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



ITEM 11.3 (ID # 5806)

#### **MEETING DATE:**

Tuesday, January 9, 2018

FROM: FLOOD CONTROL DISTRICT:

**SUBJECT:** FLOOD CONTROL DISTRICT: Approval of the Cooperative Agreement for Highland Springs Channel, Stage 3 (Parcel Map No. 35789); Project No. 5-0-00180-03; [District 5] [\$0]

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

- 1. Approve the Cooperative Agreement between the District, the City of Beaumont ("City") and Beaumont Sundance, LLC ("Developer"); and
- 2. Authorize the Chairman to execute the Cooperative Agreement document on behalf of the District; and
- 3. Direct the Clerk of the Board to return five (5) copies of the executed Cooperative Agreement to the District.

MINUTES OF THE BOARD OF SUPERVISORS

**ACTION:** 

12/19/2017

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

Ayes:

Jeffries, Tavaglione, Washington and Perez

Nays:

None

Absent: Date:

Ashley

XC:

January 9, 2018 Flood

ID# 5806

11.3

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

FINANCIAL DATA	Current F	iscal Year:	Next Fis	ical Year:	Ţ	otal Cost:	. On	going Cost
COST	\$	0	\$	0	\$	0	\$	0
NET COUNTY COST	\$	0	\$	0	\$	0	\$	0
and construction insp		•	•	ill construct	tion	Budget Adju	stmen	t. NO
						For Fiscal Ye	ear:	N/A

C.E.O. RECOMMENDATION: Approve

#### **BACKGROUND:**

#### **Summary**

The Cooperative Agreement sets forth the terms and conditions by which a certain portion of the District's Highland Springs Channel is to be converted into underground storm drain facilities by the Developer and inspected, operated, and maintained by the District and Developer. This conversion of the District's existing trapezoidal channel is needed for the proposed construction of certain surface improvements to provide ingress and egress, parking, and landscaping for the planned commercial development of Parcel Map No. 35789, which is located adjacent to the District's existing channel right of way. The Cooperative Agreement is necessary to provide for District construction, inspection, and subsequent operation and maintenance of the referenced storm drain facilities.

Upon completion of construction, the District will assume responsibility for the operation and maintenance of the mainline storm drain systems that are greater than 36 inches in diameter and a portion of a maintenance access road driveway that will be located within District-held easements or rights of way. The Developer will assume ownership and responsibility for the operation and maintenance of (i) the project's associated inlets, outlets, connector pipes, curb and gutter, and a lateral storm drain that is thirty-six inches (36") or less in diameter; and (ii) surface improvements, both of which will be located within privately held easements or rights of way. The City will assume responsibility for the operation and maintenance of a portion of a maintenance access road driveway that will be located within City-held easements or rights of way.

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

#### Impact on Residents and Businesses

Upon construction completion, the project will provide surface improvements and ingress and egress to Parcel Map No. 35789 from Highland Springs Avenue while continuing to deliver flood protection and drainage improvement to residents and businesses.

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

#### **Additional Fiscal Information**

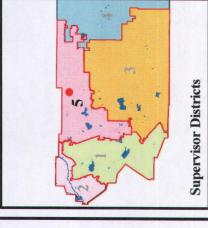
The Developer is funding all construction and construction inspection costs. Future operation and maintenance cost of the District-maintained storm drain facilities will accrue to the District.

#### **ATTACHMENTS:**

- 1. Vicinity Map
- 2. Cooperative Agreement

RMI:blm P8/217526





# LEGEND:

Project Vicinity

Existing District Facilities
 Supervisorial District

# DESCRIPTION:

Highland Springs Channel, Stage 3 Parcel Map No. 35789 Project No. 5-0-00130-03





Attachment 1

## COOPERATIVE AGREEMENT

Highland Springs Channel, Stage 3
Parcel Map No. 35789
Project No. 5-0-00180-03

The Riverside County Flood Control and Water Conservation District, a body politic ("DISTRICT"), City of Beaumont, a municipal corporation ("CITY"), and Beaumont Sundance, LLC, a California limited liability company ("DEVELOPER"), hereby agree as follows:

#### **RECITALS**

- A. DISTRICT owns, operates and maintains the Highland Springs Channel (Project No. 5-0-00180), hereinafter called "CHANNEL", located adjacent to Highland Springs Avenue in the city of Beaumont. CHANNEL was constructed for the purpose of providing flood protection and drainage improvements to the area; and
- B. DEVELOPER is the legal owner of record of certain real property, including Parcel Map No. 35789, located within the County of Riverside. DEVELOPER has submitted for approval Parcel Map No. 35789 in the city of Beaumont. As a condition of approval for Parcel Map No. 35789, DEVELOPER must construct certain flood control facilities and drainage improvements by replacing a certain portions of DISTRICT's existing CHANNEL with underground storm drain facilities to provide adequate access to DEVELOPER's planned development; and
- C. The legal description of Parcel Map No. 35789 is provided in Exhibit "A" attached hereto and made a part hereof; and
- D. Parcel Map No. 35789 is located adjacent to DISTRICT's existing CHANNEL right of way ("CHANNEL RIGHT OF WAY"), as described in a Quitclaim Deed recorded December 6, 1972 as Instrument No. 161549 of the Official Records of the County of

