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



ITEM: 11.3 (ID # 13874)

MEETING DATE:

Tuesday, December 15, 2020

FROM: FLOOD CONTROL DISTRICT:

SUBJECT: FLOOD CONTROL DISTRICT: Approval of the Cooperative Agreement Between the Riverside County Flood Control and Water Conservation District, the County of Riverside on behalf of its Transportation Department and MRF-Groves Development, L.P. for Springbrook Wash South Pigeon Pass Road Storm Drain, Stage 1, Springbrook Wash South Pigeon Pass Road Lateral, Stage 1, and Springbrook Wash Highgrove Pass Road Storm Drain, Stage 1, Project Nos. 1-0-00027, 1-0-00024, and 1-0-00019 (Tract No. 33410), Nothing Further is Required Pursuant to the California Environmental Quality Act (CEQA), Districts 2 and 5. [\$0] (Companion Item to MT Item No. 14004)

RECOMMENDED MOTION: That the Board of Supervisors:

- 1. Find that Nothing Further is Required under the California Environmental Quality Act (CEQA) because all potentially significant environmental impacts have been adequately analyzed in the Mitigated Negative Declaration (MND) No. EA40800, adopted by the Lead Agency (Riverside County) on April 11, 2017;
- Approve the Cooperative Agreement between the Riverside County Flood Control and Water Conservation District (District), the County of Riverside (County) on behalf of its Transportation Department (Transportation Department), and MRF-Groves Development, L.P. (Developer) and authorize the Chairwoman of the Board to execute the same on behalf of the District;

ACTION:

MINUTES OF THE BOARD OF SUPERVISORS

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

Ayes:

Jeffries, Spiegel, Washington, Perez and Hewitt

Nays:

None

Absent:

Page 1 of 3

None

Date:

December 15, 2020

XC:

Flood

(companion item 3.37)

ID# 13874 **11.**

Kecia R. Harper

Clerk of the Board

Deputy

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

- Authorize the General Manager-Chief Engineer or designee to take all necessary steps
 to implement the Cooperative Agreement including, but not limited to, negotiating,
 approving, and executing any non-substantive amendments and any assignment and
 assumption associated with change of ownership of the property, subject to review by
 County Counsel; and
- 4. Direct the Clerk of the Board to return three (3) executed Cooperative Agreements to the District and one (1) executed Cooperative Agreement to the Transportation Department.

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost
COST	\$0	\$0	\$0	\$ 0
NET COUNTY COST	\$0	\$ 0	\$0	\$ 0
SOURCE OF FUNDS	Budget Adju	Budget Adjustment: N/A		
			For Fiscal Y	ear: N/A

C.E.O. RECOMMENDATION: Approve

BACKGROUND:

Summary

The Cooperative Agreement sets forth the terms and conditions by which certain flood control facilities required as a condition of approval for Tract No. 33410 are to be constructed by the Developer and inspected, operated and maintained by the District, County, and Developer.

The Cooperative 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 flood control facilities.

Upon completion of construction, the District will assume ownership and responsibility for the operation and maintenance of (i) Springbrook Wash-South Pigeon Pass Road Lateral, Stage 1, (ii) Springbrook Wash-South Pigeon Pass Road Storm Drain, Stage 1, (iii) Springbrook Wash-Highgrove Pass Road Storm Drain, Stage 1, (iv) certain associated appurtenances, and (v) associated safety devices.

The Transportation Department will assume ownership and responsibility for the operation and maintenance of the associated catch basins, inlets, outlets, connector pipes, and various lateral storm drains that are thirty-six inches (36") or less in diameter that are located within County held rights of way.

In addition, the Transportation Department will also assume ownership and responsibility for the structural integrity and maintenance of the reinforced concrete culvert at Nicholas Drive, which is located within County held rights of way. The District will assume responsibility for the removal of sediment and debris from the culvert.

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

The Developer will retain ownership of the maintenance access road that is located within privately held easements or rights of way.

County Counsel has approved the Cooperative Agreement as to legal form. The Developer has executed the Agreement. A companion item from the Transportation Department appears on the County agenda this same date.

Environmental Findings

Pursuant to Section 15096 of the State CEQA Statutes and Guidelines, the District, in its limited capacity as a responsible agency, considered the MND that was prepared for the Developer's project by the Riverside County Planning Department and independently finds that the MND adequately covers the District's plan check, inspection, operation, and future maintenance of flood control facilities that are the subject of the Agreement. Furthermore, the District finds that no significant impacts will occur as a result of the plan check, inspection, operation, and future maintenance of the proposed flood control facilities that are the subject of the Cooperative Agreement and no further analysis pursuant to CEQA is required.

Impact on Residents and Businesses

As noted above, construction of these drainage improvements is a requirement for the development of Tract No. 33410. The principal beneficiaries are the future residents of the tracts. Ancillary benefits will accrue to the public who will utilize the tract's roadways.

