## Exhibit C

(to be provided at later date)

## Exhibit D



# CALENDAR YEAR 2022 HOLIDAY SCHEDULE

| HOLIDAY | DAY OBSERVED |
|---------|--------------|
|         |              |

New Year's Day Friday, December 31, 2021

Martin Luther King Jr. Day Monday, January 17, 2022

Presidents Day Monday, February 21, 2022

Memorial Day Monday, May 30, 2022

Independence Day Monday, July 4, 2022

Labor Day Monday, September 5, 2022

Veterans Day Friday, November 11, 2022

Thanksgiving Day Thursday, November 24, 2022

Day after Thanksgiving Friday, November 25, 2022

Day before Christmas Friday, December 23, 2022

Christmas Day Monday, December 26, 2022

New Year's Eve Friday, December 30, 2022



#### BOARD OF DIRECTORS ENGINEERING, OPERATIONS AND PLANNING COMMITTEE STAFF REPORT

DATE:

February 9, 2022

TO:

Engineering, Operations and Planning Committee

FROM:

Shamindra Manbahal, General Manager

SUBJECT:

CONSIDER A WATER SYSTEM INFRASTRUCTURE INSTALLATION

AND CONVEYANCE AGREEMENT WITH LENNAR HOMES OF CALIFORNIA, INC (TRACT 20364 GARDENS AT THE ARBORETUM)

#### **BACKGROUND:**

Lennar Homes of California, Inc. ("Developer") is the owner of land located north of Casa Grande Avenue, east of Sierra Avenue, west of Cypress Avenue, and south of Duncan Canyon Road, in the City of Fontana, known as the Gardens at the Arboretum. The Developer has subdivided the land into multiple tracts and lots to be developed into single family residential homes within the Gardens at the Arboretum. Tract 20364, ("Development"), is part of this master planned community containing residential lots and is required to construct new water mains and related facilities within the tract to allow for new domestic and irrigation connections.

#### **DISCUSSION:**

West Valley Water District ("District") and the Developer wish to enter into a Developer-Installed Water System Infrastructure Installation and Conveyance Agreement ("Agreement") to construct the water facilities needed to supply water to the Development. This Agreement outlines the responsibilities of the Developer in constructing facilities, including insurance, indemnification and bonding requirements as well as conveyance and acceptance of the water system by the District. Attached as Exhibit A is a copy of the Water System Infrastructure Installation and Conveyance Agreement for this development which also includes the location of the Development.

#### **FISCAL IMPACT:**

No fiscal impact to the District.

#### **STAFF RECOMMENDATION:**

Staff recommends that this item be submitted for consideration, and that the Board of Directors approve this item and authorize the General Manager to execute the necessary documents.

| Respectfully | Submitted, |
|--------------|------------|
|--------------|------------|

#### Shamindra Manbahal

Shamindra Manbahal, General Manager

DG:ls

ATTACHMENT(S):
1. Exhibit A - Water System Infrastructure Installation Agreement

### **EXHIBIT A**

### WATER SYSTEM INFRASTRUCTURE INSTALLATION AND CONVEYANCE AGREEMENT

This water system infrastructure installation and conveyance agreement ("Agreement") is entered into and effective as of <u>February 17, 2022</u>, by and between LENNAR HOMES OF CALIFORNIA, INC ("Developer"), and WEST VALLEY WATER DISTRICT ("District") who agree as follows:

The Developer is the owner of certain land described as TRACT 20364 and as more fully (or further) shown on Exhibit "A". In developing this land, the Developer is desirous of obtaining a public water supply adequate for domestic uses and public fire protection purposes and is desirous of integrating that water system into the District's public water system.

In order to provide facilities for a water supply to said land, it is the intention of the parties to this Agreement that the Developer shall furnish and install those water mains, fire hydrants, service laterals, water meters and valves, valve boxes, and all other appurtenant fittings and facilities required for a complete water system to serve the land shown on Exhibit "A".

In order to implement the foregoing and in consideration of the terms and conditions herein contained, the parties further agree as follows:

#### 1. DESIGN

- 1.1. Developer shall design and construct, at the Developer's own expense, the water facilities and appurtenances required to serve the development in accordance with final District-approved plans known as WATER IMPROVEMENT PLANS FOR TRACT 20364, as approved and provided at a later date attached herein as Exhibit "B" and in accordance with District-approved design standards and specifications, and the terms and conditions of this Agreement.
- 1.2. The water system design shall be by a Professional Engineer registered in the State of California, and in accordance with the District's most recent Rules and Regulations (the "Rules and Regulations"), the District's Standards for Domestic Water Facilities and Standard Drawings herein included by reference, all applicable District ordinances and policies and all City, County of San Bernardino, State of California, and Federal laws, ordinances, rules, regulations, codes and other legal requirements of all government bodies having jurisdiction over said construction and property (all of the foregoing requirements in this paragraph being collectively referred to herein at times as "Legal Requirements").
- 1.3. The District, at Developer's expense, shall review Developer's plans for the purpose of ensuring the adequacy of the design and conformance with the District's standards and specifications. The District reserves the right to add, delete, modify, change or amend any or all the plans and specifications.
- 1.4. In the event that the property to be developed includes multiple residential, condominiums, commercial or industrial uses, all site plans, grading plans, and any available plumbing plot plans shall be furnished to the District by Developer.

1.5. The District makes no warranties as to the correctness, accuracy or completeness of the plans and specifications. The accuracy, adequacy, suitability, and correctness of the water system design shall be the sole responsibility of the Developer.