Riverside (Assessor's Parcel No. 408-120-029), and as shown in concept in yellow on Exhibit "B" attached hereto and made a part hereof; and

- E. The required flood control facilities and drainage improvements, all as shown on District Drawing No. 5-0213 which is incorporated herein by this reference, include:
  - a. Conversion of a certain portion of CHANNEL into underground storm drain facilities by (i) removing approximately 873 lineal feet of CHANNEL, and (ii) constructing approximately of 753 lineal feet of 12 feet wide by 7 feet high underground reinforced concrete box and its associated 120 lineal feet of transition structures, hereinafter called "DISTRICT CULVERT", as shown in concept in blue on Exhibit "C" attached hereto and made a part hereof; and
  - b. Construction of a portion of a maintenance access road driveway that is to be located within DISTRICT held easements or rights of way, hereinafter called "DISTRICT DRIVEWAY", as shown in concept in orange on Exhibit "C"; and
  - c. Together, DISTRICT CULVERT and DISTRICT DRIVEWAY are hereinafter called "DISTRICT FACILITIES"; and
- F. Associated with the construction of DISTRICT FACILITIES is the construction of:
  - a. Certain surface improvements ("SURFACE IMPROVEMENTS") to provide ingress and egress, parking, and landscaping for a planned commercial development of Parcel Map No. 35789. SURFACE IMPROVEMENTS are proposed to be constructed within DISTRICT's CHANNEL RIGHT OF WAY; and

- c. Together, DEVELOPER APPURTENANCES and SURFACE IMPROVEMENTS are hereinafter called "DEVELOPER FACILITIES". DEVELOPER FACILITIES are to be initially owned and maintained by DEVELOPER, and subsequently owned and maintained by the business association for Parcel Map No. 35789; and
- G. Also associated with the construction of DISTRICT FACILITIES is the construction of a portion of a maintenance access road driveway that is to be located within CITY held easements or rights of way, hereinafter called "CITY DRIVEWAY", as shown in concept in purple on Exhibit "C"; and
- H. Together, DISTRICT FACILITIES, DEVELOPER FACILITIES, and CITY DRIVEWAY are hereinafter called "PROJECT"; and
- I. In order to facilitate construction, operation, and maintenance of PROJECT, DEVELOPER is willing to acquire from DISTRICT in fee a certain portion of DISTRICT's existing CHANNEL RIGHT OF WAY. Said parcel, hereinafter called "TRANSFER PARCEL", is shown in concept in green on Exhibit "D" attached hereto and made part hereof; and
- J. In order to proceed with its development plans, DEVELOPER is willing to pay DISTRICT the fair market value, based on an independent appraisal performed by a qualified real estate appraiser approved by DISTRICT, to acquire TRANSFER PARCEL from DISTRICT; and

K. Concurrently with the execution of this Agreement, DEVELOPER and DISTRICT anticipate entering into a separate agreement entitled "Agreement of Purchase and Sale" ("ACQUISITION AGREEMENT") to address the terms of the transfer of fee title to DEVELOPER; and

- L. All parties recognize and acknowledge that DEVELOPER shall not commence PROJECT construction until March 15, 2018, unless authorized in writing by DISTRICT's General Manager-Chief Engineer; and
- M. DEVELOPER and CITY desire DISTRICT to 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
- N. DEVELOPER and DISTRICT desire CITY to accept ownership and responsibility for the operation and maintenance of CITY DRIVEWAY only. Therefore, CITY must review and approve DEVELOPER's PROJECT plans and specifications for CITY DRIVEWAY and subsequently inspect the construction of CITY DRIVEWAY only; and
- O. DISTRICT is willing to (i) review and approve DEVELOPER's plans and specifications for PROJECT, (ii) transfer ownership of TRANSFER PARCEL to DEVELOPER in accordance with ACQUISITION AGREEMENT, (iii) inspect the construction of DISTRICT FACILITIES, and (iv) 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 CITY 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 the operation and maintenance of DISTRICT FACILITIES; and

P. CITY is willing to (i) accept and hold faithful performance and payment bonds submitted by DEVELOPER for DISTRICT FACILITIES, and (ii) accept ownership and responsibility for the operation and maintenance of CITY DRIVEWAY as provided herein, provided PROJECT is constructed in accordance with plans and specifications approved by DISTRICT and CITY.

NOW, THEREFORE, the forgoing recitals being incorporated herein by reference, the parties hereto mutually agree as follows:

#### **SECTION I**

#### **DEVELOPER** shall:

- 1. Prepare PROJECT plans and specifications ("IMPROVEMENT PLANS"), in accordance with applicable DISTRICT and CITY standards, and submit to DISTRICT and CITY for their respective review and approval. If CITY Standards are not utilized, DEVELOPER shall prepare and submit CITY DRIVEWAY plans to CITY for its review and approval.
- 2. Continue to pay DISTRICT and CITY, within thirty (30) days after receipt of periodic billings from DISTRICT and CITY, any and all such amounts as are deemed reasonably necessary by DISTRICT and CITY to cover DISTRICT's and CITY'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 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 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 DISTRICT FACILITIES within thirty (30) days after receipt of billing from DISTRICT.