Additional Fiscal Information

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

ATTACHMENTS:

- 1. Vicinity Map
- 2. Cooperative Agreement
- 3. CEQA Fee Receipt

RKM:blm P8/234883

cett Bruskner 12/7/2020

Gregory V. Priar os, Director County Counsel

12/4/2020

COOPERATIVE AGREEMENT

Springbrook Wash-South Pigeon Pass Road Storm Drain, Stage 1 Springbrook Wash-South Pigeon Pass Road Lateral, Stage 1 Springbrook Wash-Highgrove Pass Road Storm Drain, Stage 1 Project Nos. 1-0-00027, 1-0-00024, and 1-0-00019 Tract No. 33410

This Cooperative Agreement ("Agreement"), dated as of _______DEC 15 2020 _____, is entered into by and between 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") on behalf of its Transportation Department, and MRF-Groves Development, L.P., a Texas limited partnership ("DEVELOPER"). Sometimes hereinafter, DISTRICT, COUNTY, and DEVELOPER may be referred to collectively as the "Parties". The Parties hereto agree as follows:

RECITALS

- A. DEVELOPER is the legal owner of record of certain real property, including Tract No. 33410, located within the County of Riverside. The legal description of Tract No. 33410 is provided in Exhibit "A" attached hereto and made a part hereof; and
- B. DEVELOPER has submitted for approval Tract No. 33410 located in an unincorporated area of western Riverside County. As a condition of approval for Tract No. 33410, DEVELOPER must construct certain flood control facilities in order to provide flood protection and drainage for DEVELOPER's planned development; and
- C. The required flood control facilities and drainage improvements, as shown on District Drawing No. 1-0738 and as shown in concept on Exhibit "B", attached hereto and made a part hereof, includes the construction of:
 - i. Springbrook Wash-South Pigeon Pass Road Storm Drain, Stage 1
 ("PIGEON PASS STAGE 1"), which is shown as Line A on District

Drawing No. 1-0738 and as shown in orange on Exhibit "B". PIGEON PASS STAGE 1 consists of approximately 1,610 lineal feet of underground storm drain, including the associated outlet structure, inlet structure, riprap and maintenance access road; and

- ii. Springbrook Wash-South Pigeon Pass Road Lateral, Stage 1
 ("LATERAL STAGE 1"), which is shown as Line A-1 on District
 Drawing No. 1-0738 and as shown in purple on Exhibit "B".

 LATERAL STAGE 1 consists of approximately 130 lineal feet of underground storm drain and approximately 725 lineal feet of channel, including the associated inlet structure, and riprap; and
- iii. Springbrook Wash-Highgrove Pass Road Storm Drain, Stage 1

 ("HIGHGROVE STAGE 1"), which is shown as Line B on District

 Drawing No. 1-0738 and as shown in blue on Exhibit "B".

 HIGHGROVE STAGE 1 consists of the following segments:
 - a. Approximately 35 lineal feet of double cell 6' x 6' reinforced concrete box, including the associated outlet structure, riprap maintenance access road; and
 - b. Approximately 5 lineal feet of double cell 6' x 6' reinforced concrete box, including the associated inlet structure, riprap maintenance access road; and
- iv. All safety devices requested by DISTRICT staff during the course of PROJECT construction, including but not limited to concrete pads, slope protection barriers, signage and fencing, ("SAFETY DEVICES"). SAFETY DEVICES shall be purchased and installed

- by DEVELOPER and are subject to DISTRICT's inspection and approval; and
- v. Together, LATERAL STAGE 1, PIGEON PASS STAGE 1, HIGHGROVE STAGE 1, and SAFETY DEVICES are hereinafter called ("DISTRICT FACILITIES"); and
- D. Associated with the construction of DISTRICT FACILITIES are the construction of:
 - i. Certain catch basins, inlets, outlets, connector pipes, 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
 - ii. Approximately 60 lineal feet of reinforced concrete box culvert located within COUNTY-held easements or rights of way ("CULVERT"), as shown in concept in green on Exhibit "B". With regard to the ownership, operation and maintenance of CULVERT, DISTRICT is willing to keep CULVERT free and clear of sediment and debris and COUNTY is willing to accept ownership and responsibility for the structural integrity and maintenance of CULVERT; and
 - iii. A maintenance access road that is located within privately held easements or rights of way ("DEVELOPER FACILITIES").

 DEVELOPER FACILITIES are to be initially owned and maintained by DEVELOPER and, subsequently, owned and maintained by the Home Owners' Association for Tract No. 33410; and

- E. Altogether, DISTRICT FACILITIES, APPURTENANCES, CULVERT, and DEVELOPER FACILITIES are called "PROJECT"; and
- F. DEVELOPER and COUNTY 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
- G. DEVELOPER and DISTRICT desire COUNTY to (i) accept ownership and responsibility for the operation and maintenance of APPURTENANCES and (ii) accept ownership and responsibility for the structural integrity and maintenance of CULVERT. Therefore, COUNTY must review and approve DEVELOPER's plans and specifications for PROJECT and subsequently inspect the construction of APPURTENANCES and CULVERT; and
- H. DISTRICT is willing to (i) review and approve DEVELOPER's plans and specifications for PROJECT; (ii) inspect the construction of DISTRICT FACILITIES; (iii) accept ownership and responsibility for the operation and maintenance of DISTRICT FACILITIES; and (iv) keep CULVERT free and clear of sediment and debris, 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 the operation and maintenance of DISTRICT FACILITIES and COUNTY accepts ownership and responsibility for operation and maintenance of APPURTENANCES and CULVERT; and

I. 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; (v) accept ownership and responsibility for the operation and maintenance of APPURTENANCES; and (vi) accept ownership and responsibility for the structural integrity and maintenance of CULVERT, provided PROJECT is constructed in accordance with plans and specifications approved by DISTRICT and COUNTY.