#### 2. CONSTRUCTION

- 2.1. Developer shall perform, or caused to be performed, all construction of the water system infrastructure installation pursuant to the approved water system plans, and all Legal Requirements.
- 2.2 The performance of this Agreement shall commence within ninety (90) calendar days from the date of this Agreement and shall be completed within one (1) year from the estimated construction start date.
- 2.3. Time is of the essence in this Agreement; provided that, in the event good cause is shown therefore, the general manager of the District ("General Manager") may extend the time for completion of the water system installation. Any such extension may be granted without the notice to Developer's surety, and extensions so granted shall not relieve the surety's liability on the bond to secure faithful performance of this Agreement. The General Manager shall be the sole and final judge as to whether or not good cause has been shown to entitle Developer to an extension.
- 2.4. The Developer and its contractor and subcontractors shall attend a preconstruction meeting with the District at the District's headquarters no less than five (5) working days prior to commencement of construction.
- 2.5. No work on water facilities shall commence prior to the completion of all required curbs and gutters.

#### 3. LICENSES AND PERMITS

- 3.1. Developer, and all of Developer's contractors and subcontractors warrants it possesses, or shall obtain, and maintain during the term of this Agreement any and all licenses, permits, qualifications, insurance and approval of whatever nature that are legally required of Developer, its contractors, and all subcontractors to practice its profession, skill or business.
- 3.2. The work to be performed under this Agreement, except meter installations, shall be performed by Developer, or a contractor or subcontractor who is pre-approved by the District and is licensed under the laws of the State of California in the specialty Class of "C-34" Pipeline or Class "A" General Engineering. A copy of the contract between Developer and the selected pre-approved contractor and all subcontractors shall be submitted to the District for review and approval.
- 3.3. Excavation/resurfacing permits shall be secured by Developer at Developer's expense. Permits/easements to install, maintain and operate water system facilities in private property shall be secured by Developer at Developer's own expense prior to construction.

3.4. Developer shall, at Developer's own expense, be responsible for obtaining and adhering to a National Pollution Discharge Elimination System (NPDES) permit from the Regional Water Quality Board as required for construction or pipeline flushing and disinfection.

#### 4. INSURANCE REQUIREMENTS

- 4.1. The following insurance requirements have been adopted by the District and shall be applicable to this Agreement. These requirements supersede the insurance requirements set forth in any other reference of the District, and to the extent of any conflict, the specified requirements herein shall prevail.
- 4.2. Developer shall ensure that Developer's contractors conform to the following insurance requirements and that all required documents are submitted to the District at the time of Agreement submittal: Developer shall ensure that its contractors and all subcontractors shall purchase and maintain insurance in amounts equal to the requirements set forth in (a) through (d) below, and shall not commence work under this Agreement until all insurance required under this heading is obtained in a form acceptable to the District, nor shall Developer allow any contractor or subcontractor to commence construction pursuant to a contract or subcontract until all insurance required of the contractor and any subcontractors has been obtained.
- a. <u>General Liability</u>: Developer shall ensure that its contractor and all subcontractors shall maintain during the life of this Agreement, a standard form of either Comprehensive General Liability insurance or Commercial General Liability insurance ("General Liability Insurance") providing the following minimum limits of liability: Combined single limit of \$1.0 million per occurrence for bodily injury, including death, personal injury, and property damage with \$2.0 million minimum aggregate, separate for this project as evidenced by endorsement. The insurance shall include coverage for each of the following hazards: Premises-Operations; Owners and Contractors Protective; Broad Form Property Damage contractual for Specific Contract; Severability of Interest or Cross-Liability; XCU Hazards; and Personal Injury With the "Employee" Exclusive Deleted.
- b. <u>Automotive/Vehicle Liability Insurance</u>: Developer shall ensure that its contractor and all subcontractors shall maintain a policy of automotive/vehicle liability insurance on a commercial auto liability form covering owned, non-owned and hired automobiles providing the following minimum limits of liability: Combined single limit of liability of \$1.0 million per accident for Bodily Injury, Death and Property Damage ("Automotive/Vehicle Liability Insurance").
- c. <u>Workers' Compensation Insurance</u>: Developer shall ensure that its contractor and all subcontractors shall provide such workers' compensation insurance with statutory minimum amounts of coverage, as required by the California *Labor Code* and other applicable law, and including employer's liability insurance with a minimum limit of \$1,000,000.00 ("Workers' Compensation Insurance"). Such Workers' Compensation Insurance shall be endorsed to provide for a waiver of subrogation against the District.
- d. <u>Excess Liability</u>: Developer shall ensure that its contractor and all subcontractors shall provide a policy providing excess coverage in a face amount necessary when

combined with the primary insurance, to equal the minimum requirements for General Liability Insurance and Automotive/Vehicle Liability Insurance.

