this Cooperative Agreement, to the recording of any Irrevocable Offer(s) of Dedication furnished by DEVELOPER pursuant to this Cooperative Agreement.

- 5. As requested by DISTRICT, accept the Irrevocable Offer(s) of Dedication as set forth herein and any other outstanding offers of dedication necessary for the construction, inspection, operation and maintenance of DISTRICT FACILITIES, and convey sufficient rights of way to DISTRICT to allow DISTRICT to construct, inspect, operate and maintain DISTRICT FACILITIES.
- 6. Grant DISTRICT, by execution of this Agreement, the right to construct, inspect, operate and maintain DISTRICT FACILITIES within COUNTY rights of way.
- 7. Accept ownership and sole responsibility for the operation and maintenance of APPURTENANCES upon COUNTY acceptance of PROJECT construction as being complete.
- 8. Not grant any occupancy permits for any units within any portion of Tract No. 37053-1 or any phase thereof until construction of PROJECT is complete, unless otherwise approved in writing by DISTRICT.
- 9. Upon DISTRICT and COUNTY acceptance of PROJECT construction as being complete, accept sole responsibility for the adjustment of all PROJECT manhole rings and covers located within COUNTY rights of way which must be performed at such time(s) that the finished grade along and above the underground portions of DISTRICT 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. All work involved with PROJECT shall be inspected by DISTRICT and COUNTY, and shall not be deemed complete until DISTRICT and COUNTY mutually agree in writing that construction is completed in accordance with DISTRICT and COUNTY approved IMPROVEMENT PLANS.
- 2. COUNTY and DEVELOPER personnel may observe and inspect all work being done on PROJECT, 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.
- 3. DISTRICT acceptance of ownership and responsibility for the operation and maintenance of DISTRICT FACILITIES shall be in a satisfactorily maintained condition as solely determined by DISTRICT. If, subsequent to the inspection and in the sole discretion of DISTRICT, DISTRICT FACILITIES are not in an acceptable condition, corrections shall be made at sole expense of DEVELOPER.
- 4. DEVELOPER shall complete construction of PROJECT within twelve (12) consecutive months after execution of this Agreement and within one hundred twenty (120) consecutive calendar days after commencing work on PROJECT. It is expressly understood that since time is of the essence in this 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 COUNTY the penal sum of any and all bonds. In which case, COUNTY shall subsequently reimburse DISTRICT for DISTRICT costs incurred.

5. If DEVELOPER fails to commence construction of PROJECT within nine (9) months after execution of this Cooperative Agreement, then DISTRICT reserves the right to withhold issuance of the Notice to Proceed pending a review of the existing site conditions as they exist at the time DEVELOPER provides written notification to DISTRICT of the start of construction as set forth in Section I.8. In the event of a change in the existing site conditions that materially affects PROJECT function or DISTRICT'S ability to operate and maintain DISTRICT FACILITIES, DISTRICT may require DEVELOPER to modify IMPROVEMENT PLANS as deemed necessary by DISTRICT.

6. DISTRICT shall endeavor to issue DEVELOPER a Notice to Proceed within twenty (20) days of receipt of DEVELOPER'S complete written notice, as set forth in Section I.8.; however, DISTRICT'S construction inspection staff is limited and, therefore, the issuance of a Notice to Proceed is subject to staff availability.

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

7. PROJECT construction work shall be on a five (5) day, forty (40) hour work week with no work on Saturdays, Sundays or DISTRICT designated legal holidays, unless otherwise approved in writing by DISTRICT. If DEVELOPER feels it is necessary to work more than the normal forty (40) hour work week or on holidays, DEVELOPER shall make a written request for permission from DISTRICT and COUNTY to work the additional hours. The request shall be submitted to DISTRICT and COUNTY 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.

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

25.26.