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

SECTION I

DEVELOPER shall:

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

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 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.
- 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., 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 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 ("REGULATORY PERMITS").

- 7. Provide COUNTY, at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8., with (i) a faithful performance bond 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 COUNTY and (ii) a payment bond in the amount of fifty percent (50%) of the estimated cost for construction of DISTRICT FACILITIES as determined by DISTRICT and of the APPURTENANCES as determined by 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 the PROJECT is accepted by DISTRICT and COUNTY as complete; at which time, the bond amount may be reduced to ten percent (10%) 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 has issued to DEVELOPER a written Notice to Proceed authorizing DEVELOPER to commence construction of PROJECT.
- 9. Obtain and provide DISTRICT (Attention: Real Estate Services 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 Tract No. 33410 or any phase thereof, whichever occurs first, with duly executed Irrevocable Offer(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, 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 PROJECT 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 COUNTY approved IMPROVEMENT PLANS without the prior written permission and consent of DISTRICT and COUNTY.

- 15. Comply with all Cal/OSHA safety regulations including regulations concerning confined space and maintain a safe working environment for DEVELOPER, COUNTY and DISTRICT employees on the site.
- 16. Furnish DISTRICT, at the time of providing written notice to DISTRICT of the start of construction as set forth in Section I.8., a confined space entry procedure specific to PROJECT. The procedure shall comply with requirements contained in California Code of Regulations, Title 8, Section 5158, Other Confined Space Operations; Section 5157, Permit Required Confined Space; and District Confined Space Procedures, SOM-18. The procedure shall be reviewed and approved by DISTRICT prior to the issuance of a Notice to Proceed.
- 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. Prior to DISTRICT issuing a Notice to Proceed to its construction contractor(s) to begin construction of PROJECT, an original certificate of insurance evidencing the required insurance coverage shall be provided to DISTRICT. At minimum, the procured insurance coverages should adhere to DISTRICT's required insurance provided in Exhibit "C", attached hereto and made a part hereof. 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. Construct or cause to be constructed PROJECT at DEVELOPER's sole cost and expense, in accordance with DISTRICT and COUNTY approved IMPROVEMENT PLANS.
- 19. 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.
- 20. 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, or grant deed(s) of fee title where appropriate, as determined by DISTRICT. The easement(s) or grant deed(s) shall be in a form approved by DISTRICT, to the rights of way as shown in concept in red diagonal hatching on Exhibit "D", attached hereto and made a part hereof, and shall be executed by all legal and equitable owners of the property described in the easement(s) or grant deed(s).
- 21. At the time of recordation of the conveyance document(s) as set forth in Section I.20., furnish 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.

- Environmental Regulatory Services 2 Section) with all necessary permits, approvals or agreements as may be required by any federal, state or local resource and/or regulatory agency for the continued operations and maintenance of DISTRICT FACILITIES ("ONGOING REGULATORY PERMITS"). Upon completion of construction, DISTRICT FACILITIES may be considered jurisdictional or may otherwise require regulatory approvals in order to be maintained and therefore may require ONGOING REGULATORY PERMITS. ONGOING REGULATORY PERMITS 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. DISTRICT will not accept DISTRICT FACILITIES until all required initial ONGOING REGULATORY PERMITS have been issued and transferred to DISTRICT.
- 23. Accept ownership and sole responsibility for the operation and maintenance of PROJECT until such time as (i) DISTRICT accepts ownership and responsibility for operation and maintenance of DISTRICT FACILITIES, (ii) COUNTY accepts (a) ownership and responsibility for operation and maintenance of APPURTENANCES and (b) ownership and responsibility for the structural integrity and maintenance of CULVERT, and (iii) the Homeowners' Association for Tract No. 33410 accepts ownership and responsibility of DEVELOPER FACILITIES.
- 24. Accept all liability whatsoever associated with the ownership, operation and maintenance of DISTRICT FACILITIES until such time as DISTRICT FACILITIES are formally accepted by DISTRICT for ownership, operation and maintenance.