- 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 and rights of entry as may be needed for the construction, inspection, operation and maintenance of DISTRICT 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., or not less than twenty (20) days prior to recordation of the final map for Parcel Map No. 35789 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.
- 6. Prior to commencing construction, furnish DISTRICT and CITY with copies of all permits, approvals, or agreements required by any federal, state, or local resource and/or regulatory agency for the construction, operation, and maintenance of DISTRICT FACILITIES. Such documents include but are not limited to those issued by the U.S. Army Corps of Engineers, California Regional Water Quality Control Board, California State Department of Fish and Wildlife, State Water Resources Control Board, and Western Riverside County Regional Conservation Authority.
- 7. Provide CITY, at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8. or not less than twenty (20) days prior to recordation of the final map for Parcel Map No. 35789 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 and CITY DRIVEWAY as determined by DISTRICT and CITY. The surety, amount and form of the bonds shall be subject to approval of DISTRICT and CITY. The bonds shall remain in full force and effect until DISTRICT FACILITIES are accepted by DISTRICT as complete; at which time, the bond amount may be reduced to five percent (5%) for a period of one (1) year to guarantee freedom from defective work, labor or materials. Notwithstanding the forgoing, DEVELOPER shall be responsible to maintain payment and performance bonds as per the conditions of approval applicable to Parcel Map 35789 for all onsite improvements.

- 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 has issued to DEVELOPER a written Notice to Proceed authorizing DEVELOPER to commence construction of PROJECT.
- 9. Obtain and provide DISTRICT, at the time of providing written notice to DISTRICT of the start of construction of PROJECT as set forth in Section I.8. or not less than twenty (20) days prior to the recordation of the final map for Parcel Map No. 35789 or any phase thereof, whichever occurs first, with duly executed Irrevocable Offers(s) of Dedication to the public for flood control and drainage purposes, including ingress and egress, for the rights of way deemed necessary by DISTRICT for the construction, inspection, operation, and maintenance of DISTRICT FACILITIES. The Irrevocable Offer(s) of Dedication shall be in a form approved by DISTRICT and shall be executed by all legal and equitable owners of the property described in the offer(s).
- 10. Furnish DISTRICT and CITY, when submitting the Irrevocable Offer(s) of Dedication as set forth in Section I.9., with Preliminary Reports on Title dated not more than thirty (30) days prior to date of submission of all the property described in the Irrevocable Offer(s) of Dedication.

11. Furnish DISTRICT, at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8., with a complete list of all contractors and subcontractors to be performing work on DISTRICT FACILITIES, including the corresponding license number and license classification of each. At such time, DEVELOPER shall further identify in writing its designated superintendent for PROJECT construction.

- 12. Furnish DISTRICT, at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8., a construction schedule which shall show the order and dates in which DEVELOPER or DEVELOPER's contractor proposes to carry out the various parts of work, including estimated start and completion dates. As construction of DISTRICT FACILITIES progresses, DEVELOPER shall update said construction schedule as requested by DISTRICT.
- 13. Furnish DISTRICT with final mylar IMPROVEMENT PLANS and assign their ownership to DISTRICT prior to the start on any portion of PROJECT construction.
- 14. Not permit any change to or modification of DISTRICT and CITY approved IMPROVEMENT PLANS without the prior written permission and consent of DISTRICT and CITY.
- 15. Comply with all Cal/OSHA safety regulations including regulations concerning confined space and maintain a safe working environment for DEVELOPER, CITY, and DISTRICT employees on the site. Comply with the prevailing wage laws, as applicable, under the California Labor Code and with the Beaumont Municipal Code Chapter 3.02 regarding public works contracts.
- 16. Furnish DISTRICT, at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8., a confined space entry procedure specific to PROJECT. The procedure shall comply with requirements contained in California Code of Regulations, Title 8, Section 5158, Other Confined Space Operations, Section 5157, Permit Required Confined Space and District Confined Space Procedures, SOM-18. The procedure shall be reviewed and approved by DISTRICT prior to the issuance of a Notice to Proceed.

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# 17. DEVELOPER shall not commence operations until DISTRICT and CITY 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 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:

#### Workers' Compensation:

If DEVELOPER has employees as defined by the State of California. DEVELOPER shall maintain statutory Workers' Compensation Insurance (Coverage A) as prescribed by the laws of the State of California. Policy shall include Employers' Liability (Coverage B) including Occupational Disease with limits not less than \$1,000,000 per person per accident. Policy shall be endorsed to waive subrogation in favor of DISTRICT, the County of Riverside and CITY.