- 4.3. The insurances provided for in Section 4.2 and its subsections above are subject to all of the following conditions:
- a. The insurance shall be issued and underwritten by insurance companies acceptable to the District, and shall be licensed by the State of California to do business on the lines of insurance specified. The insurers must also have an "A-" Policyholder's rating" and a "financial rating" of at least Class VII in accordance with the most current A.M. Best's Rating Guide.
- b. Developer's contractor and subcontractors may satisfy the limit requirements in a single policy or multiple policies. Any such additional policies written as excess insurance shall not provide any less coverage than that provided by the first or primary policy.
- c. Any costs associated with a self-insured program, deductibles, or premium rating programs that determine premium based on loss experience shall be for the account of Developer, Developer's contractor and subcontractors, and the District shall not be required to participate in any such loss. If any such programs exist, Developer, Developer's contractor and subcontractors, agree to protect and defend the District in the same manner as if such cost provisions were not applicable.
- d. Developer shall ensure that its contractor and all subcontractors shall have presented at the time of execution of the Agreement, the original policies of insurance and a certificate of insurance naming the District as the certificate holder and that such coverage is in force and complies with the terms and conditions outlined herein.
- e. If an insurance policy contains a general policy aggregate of less than the minimum limits specified, then the policy coverage shall be written with limits applicable solely to this Agreement, as specified, and shall not be reduced by or impaired by any other claims arising against Developer. These policy limits shall be set forth by separate endorsement to the policy.
- 4.4. Each such policy of General Liability Insurance and Automotive/Vehicle Liability Insurance shall contain endorsements providing the following:
- a. The District, their board members, officers, agents, employees, consultants, and engineers, are hereby declared to be additional insureds under the terms of this policy, but only with respect to the operations of the Developer at or upon any of the premises of the District in connection with the Agreement with the District, or acts or omissions of the additional insureds in connection with, but limited to its general supervision or inspection of said operations and save for any claims arising from the sole negligence or sole willful misconduct the District.
- b. No policy shall be canceled, limited, materially altered, or non-renewed by the insurer until thirty (30) days after receipt by the District of a written notice of such cancellation or reduction in coverage.
- c. This insurance policy is primary insurance and no insurance held or owned by the designated additional insureds shall be called upon to cover a loss under this policy.

#### 5. BONDING REQUIREMENTS

- 5.1. Developer shall provide a Contractor's proposal based on the District approved water system plans. The Developer will provide a Contractor's proposal and will be submitted to the District for review and approval at a later date (Exhibit "C"), and shall be used as the basis for bonding requirements for the water system described in the plans provided to the District by the Developer and approved for construction by the District.
- 5.2. Performance Bond: The Contractor's proposal from the Developer for WATER IMPROVEMENT PLANS FOR TRACT 20364, is TBD -DEVELOPER WILL PROVIDE BOND AMOUNT AT A LATER DATE DOLLARS and 00/100 (\$0.00). Developer shall and by this Agreement does guarantee the Developer's faithful performance of this Agreement and all of its terms and conditions. The Developer shall provide the District with a performance bond from a surety institution licensed by the State of California and authorized to do and doing business in said State, valid and renewable until such improvements are accepted by the District. The performance bond shall be in the amount of DEVELOPER WILL PROVIDE BOND AMOUNT AT A LATER DATE TBD DOLLARS and 00/100 (\$0.00) equal to 100 percent of the approved Developer's estimate.
- 5.3. Warranty Bond: The Developer's pre-approved contractor shall furnish a two-year warranty bond for all work completed in accordance with the approved plans. The approved plans will be provided at a later date (Exhibit "B"). Before District's acceptance of the completed water facilities and appurtenances, such facilities and appurtenances shall be free from any and all liens and encumbrances and free from any and all defects in the materials or construction thereof. The two-year warranty shall be a warranty bond beginning on the date of acceptance of the water facilities by the District.

#### 6. MATERIALS

6.1. The water system facilities to be installed pursuant to this Agreement shall become an extension of the distribution system of the District. All materials used must conform to District specifications for such materials pursuant to all applicable Legal Requirements.

#### 7. NOTICES

- 7.1. All notices herein required shall be in writing, and delivered in person or sent by registered mail, postage prepaid.
  - 7.2. Notices required shall be given to the **District** addressed as follows:

WEST VALLEY WATER DISTRICT

Attn: General Manager Post Office Box 920 Rialto, CA 92377

RE: WATER IMPROVEMENT PLANS FOR TRACT 20364

7.3. Notices required shall be given to **Developer** addressed as follows:

LENNAR HOMES OF CALIFORNIA, INC ATTENTION: Geoffrey L. Smith, Vice President 980 MONTECITO, SUITE 302 CORONA, CA

RE: WATER IMPROVEMENT PLANS FOR TRACT 20364

7.4. Notices required shall be given to Surety addressed as follows:

**SURETY NAME:** 

**ADDRESS** 

RE: WATER IMPROVEMENT PLANS FOR TRACT 20364

- 7.5. Provided that any party or Surety may change such address by notice in writing to the other party, and thereafter, notices shall be addressed and transmitted to the new address.
- 7.6. The Developer or its contractor shall provide the District forty-eight (48) hours advance notice of request for inspection or testing.
  - 7.7. The District is closed on the holidays listed in Exhibit "D".

### 8. NOTICE TO PROCEED TO CONSTRUCT WATER SYSTEM FACILITIES

8.1. Upon acceptance of the insurance and aforementioned bonds in the amounts provided herein and approval by the District and upon payment of all applicable charges, the Agreement shall be signed by Developer and the District. The District shall return an original copy of the signed Agreement with a letter to Developer giving notice to proceed to construct the water system facilities.

#### 9. INSPECTION

- 9.1. It is understood that the sole purpose and intent of the District's inspection and testing is to validate that the materials, workmanship, and construction of the water facilities are in compliance with the District-approved final plans, the District's Rules and Regulations, the Standards for Domestic Water Facilities, the Standard Drawings, and all other applicable District requirements. Developer acknowledges and represents that it assumes full and sole responsibility for the safety and management of the project.
- 9.2. Developer shall at all times maintain proper facilities and provide safe access for inspection by the District to all parts of the work and to the shops wherein the work is in preparation. Additionally, in connection with the performance of this Agreement, the District shall have the authority to enter the work site at any time for the purpose of identifying the existence of conditions, either actual or threatened, that may present a danger of hazard to any and all employees. Developer agrees that the District, in its sole authority and discretion, may order the immediate abatement of any and all conditions that may present an actual or threatened danger or hazard to any and all employees at the work site. Furthermore, Developer acknowledges the provisions of California Labor Code Section 6400 et seq., which requires that employers shall

furnish employment and a place of employment that is safe and healthful for all employees working therein. In the event the District identifies the existence of any condition that presents an actual or threatened danger or hazard to any or all employees at the work site, the District is hereby authorized to order an immediate abatement of that condition.