- 25. Pay, if suit is brought upon this Agreement or any bond guaranteeing the completion of PROJECT, all costs and reasonable expenses and fees, including reasonable attorneys' fees, and acknowledge that, upon entry of judgment, all such costs, expenses and fees shall be computed as costs and included in any judgment rendered.
- 26. Upon completion of PROJECT construction, but prior to DISTRICT acceptance of DISTRICT 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".
- 27. Ensure that all work performed pursuant to this Agreement by DEVELOPER, its agents or contractors is done in accordance with all applicable laws and regulations, including but not limited to all applicable provisions of the Labor Code, Business and Professions Code, and Water Code. DEVELOPER shall be solely responsible for all costs associated with compliance with applicable laws and regulations.

SECTION II

DISTRICT shall:

- 1. Review 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.
- 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.9.
 - 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) DISTRICT inspection of DISTRICT FACILITIES in accordance with Section I.19.; (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.26.; (iv) recordation of all conveyance documents described in Section I.20.; (v) COUNTY acceptance of APPURTENANCES for ownership, operation and maintenance; (vi) COUNTY acceptance of ownership and responsibility for the structural integrity and maintenance of CULVERT and (vii) DISTRICT's sole determination that DISTRICT FACILITIES is in a satisfactorily maintained condition.
- 9. Accept sole responsibility for keeping CULVERT free and clear of sediment and debris upon DISTRICT acceptance of DISTRICT FACILITIES for ownership,

operation and maintenance and COUNTY acceptance of ownership and responsibility for the structural integrity and maintenance of CULVERT.

10. Provide COUNTY with a reproducible duplicate copy of "record drawings" 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 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 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. Grant DISTRICT, by execution of this Agreement, the right to construct, inspect, operate and maintain DISTRICT FACILITIES within COUNTY rights of way.

- 7. Upon DISTRICT and COUNTY acceptance of PROJECT construction as being complete, (i) accept ownership and sole responsibility for the operation and maintenance of APPURTENANCES and (ii) accept ownership and sole responsibility for the structural integrity and maintenance of CULVERT.
- 8. Release occupancy permits in accordance with the approved conditions of approval.
- 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 is 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 but 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. 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.

- 4. DEVELOPER shall complete construction of PROJECT within twelve (12) consecutive months after execution of this Agreement and within two hundred sixty (260) 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 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, or DISTRICT's ability to keep CULVERT free and clear of sediment and debris, 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, 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.

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

overtime work in accordance with Ordinance Nos. 671 and 749, including any amendments thereto, of the County of Riverside.

OUNTY, its Agencies, Districts, Special Districts and Departments, their respective directors, officers, Board of Supervisors, elected and appointed officials, employees, agents and representatives (individually and collectively hereinafter referred to as "Indemnitees") 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 arising from the performance of DEVELOPER, its officers, employees, contractors, subcontractors, agents or representatives ("Indemnitors") from this Agreement.

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), the Indemnitees in any claim, proceeding or action for which indemnification is required.

With respect to any action or claim subject to indemnification herein by DEVELOPER, 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 and COUNTY; provided, however, that any such

adjustment, settlement or compromise in no manner whatsoever limits or circumscribes DEVELOPER's indemnification obligations to the Indemnitees as set forth herein.

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 and COUNTY 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 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 DEVELOPER from indemnifying DISTRICT and 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. 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:

To DISTRICT:

RIVERSIDE COUNTY FLOOD CONTROL AND

WATER CONSERVATION DISTRICT

1995 Market Street Riverside, CA 92501

Attn: Contract Services Section

To COUNTY:

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

Plan Check Section

To DEVELOPER:

MRF-GROVES DEVELOPMENT, L.P.

2 Park Plaza, Suite 700 Irvine, CA 92614

Attn: Brian Rupp, Executive Vice President –

Development

12. This Agreement is to be construed in accordance with the laws of the State of California. If any provision of this Agreement is held by a court of competent jurisdiction to be invalid, void or unenforceable, the remaining provisions will nevertheless continue in full force without being impaired or invalidated in any way.

- 13. Any action at law or in equity brought by any of the Parties hereto for the purpose of enforcing a right or rights provided for by the 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.
- 15. The rights and obligations of DEVELOPER shall inure to and be binding upon all heirs, successors and assignees.
- 16. DEVELOPER shall not assign or otherwise transfer any of its rights, duties or obligations hereunder to any person or entity without the written consent of the other parties hereto being first obtained. In the event of any such transfer or assignment, DEVELOPER expressly understands and agrees that it shall remain liable with respect to any and all of the obligations and duties contained in this 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.

19. This Agreement may be executed in one or more counterparts, each of which shall be deemed an original, but all of which taken together shall constitute one and the same instrument.