#### B. **Commercial General Liability:**

Commercial General Liability insurance coverage, including but not limited to, premises liability, unmodified contractual liability, products and completed operations liability, personal and advertising injury, and cross liability coverage, covering claims which may arise from or out of DEVELOPER's performance of its obligations hereunder. Policy shall name the Riverside County Flood Control and Water Conservation District, the County of Riverside, its agencies, districts, special districts and departments, their respective directors, officers, Board of Supervisors, employees, elected or appointed officials, agents or representatives, and the City of Beaumont, its officers, officials, employees, agents and volunteers 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. Vehicle Liability:

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, nonowned 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 the County of Riverside, its agencies, districts, special districts, and departments, their respective directors, officers, Board of Supervisors, employees, elected or appointed officials, agents or representatives as additional insureds.

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

DEVELOPER shall 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, 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 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, which shall be reasonably acceptable to DISTRICT, the County of Riverside and CITY.

#### 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.
- ii. [INTENTIONALLY DELETED]
- iii. DEVELOPER shall cause their insurance carrier(s) or its contractor's insurance carrier(s), to furnish DISTRICT and CITY with 1) a properly executed original certificate(s) of insurance and certified original copies of endorsements effecting coverage as required herein, and 2) if requested to do so orally or in writing by the County 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 DISTRICT prior to any material modification, cancellation, expiration or reduction in coverage of such insurance. If DEVELOPER insurance carrier(s) policies does not meet the minimum notice requirement found herein, DEVELOPER shall cause DEVELOPER's insurance carrier(s) or its contractor's insurance carrier(s), to furnish a 60 day Notice of Cancellation Endorsement.

- iv. 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.
- v. It is understood and agreed by the parties hereto that DEVELOPER's insurance shall be construed as primary insurance, and DISTRICT's and CITY's insurance and/or deductibles and/or self-insured retentions or self-insured programs shall not be construed as contributory.
- vi. If, during the term of this Agreement or any extension thereof, there is a material change in the scope of services or there is a material change in the equipment to be used in the performance

of the scope of work which will add additional exposures (such as the use of aircraft, watercraft, cranes, etc.); or the term of this Agreement, including any extensions thereof, exceeds five (5) years, DISTRICT and CITY reserve the right to adjust the types of insurance required under this Agreement and the monetary limits of liability for the insurance coverages currently required herein, if, in the County or CITY Risk Manager's reasonable judgment, the amount or type of insurance carried by DEVELOPER has become inadequate.

- vii. DEVELOPER shall pass down the insurance obligations contained herein to all tiers of subcontractors working under this Agreement.
- viii. The insurance requirements contained in this Agreement may not be met with a program(s) of self-insurance.
- ix. DEVELOPER agrees to notify DISTRICT and CITY of any claim by a third party or any incident or event that may give rise to a claim arising from the performance of this Agreement.

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

- 18. Not commence PROJECT construction until March 15, 2018, unless authorized in writing by DISTRICT's General Manager-Chief Engineer.
- 19. Construct, or cause to be constructed, PROJECT at DEVELOPER's sole cost and expense, in accordance with DISTRICT and CITY approved IMPROVEMENT PLANS.

- 20. Within two (2) weeks of completing PROJECT construction, provide DISTRICT (Attention: Construction Management Section) and CITY with written notice that PROJECT construction is substantially complete and requesting that DISTRICT conduct a final inspection of DISTRICT FACILITIES and CITY conduct a final inspection of CITY DRIVEWAY.
- 21. Convey or cause to be conveyed to DISTRICT the flood control easement(s), including ingress and egress, in a form approved by DISTRICT, to the rights of way deemed necessary by DISTRICT for the operation and maintenance of DISTRICT FACILITIES, as shown in concept in red on Exhibit "E" attached hereto and made a part hereof.
- 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 CITY as to the CITY DRIVEWAY). Further, it is mutually understood by the parties hereto 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. 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.

- 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.
- 27. Upon DISTRICT acceptance of PROJECT construction as being complete, accept sole responsibility for the adjustment of all PROJECT manhole rings and covers located within private 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 II**

DISTRICT shall:

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- 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 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 provided by DEVELOPER pursuant to Section I.9.
- 5. Transfer ownership of TRANSFER PARCEL to DEVELOPER in accordance with ACQUISITION AGREEMENT and reserve the necessary rights within the transfer of fee title to the Developer to operate and maintain DISTRICT FACILITIES.
  - 6. Inspect DISTRICT FACILITIES construction.
- 7. 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.
- 8. 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.
- 9. Accept ownership and sole responsibility for the operation and maintenance of DISTRICT FACILITIES upon (i) DISTRICT inspection of DISTRICT FACILITIES in accordance with Section I.20., (ii) DISTRICT acceptance of PROJECT construction as being

complete, (iii) DISTRICT receipt of stamped and signed "record drawings" of PROJECT plans, as set forth in Section I.25., (iv) recordation of all conveyance documents described in Section I.21., (v) CITY acceptance of CITY DRIVEWAY for ownership, operation, and maintenance, and (vi) DISTRICT's sole determination that DISTRICT FACILITIES are in a satisfactorily maintained condition.