- 9.3. All work and materials shall be subject to inspection, testing, and acceptance by the District at Developer's expense. In the event Developer arranges to have materials fabricated for the project, Developer may be required to arrange for the District to inspect that material during fabrication at Developer's expense.
- 9.4. All material fabrications shall be preapproved by the District and must conform to District standards and specifications.
- 9.5. The District's inspectors shall have full, unlimited access to perform continuous inspection and have the authority to stop work at any time, by written notice, without any liability whatsoever to the District, if, in the inspectors' judgment, the work called for by this Agreement, or the District approved plans, or the specifications is not being installed or performed in a satisfactory and workmanlike manner according to District's standards and specifications and/or in the event the materials do not comply with the District's standards and specifications.
- 9.6. Final acceptance of all material to be purchased or fabricated by Developer under this Agreement shall be made only with the prior approval of the District. Approval by the District, however, shall not operate to relieve the material supplier or Developer of any guarantees, warranties, or the duty of compliance with any of the requirements of the approved plans and specifications or of this Agreement. All construction pursuant to this Agreement shall be inspected pursuant for conformity with District requirements. Developer shall pay actual costs for inspections.

#### 10. TESTING AND DISINFECTION

10.1. All water system facilities and components constructed pursuant to this Agreement shall adhere to all requirements for testing, disinfection, and flushing pursuant to District standards and Legal Requirements.

### 11. RELOCATIONS, RECONSTRUCTIONS, AND DAMAGES

11.1. Developer accepts the responsibility for and the costs occasioned by any reconstruction, relocation, damages to, or changes of water services or facilities caused or contributed to directly or indirectly by any subsequent changes in the location of any of said facilities or water meters or water services.

#### 12. AS-CONSTRUCTED DOCUMENTATION

12.1. In order for the District to accept the facilities, Developer shall provide all required documentation as specified in the Standards for Domestic Water Facilities, including As-Built drawings.

#### 13. INDEMNIFICATION

- 13.1. Developer hereby agrees to and shall protect, defend, indemnify and hold the District and its board members, officers, agents, employees, and engineers free and harmless from any and all liability losses, damages, claims, liens, demands and cause of action of every kind and character including, but not limited to, the amounts of judgments, penalties, interests, court costs, attorney's/legal fees, and all other expenses incurred by the District arising in favor of any party, including claims, liens, debts, demands for lost wages or compensation, personal injuries, including employees or the District, death or damages to property (including property of the District) and without limitation by enumeration, all other claims or demands of every character occurring or in any way incident to, in connection with or arising directly or indirectly out of the obligations herein undertaken or out of the operations conducted by Developer save and except claims or litigation arising through the sole negligence or sole willful misconduct of the District or the District's agents and employees. Developer shall investigate, handle, respond to, provide defense for and defend any such claims, demand, or suit at the sole expense of Developer even if the claim or claims alleged are groundless, false or fraudulent. Developer agrees to, and shall defend the District and its members, directors, officers, agents, employees, and engineers from any suits or actions at law or in equity for damages caused, or alleged to have been caused, by reason of any of the aforesaid operations, provided as follows:
- a. That the District does not and shall not waive any rights against Developer which it may have by reason of the aforesaid hold harmless agreement, because of the acceptance by the District, or the deposit with District by Developer, or any of the insurance policies described in this Agreement.
- b. That the aforesaid hold harmless agreement by Developer shall apply to all damages and claims for damages of every kind suffered, or alleged to have been suffered, by reason of any or the aforesaid operations referred to in this subsection, regardless of whether or not District has prepared, supplied water system installation, or regardless of whether or not such insurance policies shall have been determined to be applicable to any such damages or claims for damages.

This provision is not intended to create any cause of action in favor of any third party against Developer or the District or to enlarge in any way Developer's liability but is intended solely to provide for indemnification of the District from liability for damage or injuries to third persons or property arising from Developer's performance hereunder.

13.2. Neither Developer nor any of Developer's agents, contractors or subcontractors are, or shall be, considered to be agents of the District in connection with the performance of Developer's obligations under this Agreement.

#### 14. REPAIR OR RECONSTRUCTION OF DEFECTIVE WORK

14.1. If, within a period of two years after final acceptance of the work performed under this Agreement, any structure or part of any structure furnished and/or installed or constructed, or caused to be installed or constructed by Developer, or any of the work done under this Agreement, fails to fulfill any of the requirement of this Agreement or the specifications referred to herein, Developer shall, without delay and without any cost to District, repair or replace or reconstruct

any defective or otherwise unsatisfactory part or parts of the work structure. Should Developer fail to act promptly or in accordance with this requirement, or should the exigencies of the situation as determined by the District in the exercise of its sole discretion require repair, replacement or reconstruction before Developer can be notified, District may, at its option, make the necessary repairs or replacements or perform the necessary work, and Developer shall pay to the District the actual cost of such repairs.

#### 15. COSTS AND FEES

- 15.1. Developer shall be responsible for all fees and deposits as required by the District. All fees and deposits, shall be paid in full prior to the execution of this Agreement and before construction can take place.
- 15.2. Any additional costs and fees shall be paid in full prior to conveyance and acceptance of the water system.