//

//

IN WITNESS WHEREOF, the Parties hereto have executed this Agreement on RIVERSIDE COUNTY FLOOD CONTROL RECOMMENDED FOR APPROVAL: AND WATER CONSERVATION DISTRICT JASON E. UHLEY KAREN SPIEGEL, Chairwoman General Manager-Chief Engineer Riverside County Flood Control and Water Conservation District Board of Supervisors APPROVED AS TO FORM: ATTEST: GREGORY P. PRIAMOS KECIA HARPER County Counsel Clerk of the Board LEĬLA MOSHREF-DANESH Deputy County Counsel (SEAL)

Cooperative Agreement Springbrook Wash-South Pigeon Pass Road Lateral, Stage 1 Springbrook Wash-South Pigeon Pass Road Storm Drain, Stage 1 Springbrook Wash-Highgrove Pass Road Storm Drain, Stage 1 Project Nos. 1-0-00024, 1-0-00027 and 1-0-00019 07/20/2020 RKM:blm

RECOMMENDED FOR APPROVAL:

COUNTY OF RIVERSIDE

PATRICIA ROMO

Director of Transportation

V. MANUEL PEREZ, Chairman

Board of Supervisors

APPROVED AS TO FORM:

GREGORY P. PRIAMOS

County Counsel

ATTEST:

KECIA HARPER Clerk of the Board

By 40

Supervising Deputy County Counsel

KRISTINE BELL-VALDEZ

(SEAL)

Cooperative Agreement

Springbrook Wash-South Pigeon Pass Road Lateral, Stage 1

Springbrook Wash-South Pigeon Pass Road Storm Drain, Stage 1

Springbrook Wash-Highgrove Pass Road Storm Drain, Stage 1

Project Nos. 1-0-00024, 1-0-00027 and 1-0-00019

07/20/2020

RKM:blm

MRF-GROVES DEVELOPMENT, L.P.,

a Texas limited partnership

By: ARF Partners Development, L.P., a Texas limited partnership, its General Partner

> By: Eastbridge Partners GP, LLC, a Texas limited liability company its General Partner

> > By

WILLIAM A. SHOPOFF

President

(ATTACH NOTARY WITH CAPACITY STATEMENT)

Cooperative Agreement
Springbrook Wash-South Pigeon Pass Road Lateral, Stage 1
Springbrook Wash-South Pigeon Pass Road Storm Drain, Stage 1
Springbrook Wash-Highgrove Pass Road Storm Drain, Stage 1
Project Nos. 1-0-00024, 1-0-00027 and 1-0-00019
07/20/2020
RKM:blm

ACKNOWLEDGMENT

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.

validity of that document.							
State of California County ofOra	nge)					
On October 28, 20	20 befo	ore me, Te	rri Hovdestad, Notary Public				
personally appeared William A. Shopoff who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.							
I certify under PENAL	TY OF PERJURY	under the I	aws of the State of California t	that the foregoing			

WITNESS my hand and official seal.

Signature

(Seal)

TERRI HOVDESTAD

Notary Public - California Orange County Commission # 2244544 My Comm. Expires Jun 28, 2022

Exhibit A

LEGAL DESCRIPTION

Real property in the unincorporated area of the County of Riverside, State of California, described as follows:

PARCEL 1:

BEING A PORTION OF THE SOUTH 1/2 OF SECTION 10, AND THE NORTH 1/2 OF SECTION 15, TOWNSHIP 2 SOUTH, RANGE 4 WEST, SAN BERNARDINO BASE AND MERIDIAN, DESCRIBED AS FOLLOWS:

BEGINNING AT THE SOUTH ¼ CORNER OF SECTION 10, AS SHOWN ON RECORD OF SURVEY RECORDED IN BOOK 96, PAGES 29 THROUGH 35, RECORDS OF RIVERSIDE COUNTY, STATE OF CALIFORNIA.

THENCE NORTH 89° 21' 29" WEST ALONG THE SOUTH LINE OF SAID SECTION 10, A DISTANCE OF 658.68 FEET; THENCE NORTH 00° 57' 57" EAST, A DISTANCE OF 197.28 FEET TO THE BEGINNING OF A NON-TANGENT CURVE CONCAVED SOUTHWESTERLY, HAVING A RADIUS OF 1530.00 FEET, TO WHICH A RADIAL BEARS SOUTH 72° 41' 33" WEST; THENCE NORTHWESTERLY ALONG THE ARC OF SAID CURVE, A DISTANCE OF 163.80 FEET, THROUGH A CENTRAL ANGLE OF 06° 08' 03", TO A POINT ON THE SOUTHERLY RIGHT OF WAY (R/W) LINE OF HIGHGROVE PASS ROAD; THENCE NORTH 88° 07' 47" EAST, A DISTANCE OF 226.65 FEET TO THE BEGINNING OF A TANGENT CURVE, CONCAVE SOUTHWESTERLY, HAVING A RADIUS OF 470 FEET; THENCE SOUTHEASTERLY ALONG THE ARC OF SAID CURVE, A DISTANCE OF 175.74 FEET, THROUGH A CENTRAL ANGLE OF 21° 23' 24"; THENCE SOUTH 61° 17' 00" EAST, A DISTANCE OF 359.44 FEET; THENCE SOUTH 38° 30' 10" EAST, A DISTANCE OF 211.84 FEET; THENCE SOUTH 23° 00' 36" EAST, A DISTANCE OF 742.17 FEET; THENCE NORTH 67° 08' 38" EAST, A DISTANCE OF 382.28 FEET; THENCE SOUTH 31° 02' 24" EAST, A DISTANCE OF 714.53 FEET; THENCE SOUTH 25° 22' 56" EAST, A DISTANCE OF 457.70 FEET; THENCE SOUTH 83° 22' 56" WEST, A DISTANCE OF 794.26 FEET; THENCE NORTH 89° 12' 52" WEST, A DISTANCE OF 574.67 FEET; THENCE NORTH 00° 47' 08" EAST, A DISTANCE OF 401.99 FEET; THENCE NORTH 00° 47' 08" EAST, A DISTANCE OF 1242.14 FEET TO THE POINT OF BEGINNING.