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

#### **SECTION III**

#### CITY shall:

- 1. Review and approve IMPROVEMENT PLANS for facilities within the CITY right of way and, if applicable, CITY DRIVEWAY plans prior to the start of PROJECT construction.
- 2. Accept CITY and DISTRICT approved faithful performance and payment bonds submitted by DEVELOPER as set forth in Section I.7., and hold said bonds as provided herein.
  - 3. Inspect PROJECT construction within CITY right of way.
- 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 FACILITIES, and, convey sufficient rights of way to DISTRICT to allow DISTRICT to construct, inspect, operate, and maintain DISTRICT FACILITIES.

#### 6. [INTENTIONALLY DELETED]

7. Accept ownership and sole responsibility for the operation and maintenance of CITY DRIVEWAY, as determined by CITY in its sole discretion, upon DISTRICT acceptance of DISTRICT FACILITIES for ownership, operation and maintenance.

8. Not grant any occupancy permits for any units within any portion of Parcel Map No. 35789 or any phase thereof, until construction of PROJECT is complete as provided in this Agreement, unless otherwise approved in writing by DISTRICT and subject to any applicable conditions of approval.

#### 9. [INTENTIONALLY DELETED]

#### **SECTION IV**

It is further mutually agreed:

- 1. All work involved with PROJECT shall be inspected by DISTRICT but shall not be deemed complete until DISTRICT and CITY mutually agree in writing that construction is completed in accordance with DISTRICT and CITY approved IMPROVEMENT PLANS.
- 2. CITY and DEVELOPER personnel may observe and inspect all work being done on DISTRICT 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.
- 3. 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 CITY the penal sum of any and all bonds. In which case, CITY shall subsequently reimburse DISTRICT for DISTRICT costs incurred.

- 4. If DEVELOPER fails to commence construction of PROJECT within nine (9) months after execution of this 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.
- 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 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.

6. 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

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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, the County of Riverside and CITY (including their agencies, districts, special districts and departments, their respective directors, officers, Board of Supervisors, elected and appointed officials, employees, agents and representatives) 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, the County of Riverside and CITY (including their agencies, districts, special districts and departments, their respective directors, officers, Board of Supervisors, elected and appointed officials, employees, agents and representatives) in any claim, proceeding or action for which indemnification is required.

With respect to any of DEVELOPER's indemnification requirements, DEVELOPER shall, at its sole cost, have the right to use counsel of their own choice and shall have the right to adjust, settle, or compromise any such claim, proceeding or action without the prior consent of DISTRICT, the 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 DEVELOPER from indemnifying DISTRICT, County of Riverside or CITY to the fullest extent allowed by law.

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

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future, for the negligent maintenance of DISTRICT FACILITIES and CITY DRIVEWAY, after the acceptance of DISTRICT FACILITIES and CITY DRIVEWAY by DISTRICT and CITY, respectively.

- 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. 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:

CITY OF BEAUMONT

Beaumont, CA 92223-0158

Attn: Director of Public Works

550 E. Sixth Street

RIVERSIDE COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT

1995 Market Street Riverside, CA 92501

Attn: Contract Services Section

BEAUMONT SUNDANCE, LLC 2371 Fenton Street Chula Vista, CA 91914 Attn: Solomon Levy

- 11. This Agreement is to be construed in accordance with the laws of the State of California. If any provision of this Agreement is held by a court of competent jurisdiction to be invalid, void or unenforceable, the remaining provisions will nevertheless continue in full force without being impaired or invalidated in any way.
- 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 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.
- 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 parti	es hereto have executed this Agreement on
2	JAN <b>0 9</b> 2018	
3	(to be filled in by Clerk of the Board)	<del></del> ·
4	RECOMMENDED FOR APPROVAL:	RIVERSIDE COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTRICT
5 6	By Ml	By Marien Adelley
7 8	JASON E. UHLEY General Manager-Chief Engineer	MARION ASHLEY, Chairman Riverside County Flood Control and Water Conservation District Board of Supervisors
9		
10	APPROVED AS TO FORM:	ATTEST:
11	GREGORY P. PRIAMOS County, Counsel	KECIA HARPER-IHEM Clerk of the Board
12		
13	Ву	By XUUD Attou
14	NAZIKA. HASAN Deputy County Counsel	Deputy
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16		(SEAL)
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25	Cooperative Agreement Highland Springs Channel, Stage 3	
26	Parcel Map No. 35789 Project No. 5-0-00180-03	
27	11/28/17 RKM:blm	
28	IXIXIVI.UIIII	

j		
2	RECOMMENDED FOR APPROVAL:	CITY OF BEAUMONT
3	One Ole	and Mar VI
4	AMER LAKHER	By / fex Uky AVFRED LLOYD WHITE
5	Director of Public Works	Mayor
6		
7	APPROVED AS TO FORM:	ATTEST:
8 9	Po Boberta Pallers a	- Andrew Alli
10	By Bolita Pallers a  JOHN O. PINKNEY Robert Pallers a  Micity Attorney	By (MOU)EANA TE STE ANDREANNA PFEIFFER City Clerk
11	(a) (b) (c) (c) (c) (c) (c) (c) (c) (c) (c) (c	City Cicik U
12		(SEAL)
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23		* (Marcol *** )
24	Cooperative Agreement	
25	Highland Springs Channel, Stage 3	
26	Parcel Map No. 35789 Project No. 5-0-00180-03	
27	RKM: 10/30/17	

#### CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

CIVIL CODE § 1189 

A notary public or other officer completing this certificate verifies 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.