#### 16. CONVEYANCE AND ACCEPTANCE OF WATER SYSTEM

- 16.1. Upon completion of the water system in accordance with the approved water plans and submission of the required documentation, the Developer shall convey the water system to the District.
- 16.2. The Developer shall be responsible for insuring the pre-approved contractor furnish an irrevocable letter of credit to the District or a warranty bond (One Hundred (100%) of Developer's estimate) for a period of two years as stated in Sections 5.3 of this Agreement, asbuilt drawings with contractor redlines and AutoCAD files, materials list with quantities, labor, equipment, and materials, water system cost breakouts, compaction test report signed and sealed by a California Registered Engineer, notice of completion filed with San Bernardino County Recorder, fire flow tests of all hydrants, all required easements for water facilities and unconditional financial release from subcontractors and material providers, Upon compliance with all the terms and conditions of this Agreement, the District shall prepare the conveyance agreement accepting the water facilities and forward same to the address provided herein. Title to the ownership of said facilities and appurtenances shall thereby be conveyed to the District. The District shall thereafter operate and maintain said facilities so as to furnish water service to the development (Exhibit "A") in accordance with the District's ordinances, policies and Rules and Regulations.

#### 17. PERMANENT WATER SERVICE

17.1. In no event shall permanent water services be provided to Developer's installed system until all applicable charges and fees have been paid by Developer and all facilities have been conveyed, free of all encumbrances, to the District, including any easements which may be required. Such conveyance shall occur in a timely manner in accordance with the terms of this Agreement.

#### 18. BREACH OR DEFAULT OF AGREEMENT

- 18.1. If Developer refuses or fails to obtain prosecution of the work, or any severable part thereof, with such diligence as will insure its completion within the time specified, or any extension thereof, or fails to obtain completion of said work within such time, or if Developer should be adjudged as bankrupt, or Developer should make a general assignment for the benefit of Developer's creditors, or if a receiver should be appointed in the event of Developer's insolvency, or if Developer, or any of Developer's contractors, subcontractors, agents or employees, should violate any of the provisions of this Agreement, the District's General Manager or the General Manager's designee may serve written notice upon Developer and Developer's surety of breach of this Agreement, or of any portion therefore, and default of Developer.
- 18.2. In the event of any such notice, Developer's surety shall have the duty to take over and complete the work and the improvement herein specified; provided, however, that if the surety, within five (5) days after the serving upon of such notice of breach, does not give the District written notice of its intention to take over the performance of the contract, and does not commence performance thereof within five (5) days after notice to the District of such election, District may take over the work and prosecute the same to completion, by contract or by any other method District may deem advisable, for the account and at the expense of Developer, and Developer's surety shall be liable to the District for any excess cost or damages occasioned District thereby; and, in such event, District, without liability for so doing, may take possession of, and utilize in completing the work, such materials, appliances, plant and other property belonging to Developer as may be on the site of the work and necessary therefore.

#### 19. SUCCESSORS BOUND

19.1. This Agreement shall be binding upon and inure to the benefit of each of the parties and their respective legal representatives, successors, heirs, and assigns.

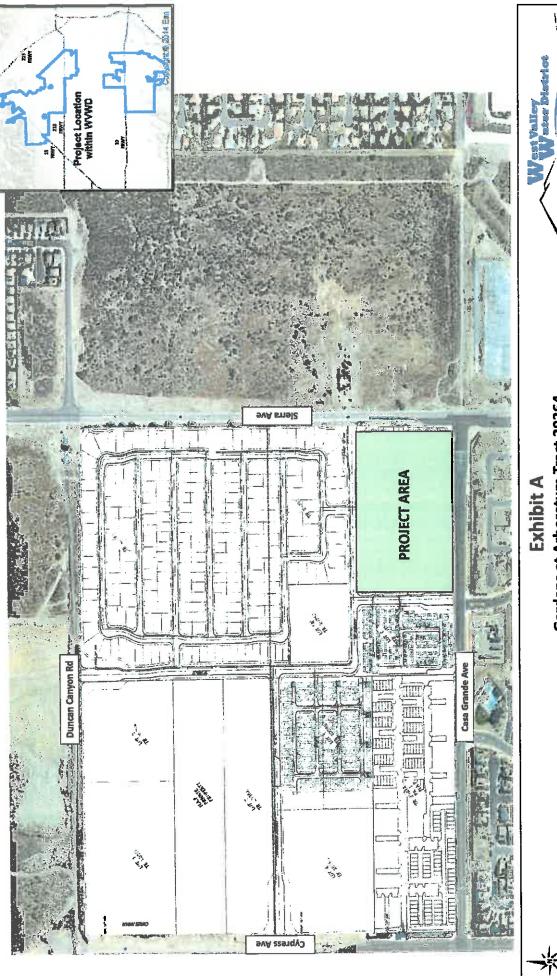
#### 20. ENFORCEMENT OF PROVISIONS

20.1. The District's failure to enforce any provisions of this Agreement or the waiver thereof in any instance shall not be construed as a general waiver or relinquishment on its part of any such provision, but the same shall nevertheless be and remain in full force and effect.