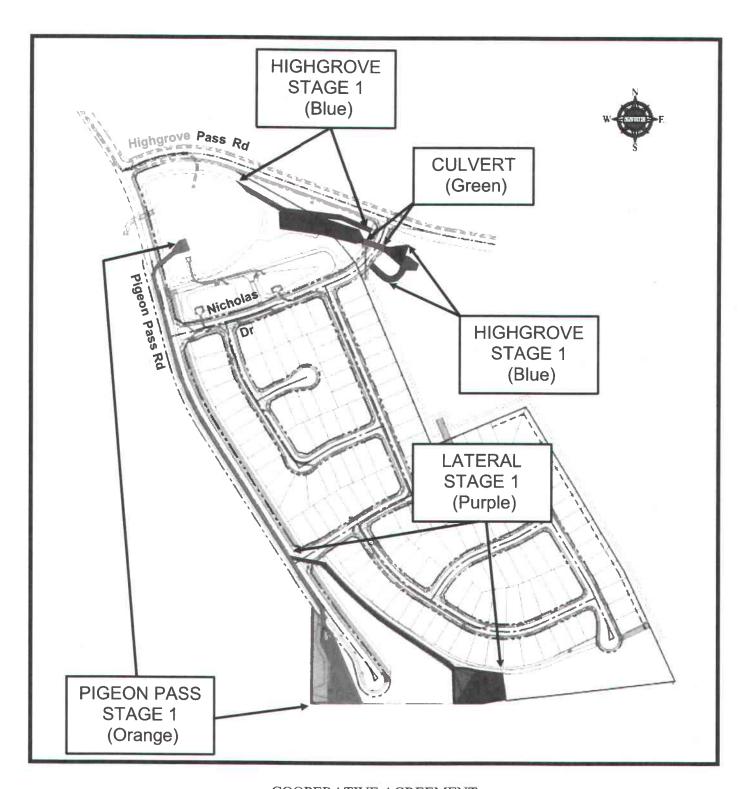
TOGETHER WITH THE NORTHWEST 1/4 OF SECTION 15, TOWNSHIP 2 SOUTH, RANGE 4 WEST, SAN BERNARDINO BASE AND MERIDIAN LYING NORTHEASTERLY OF THE CENTERLINE OF PIGEON PASS ROAD, AS SHOWN ON SAID RECORD OF SURVEY BOOK 96, PAGES 29 THROUGH 35, INCLUSIVE, RECORDS OF RIVERSIDE COUNTY, CALIFORNIA.

EXCEPTING THEREFROM THAT PORTION IN THE EUREKA SUBDIVISION, AS SHOWN BY MAP ON FILE IN BOOK 4, PAGE 67 OF MAPS, RECORDS OF RIVERSIDE COUNTY, CALIFORNIA.

COOPERATIVE AGREEMENT

Springbrook Wash-South Pigeon Pass Road Storm Drain, Stage 1 Springbrook Wash-South Pigeon Pass Road Lateral, Stage 1 Springbrook Wash-Highgrove Pass Road Storm Drain, Stage 1 Project Nos. 1-0-00027, 1-0-00024, and 1-0-00019

Exhibit B



COOPERATIVE AGREEMENT

Springbrook Wash-South Pigeon Pass Road Storm Drain, Stage 1 Springbrook Wash-South Pigeon Pass Road Lateral, Stage 1 Springbrook Wash-Highgrove Pass Road Storm Drain, Stage 1 Project Nos. 1-0-00027, 1-0-00024, and 1-0-00019 Tract No. 33410 Page 1 of 1

DISTRICT's Required Insurance is as follows:

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 coverage's during the term of this Agreement. As respects to the insurance section only, DISTRICT herein refers to 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 as Additional Insureds.

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 the Riverside County Flood Control and Water Conservation District and the County of Riverside.

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

Commercial General Liability insurance coverage, including but not limited to, premises liability, unmodified contractual liability, products and completed

COOPERATIVE AGREEMENT

Springbrook Wash-South Pigeon Pass Road Storm Drain, Stage 1 Springbrook Wash-South Pigeon Pass Road Lateral, Stage 1 Springbrook Wash-Highgrove Pass Road Storm Drain, Stage 1 Project Nos. 1-0-00027, 1-0-00024, and 1-0-00019 Tract No. 33410 Page 1 of 8

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 DISTRICT as Additional Insured. 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 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 DISTRICT 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 included within this Agreement, with a limit of

COOPERATIVE AGREEMENT

Springbrook Wash-South Pigeon Pass Road Storm Drain, Stage 1 Springbrook Wash-South Pigeon Pass Road Lateral, Stage 1 Springbrook Wash-Highgrove Pass Road Storm Drain, Stage 1 Project Nos. 1-0-00027, 1-0-00024, and 1-0-00019 Tract No. 33410

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) will continue as long as the law allows.