State of California County of Riversi de	)
On Nov 7, 2017 before me. No.	Cole Wheeluminht, Notary Public Here Insert Name and Title of the Officer White, Andreanna Pfeiffer, Name(s) of Signer(s)
Date	Here Insert Name and Title of the Officer
personally appeared Alfred Lland	White Andreanna Pfeiffer
	Name(s) of Signer(s)
Amer Jahker, and Robers	t Patterson
who proved to me on the basis of satisfactor subscribed to the within instrument and acknowledge.	y evidence to be the person(s) whose name(s) is/are wledged to me that he/she/they executed the same in his/her/their signature(s) on the instrument the person(s).
	I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.
NICOLE WHEELWRIGHT	WITNESS my hand and official seal.
Commission # 2050725 Notary Public - California	A 1
Riverside County	Signature Y/ ( N ) ( June 1)
My Comm. Expires Nov 30, 2017	Signature of Notary Public
Place Notary Seal Above	
	PTIONAL sinformation can deter alteration of the document or
fraudulent reattachment of thi	is form to an unintended document.
<b>Description of Attached Document</b>	
	Document Date:
Number of Pages: Signer(s) Other That	an Named Above:
Capacity(ies) Claimed by Signer(s)	
Signer's Name:	Signer's Name:
☐ Corporate Officer — Title(s):	☐ Corporate Officer — Title(s):
☐ Partner — ☐ Limited ☐ General	☐ Partner — ☐ Limited ☐ General
<ul><li>☐ Individual</li><li>☐ Attorney in Fact</li><li>☐ Guardian or Conservator</li></ul>	☐ Individual ☐ Attorney in Fact
Other:	☐ Trustee ☐ Guardian or Conservator ☐ Other:
Signer Is Representing:	Signer Is Representing:

BEAUMONT SUNDANCE, LLC
a California limited hability company

3y <u>\_</u>

SOLOMON LEVY Managing Member

(ATTACH NOTARY WITH CAPACITY STATEMENT)

Cooperative Agreement Highland Springs Channel, Stage 3 Parcel Map No. 35789 Project No. 5-0-00180-03 RKM: 10/30/17

ACKNOWLEDGME	NT
	A notary public or other officer completing this certificate verifies 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.
State of California	
County of San Diego	
personally appeared Solomon Levy, in the capacity of Masundance, LLC, who proved to me on the basis of satisfaction name(s) is/see subscribed to the within instrument and ack executed the same in his/her/their authorized capacity(ine), the instrument the person(s), or the entity upon behalf of winstrument.	tory evidence to be the person(s) whose nowledged to me that he/sac/they and that by his/her/their signature(s) on
I certify under PENALTY OF PERJURY under the laws of the paragraph is true and correct.	he State of California that the foregoing
WITNESS my hand and official seal.	MIGUEL MAGALLANES Notary Public – California San Diego County Commission # 2203205 My Comm. Expires Jun 29, 2021

\_\_\_(Seal)