[SIGNATURES ON NEXT PAGE]

| IN WIT | NESS WHEREOF, the parties hereto execute this Agree | ment. |
|--------|---|-------|
| WEST   | VALLEY WATER DISTRICT                               |       |
| Ву:    | Shamindra Manbahal, General Manager                 | Date: |
| Lennar | LOPER:  Homes of California, Incornia Corporation   |       |
| Ву:    | Geoffrey L. Smith, Vice President                   | Date: |
|        | Gooding L. Billiui, Vice I resident                 |       |

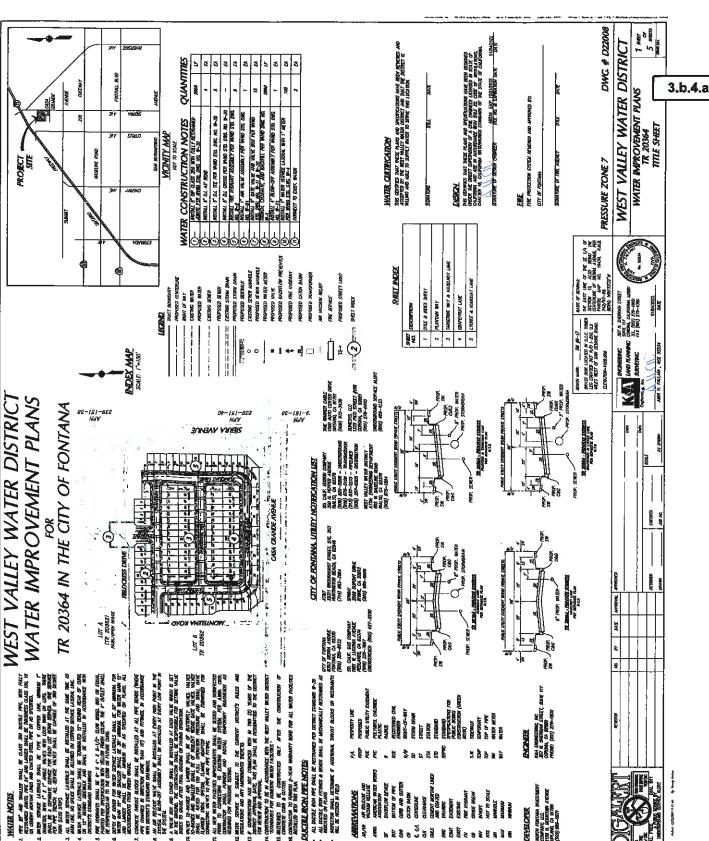
### Exhibit A



Gardens at Arboretum Tract 20364 **Exhibit A** 

米

## Exhibit B



COMPACTION TESTS SAUL BE REQUIRED FOR ALL TRENCH BACKTLL PER HET WILLEY PHILD RESTRICT TRUNKINGS AND OSESSYCTATION AND/OR PROPERTION.

THE CONTRACTOR SHILL DISPOSE OF ALL SUMPLUS EXCHANGING OUTSIDE OF THE PROJECT AREA.

ANY CONTRACTOR PERFORMENT WINDS ON THES PREJECT SAND.
TAKE JUNES HEACH, WITH THE SITE AND SAND. IS SOLD, MESTONESSI
TO ANY DAWLAGE TO DISTURBE RESULTING MEETING OF PROPERTY OF
RECORDER, THAN IS DESIGNED.
WE SHOWN ON THESE FAVOR.

PHE DELINDED TO THE SITE SHALL BE PROTECTED BY THE CONTRACTOR WASHING TO ONES CONTRACTOR WITH DELINE WITH DELINE WITH DELINE WITH DESIRET STANDARDS TO THE SHIENDER WITH DESIRET STANDARDS TO THE SHIENDER'S REPECTOR.

THE CONTRACTOR, AT THE END OF EACH BAYS WORK, SHALL ENSINE THAT ALL CHESINGS WID THE PHEBLIK ME SECUMELY PLUCKED AND STOPPED SO THAT NO AMBAL, FUN, OR RODENT CAN ENTER THE PUTELAR.

ALL WAY GAIL ME RECORDS ON THE WEST MALLE NEST STORES.

WITH THE VALUE OF THE WAY AND THE PREVIOUS PHILE WAS THE PREVIOUS PHILE WAS THE WAY OF THE WAY WEST PHILE WAY.

WE SEEN ASSECTION AND ANALYSIS WHICH SHALL WAY.

WE SEEN ASSECTION AND ANALYSIS WHICH SHALL WAY.

WE SEEN ASSECTION AND ANALYSIS WAS THE WAY.

WHICH WAS CHARGED TO WANT, WAS THE WAY.

WHICH WAS CHARGED TO WANT, LAND THE WAY.

WHO THAN WAS THE WAS THE WAY.

THE COMTRACTOR SHALL GAFE AT LENST 2 WORROWG DAYS NOTICE WES PREPETATIONS OF EMPRESENCE CHORMENTS BECKNE RECESSARY AS SET PREPETATIONS OF EMPLOYMENTS SHOWN