D. Pollution and Asbestos Liability:

DEVELOPER or its construction contractor(s) shall obtain, at its sole expense and keep in effect during the term of this Agreement, Pollution Liability covering DEVELOPER's or its construction contractor(s) liability for a third party bodily injury and property damage arising from pollution conditions caused by the DEVELOPER or its construction contractor(s) while performing their operations under the Agreement.

The insurance coverage shall apply to sudden and accidental pollution events.

Any coverage restriction as to time limit for discovery of a pollution incident

COOPERATIVE AGREEMENT

Springbrook Wash-South Pigeon Pass Road Storm Drain, Stage 1 Springbrook Wash-South Pigeon Pass Road Lateral, Stage 1 Springbrook Wash-Highgrove Pass Road Storm Drain, Stage 1 Project Nos. 1-0-00027, 1-0-00024, and 1-0-00019 Tract No. 33410 Page 3 of 8

and/or a time limit for notice to the insurer must be accepted by the DISTRICT

and COUNTY. The insurance coverage shall also respond to cleanup cost. This

coverage may be written in combination with the commercial general liability

insurance or professional liability insurance.

The policy's limits shall not be less than \$1,000,000 per each loss/\$2,000,000

aggregate. The policy shall be endorsed to state that the general aggregate limit

of liability shall apply separately to this Agreement. Any self-insured

retention/deductible amount shall be submitted to the DISTRICT and COUNTY

for review and approval.

If DEVELOPER or its construction contractor(s) maintains broader coverage

and/or higher limits than the minimums shown above, DISTRICT and COUNTY

require and shall be entitled to the broader coverage and/or higher limits

maintained by DEVELOPER or its construction contractor(s). Any available

insurance proceeds in excess of the specified minimum limits of insurance and

coverage shall be available to the DISTRICT and COUNTY.

In the event, DEVELOPER or its construction contractor(s) encounters materials

on the site that is believed to be asbestos or polychlorinated biphenyl (PCB)

which has not been rendered harmless, DEVELOPER or its construction

contractor(s) shall immediately stop work in the area affected and report the

condition to the DISTRICT and COUNTY in writing.

COOPERATIVE AGREEMENT

Springbrook Wash-South Pigeon Pass Road Storm Drain, Stage 1 Springbrook Wash-South Pigeon Pass Road Lateral, Stage 1

Springbrook Wash-Highgrove Pass Road Storm Drain, Stage 1

Project Nos. 1-0-00027, 1-0-00024, and 1-0-00019

The work in the affected area shall not thereafter be resumed except by written agreement of the DISTRICT, COUNTY and DEVELOPER, if in fact the material is asbestos or polychlorinated biphenyl (PCB) and has not been rendered harmless. The work in the affected area shall be resumed in the absence of asbestos or polychlorinated biphenyl (PCB), or when it has been rendered harmless, by written agreement of the DISTRICT, COUNTY and DEVELOPER. DEVELOPER or its construction contractor(s) shall not be required to perform without consent any work relating to asbestos or polychlorinated biphenyl (PCB).

F. 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 DISTRICT Risk Manager. If the DISTRICT's 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. 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 DISTRICT Risk Manager before the commencement of operations under this Agreement. Upon notification of self-insured

COOPERATIVE AGREEMENT

Springbrook Wash-South Pigeon Pass Road Storm Drain, Stage 1 Springbrook Wash-South Pigeon Pass Road Lateral, Stage 1 Springbrook Wash-Highgrove Pass Road Storm Drain, Stage 1 Project Nos. 1-0-00027, 1-0-00024, and 1-0-00019 Tract No. 33410

retention deemed unacceptable to DISTRICT or COUNTY and at the election of the DISTRICT's 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.

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 copies of endorsements effecting coverage as required herein; and 2) if requested to do so orally or in writing by the DISTRICT 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 thirty (30) days written notice shall be given to DISTRICT and COUNTY 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

COOPERATIVE AGREEMENT

- DEVELOPER's insurance carrier(s) to furnish a 30 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 coverage's 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 and COUNTY's insurance shall be construed as primary insurance, and DISTRICT's and COUNTY'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; or the term of this Agreement, including any extensions thereof, exceeds five (5) years,