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

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

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

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

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

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

- 10. Any waiver by DISTRICT or by COUNTY 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 COUNTY 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 COUNTY from enforcement hereof.
- 11. 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 shall remain in full force and effect without being impaired or invalidated in any way.
- 12. 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:

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RIVERSIDE COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT 1995 Market Street Riverside, CA 92501 Attn: Contract Services Section

COUNTY OF RIVERSIDE 4080 Lemon Street, 8th Floor Riverside, CA 92502-1090 Attn: Transportation Department Plan Check Section

RIVERSIDE MITLAND 03 LLC 3200 Park Center Drive, Suite 1000 Costa Mesa, CA 92626

Attn: David E. Bartlett

- 13. Any action at law or in equity brought by any of the parties hereto for the purpose of enforcing a right or rights provided for by the Agreement shall be tried in a court of competent jurisdiction in the County of Riverside, State of California, and the parties hereto waive all provisions of law providing for a change of venue in such proceedings to any other county.
- 14. This 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.
- The rights and obligations of DEVELOPER shall inure to and be binding 15. upon all heirs, successors and assignees.
- 16. DEVELOPER shall not assign or otherwise transfer any of its rights, duties or obligations hereunder to any person or entity without the written consent of the other parties hereto being first obtained. In the event of any such transfer or assignment, DEVELOPER expressly understands and agrees that it shall remain liable with respect to any and all of the obligations and duties contained in this Agreement.

17. The individual(s) executing this Agreement on behalf of DEVELOPER 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 all boards of directors, legal counsel, and/or any other board, committee or other entity within their respective company(ies) which have the authority to authorize or deny entering into this Agreement.

18. 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 OCT 03 2017 (to be filled in by Clerk of the Board) 3 4 RIVERSIDE COUNTY FLOOD CONTROL 5 RECOMMENDED FOR APPROVAL: AND WATER CONSERVATION DISTRICT 6 7 By8 MARION ASHLEY, Chairman General Manager-Chief Engineer Riverside County Flood Control and Water 9 Conservation District Board of Supervisors 10 11 APPROVED AS TO FORM: ATTEST: 12 **GREGORY P. PRIAMOS** KECIA HARPER-IHEM **County Counsel** Clerk of the Board 13 14 15 16 **Deputy County Counsel** (SEAL) 17 18 19 20 21 22 23 24 25 Cooperative Agreement for: Warm Springs Valley – Spencers Crossing Parkway, Stage 2 Warm Springs Valley – Myoporum Lane Storm Drain, Stage 2 Project Nos. 7-0-00238 and 7-0-00239 26 27 Tract No. 37053-1 08/21/17 28

AMR:cw

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RIVERSIDE MITLAND 03 LLC, a Delaware limited liability company By: Brookfield Southern California Land LLC, a Delaware limited liability company its Sole Member DAVID E. BARTLETT Vice President RICHARD T. WHITNEY Chief Financial Officer (ATTACH NOTARY WITH CAPACITY STATEMENT) Cooperative Agreement for Warm Springs Valley – Spencers Crossing Parkway, Stage 2 Warm Springs Valley – Myoporum Lane Storm Drain, Stage 2 Project Nos. 7-0-00238 and 7-0-00239 Tract No. 37053-1 08/21/17 AMR:cw 

A notary public or other officer completing this certificate verified only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

> MEAGAN KNECHT COMM.#2117799

STATE OF CALIFORNIA )
COUNTY OF Orange ss.
On, 2017, before me,
I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.
WITNESS my hand and official seal.

## **Exhibit A**

#### **LEGAL DESCRIPTION**

THE LAND REFERRED TO HEREIN BELOW IS SITUATED IN THE CITY OF RIVERSIDE, IN THE COUNTY OF RIVERSIDE, STATE OF CALIFORNIA, AND IS DESCRIBED AS FOLLOWS:

#### PARCEL A:

PARCELS 2 TO 6 INCLUSIVE AND 8 TO 12 INCLUSIVE, OF PARCEL MAP NO. 14390, IN THE COUNTY OF RIVERSIDE, STATE OF CALIFORNIA, AS PER MAP ON FILE IN BOOK 84, PAGES 39 THROUGH 41, INCLUSIVE, OF PARCEL MAPS, IN THE OFFICE OF THE COUNTY RECORDER OF SAID COUNTY.

EXCEPTING FROM SAID PARCEL 3 THOSE PORTIONS DESCRIBED IN THE DEED TO EASTERN MUNICIPAL WATER DISTRICT RECORDED FEBRUARY 2, 1988 AS INSTRUMENT NO. 28226 OF OFFICIAL RECORDS, IN SAID OFFICE OF THE COUNTY RECORDER.