MINATE BIGNERS NOTICE TO CONTRACTOR

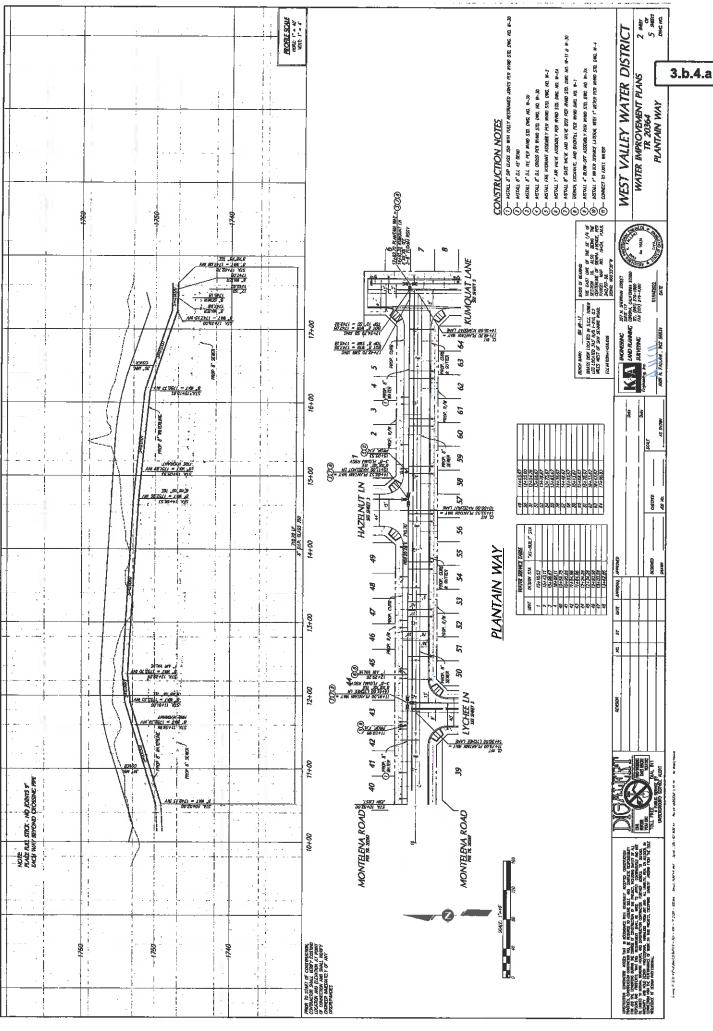
CONTRIBUTION OF STREET TO ALL THE STREET SHOW THE STREET S

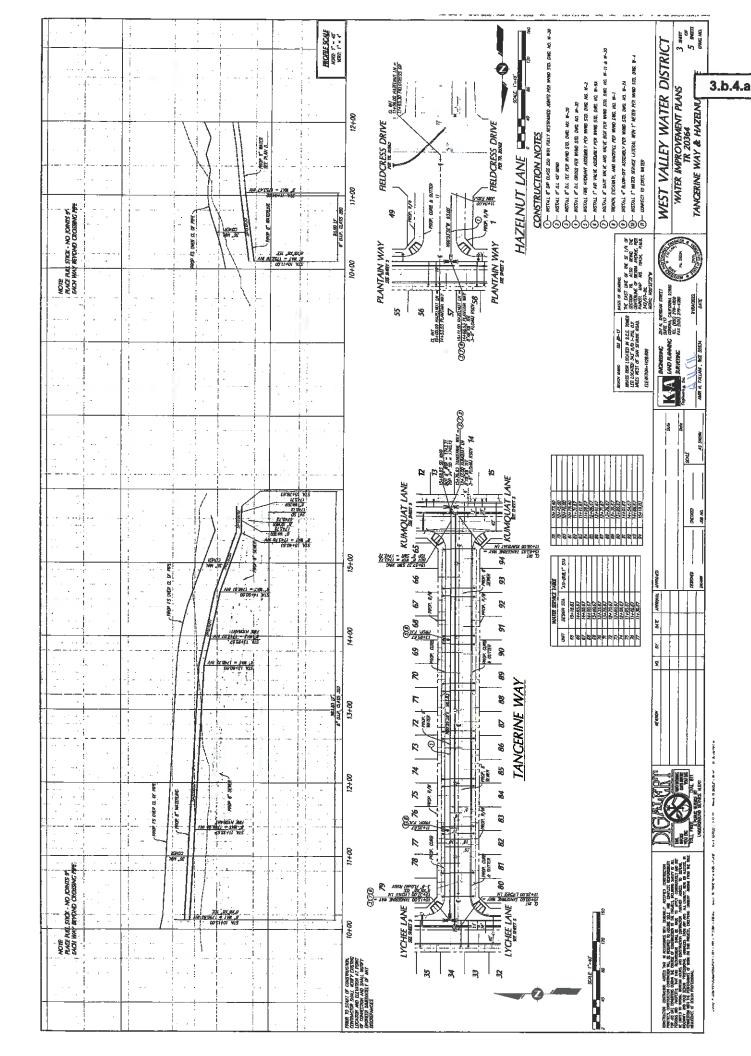
ALL WORK SALL RE PENDAND IN ACCORDANC WIN HIST WILLS' WILLS' WITH BAST BISBELTS STANDARDS FOR DURESTIC WHEN FACILIES AS OF THE DATE OF PLAN APPRILAY.