Signature / Styles

### **Exhibit A**

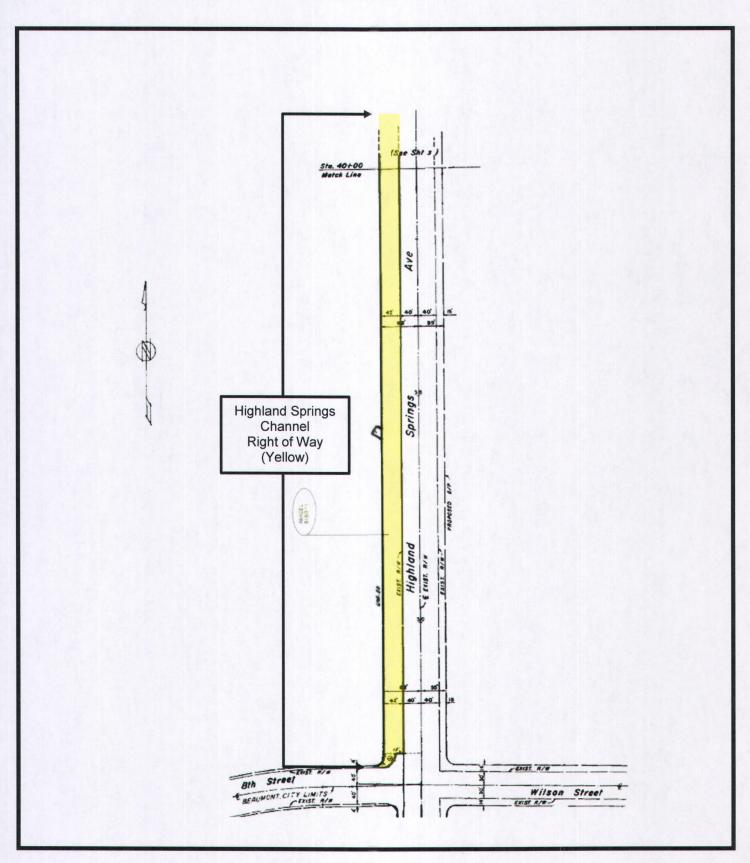
#### LEGAL DESCRIPTION

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

PARCELS 1 THROUGH 6 OF <u>PARCEL MAP NO 35789</u>, IN THE CITY OF BEAUMONT, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA, AS SHOWN BY MAP ON FILE IN BOOK 242, PAGES 56 THROUGH 61, INCLUSIVE, OF MAPS, IN THE OFFICE OF THE COUNTY RECORDER OF SAID COUNTY, APRIL 26, 2017.

APN: 419-020-059

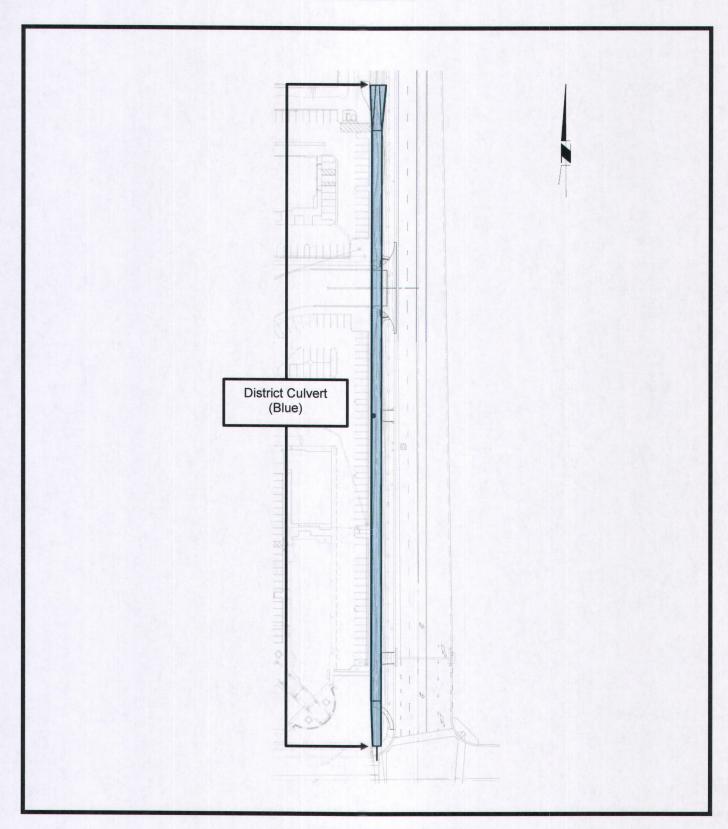
# Exhibit B



#### **COOPERATIVE AGREEMENT**

Highland Springs Channel, Stage 3
Parcel Map No. 35789
Project No. 5-0-00180-03
Page 1 of 1