ALSO EXCEPTING FROM PARCEL 6 THOSE PORTIONS LYING WITHIN THE BOUNDARIES OF TRACT NO. 30696-4, AS SHOWN ON A MAP RECORDED IN BOOK 422, PAGES 36 THROUGH 46, INCLUSIVE OF MAPS, IN THE OFFICE OF THE COUNTY RECORDER OF SAID OF SAID COUNTY.

ALSO EXCEPTING FROM PARCELS 5 AND 6 THOSE PORTIONS LYING WITHIN THE BOUNDARIES OF TRACT NO. 30696, AS SHOWN ON A MAP RECORDED IN BOOK 436, PAGES 84 THROUGH 89, INCLUSIVE OF MAPS, IN THE OFFICE OF THE COUNTY RECORDER OF SAID OF SAID COUNTY.

ALSO EXCEPT THEREFROM THOSE PORTIONS LYING WITHIN TRACT NO. 32290-1 AS MAP FILED IN BOOK 453, PAGES 10 THROUGH 24 INCLUSIVE, OF MAPS, RECORDS OF SAID COUNTY.

APN: 480-010-023; 480-010-025; 480-010-026; 480-020-009; 480-020-010; 480-020-011; 480-020-13; 480-020-014; 480-020-032; 480-020-035

#### PARCEL B:

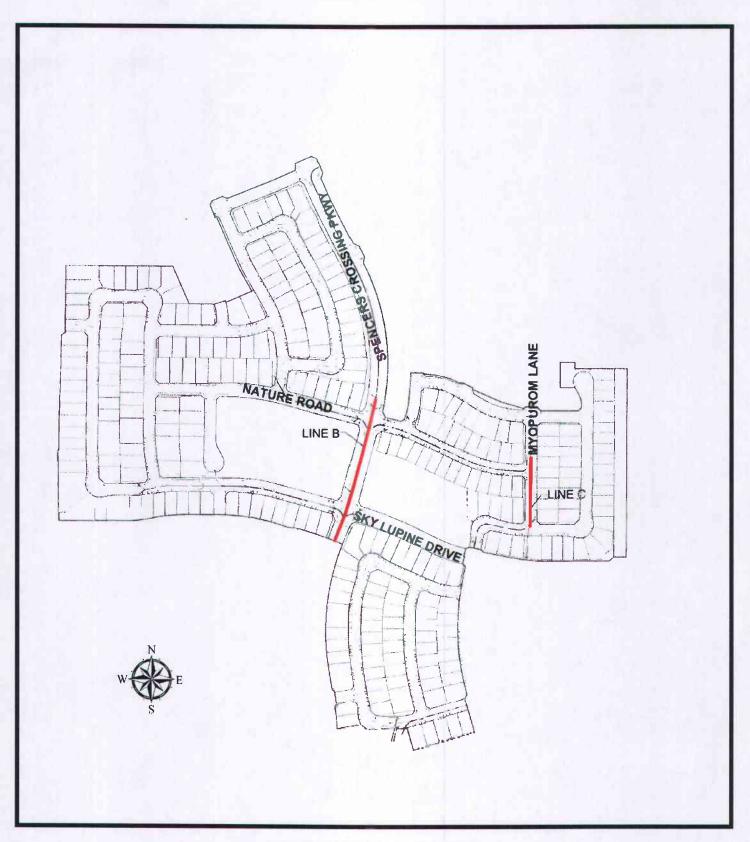
LOT 519 AND 525 OF TRACT NO. 30433, IN THE COUNTY OF RIVERSIDE, STATE OF CALIFORNIA, AS SHOWN ON THE MAP RECORDED IN BOOK 438, AT PAGES 23 THROUGH 60, INCLUSIVE, OF MAPS, IN THE OFFICE OF THE RIVERSIDE COUNTY RECORDER.

APN: 480-670-031, 480-661-16

#### **COOPERATIVE AGREEMENT**

Warm Springs Valley – Spencers Crossing Parkway, Stage 2
Warm Springs Valley – Myoporum Lane Storm Drain, Stage 2
Project Nos. 7-0-00238 and 7-0-00239
Tract No. 37053-1
Page 1 of 1

## **Exhibit B**



#### **COOPERATIVE AGREEMENT**

Warm Springs Valley – Spencers Crossing Parkway, Stage 2
Warm Springs Valley – Myoporum Lane Storm Drain, Stage 2
Project Nos. 7-0-00238 and 7-0-00239
Tract No. 37053-1
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