COOPERATIVE AGREEMENT

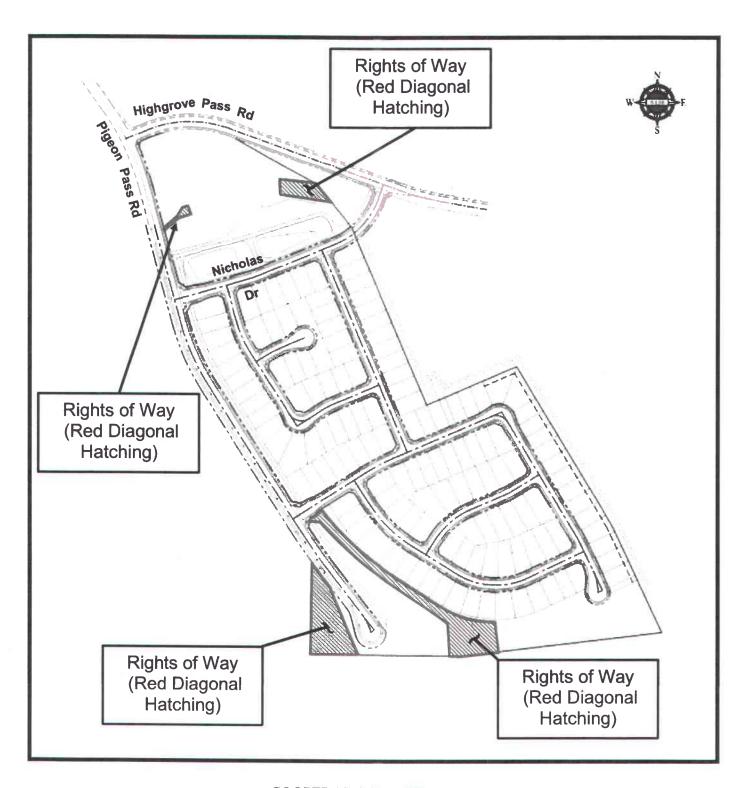
Springbrook Wash-South Pigeon Pass Road Storm Drain, Stage 1 Springbrook Wash-South Pigeon Pass Road Lateral, Stage 1 Springbrook Wash-Highgrove Pass Road Storm Drain, Stage 1 Project Nos. 1-0-00027, 1-0-00024, and 1-0-00019 Tract No. 33410

DISTRICT and COUNTY 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, the DISTRICT 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 contractors and subcontractors working under this Agreement.
- viii. The insurance requirements contained in this Agreement may be met with a program(s) of self-insurance acceptable to DISTRICT and COUNTY.
- ix. DEVELOPER agrees to notify DISTRICT and COUNTY 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.

COOPERATIVE AGREEMENT

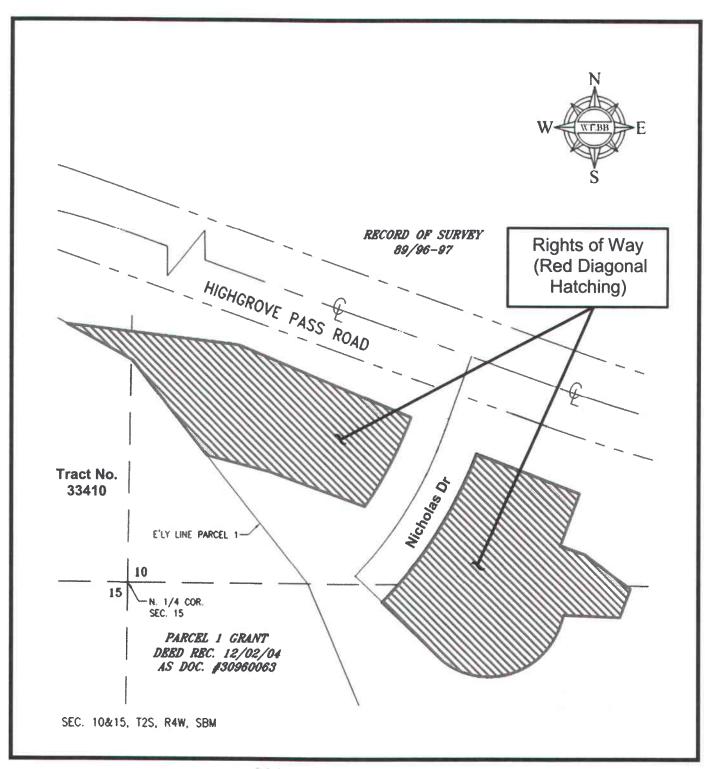
Exhibit D



COOPERATIVE AGREEMENT

Springbrook Wash-South Pigeon Pass Road Storm Drain, Stage 1 Springbrook Wash-South Pigeon Pass Road Lateral, Stage 1 Springbrook Wash-Highgrove Pass Road Storm Drain, Stage 1 Project Nos. 1-0-00027, 1-0-00024, and 1-0-00019 Tract No. 33410 Page 1 of 2

Exhibit D



COOPERATIVE AGREEMENT

Springbrook Wash-South Pigeon Pass Road Storm Drain, Stage 1 Springbrook Wash-South Pigeon Pass Road Lateral, Stage 1 Springbrook Wash-Highgrove Pass Road Storm Drain, Stage 1 Project Nos. 1-0-00027, 1-0-00024, and 1-0-00019 Tract No. 33410 Page 2 of 2