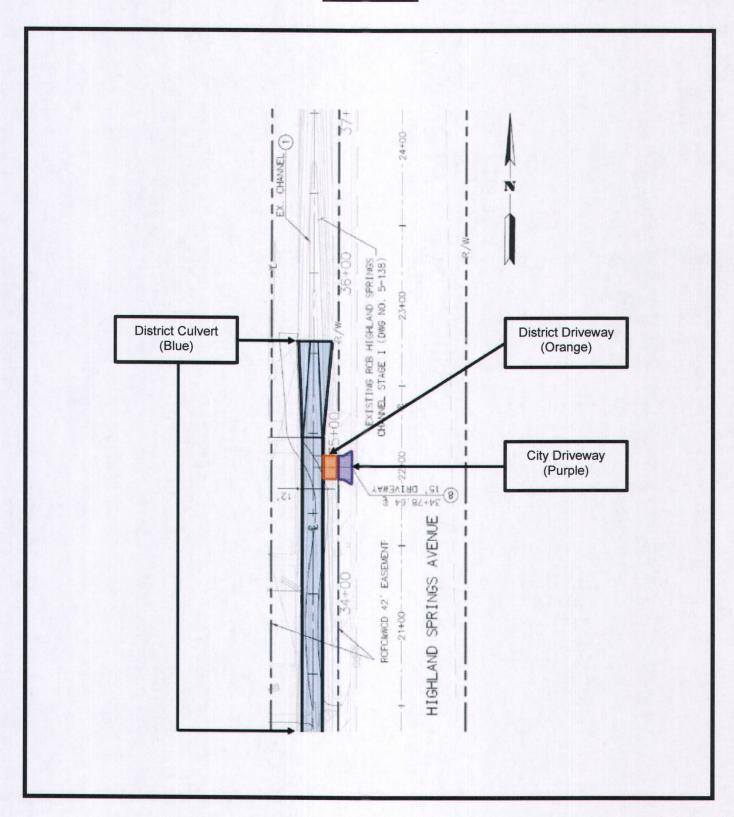
# **Exhibit C**



#### **COOPERATIVE AGREEMENT**

Highland Springs Channel, Stage 3
Parcel Map No. 35789
Project No. 5-0-00180-03
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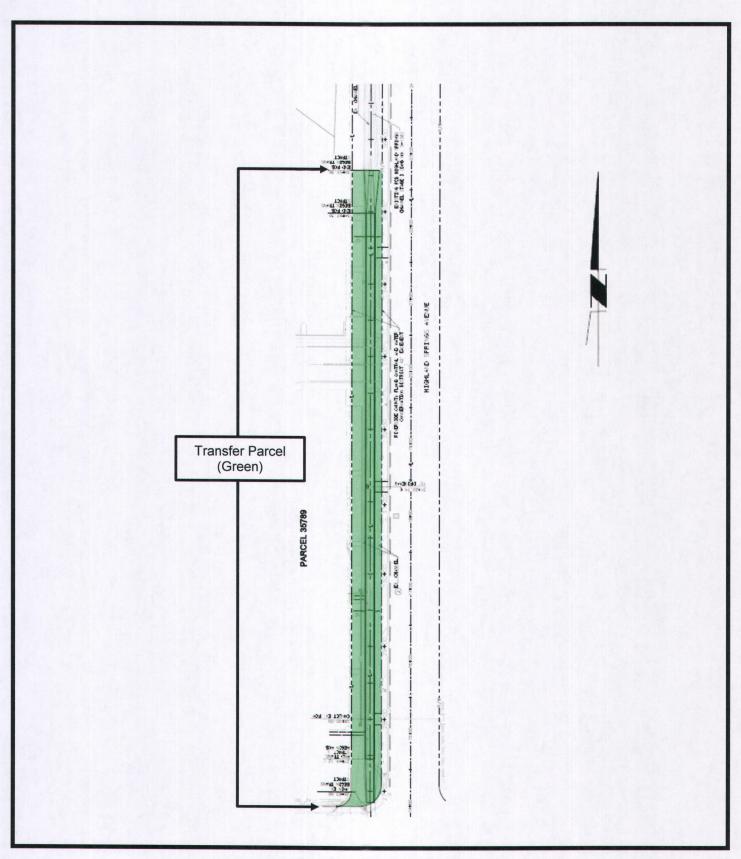
# Exhibit C



#### **COOPERATIVE AGREEMENT**

Highland Springs Channel, Stage 3
Parcel Map No. 35789
Project No. 5-0-00180-03
Page 2 of 2

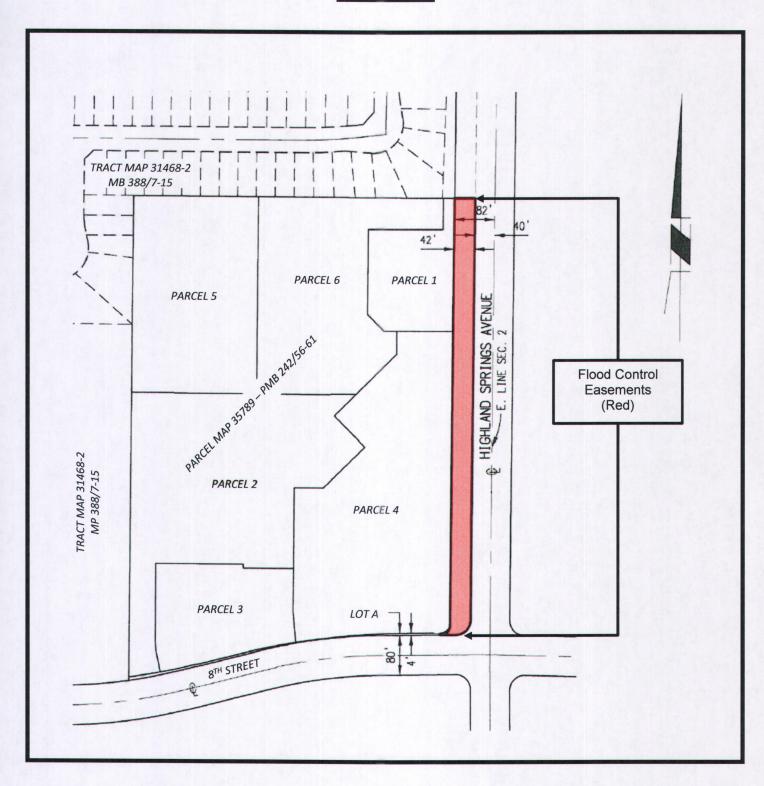
# Exhibit D



#### **COOPERATIVE AGREEMENT**

Highland Springs Channel, Stage 3
Parcel Map No. 35789
Project No. 5-0-00180-03
Page 1 of 1

## **Exhibit E**



#### **COOPERATIVE AGREEMENT**

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