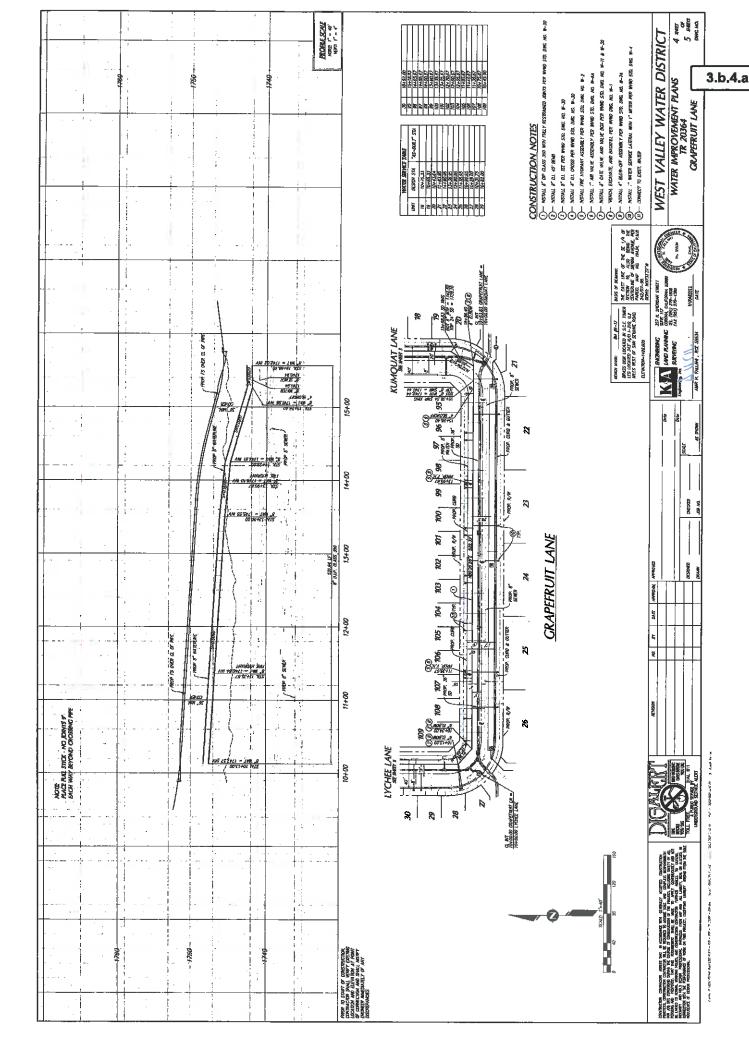
CENERAL CONSTRUCTION NOTES

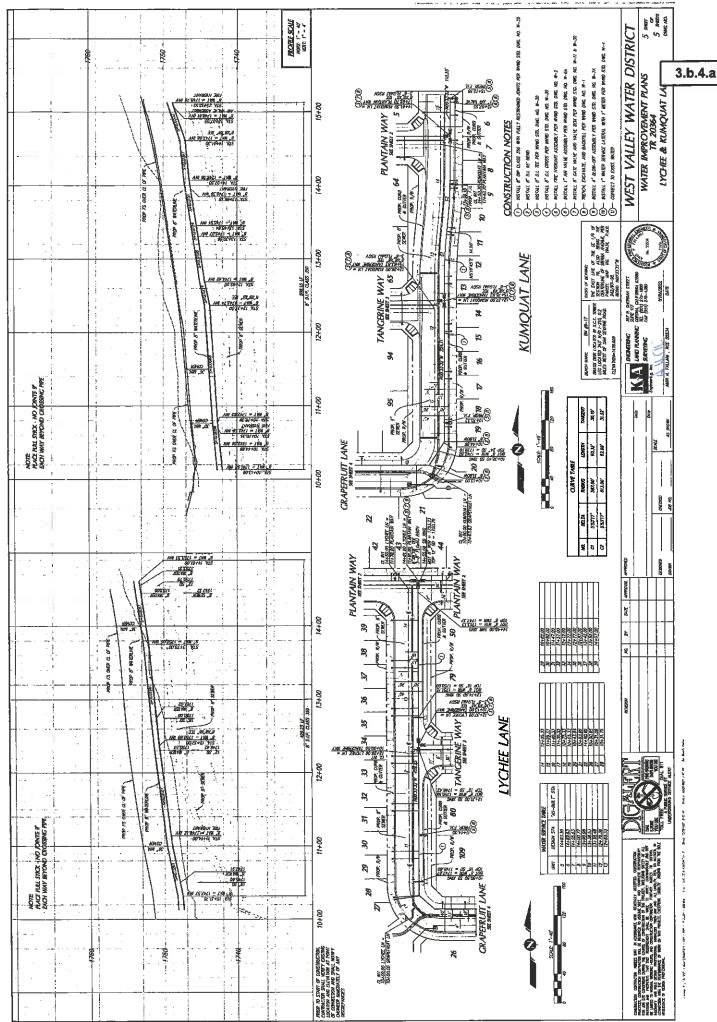
THE DIGHERY PREDAMN THESE PLAIS WELL NOT BE RESPONSED FOR ON LIABLE FISE LAWAYINGES OF CHANGS TO BE USES OF THESE PLAIS, ALL CAMAGES TO THE PLAIS MAD THE APPROVED BY THE PREDAMES TO THE PARTY. THE PREDAMES TO THE PARTY. THE PARTY.

UNIUTHORIZED CHANCES AND USES









### Exhibit C

(to be provided at later date)

# Exhibit D



# CALENDAR YEAR 2022 HOLIDAY SCHEDULE

HOLIDAY DAY OBSERVED

New Year's Day Friday, December 31, 2021

Martin Luther King Jr. Day Monday, January 17, 2022

Presidents Day Monday, February 21, 2022

Memorial Day Monday, May 30, 2022

Independence Day Monday, July 4, 2022

Labor Day Monday, September 5, 2022

Veterans Day Friday, November 11, 2022

Thanksgiving Day Thursday, November 24, 2022

Day after Thanksgiving Friday, November 25, 2022

Day before Christmas Friday, December 23, 2022

Christmas Day Monday, December 26, 2022

New Year's Eve Friday, December 30, 2022



#### BOARD OF DIRECTORS ENGINEERING, OPERATIONS AND PLANNING COMMITTEE STAFF REPORT

DATE:

February 9, 2022

TO:

Engineering, Operations and Planning Committee

FROM:

Shamindra Manbahal, General Manager

SUBJECT:

CONSIDER A WATER SYSTEM INFRASTRUCTURE INSTALLATION AND CONVEYANCE AGREEMENT WITH LENNAR HOMES OF

CALIFORNIA, INC (TRACT 20362 GARDENS AT THE ARBORETUM

**COLLECTOR STREETS)** 

#### **BACKGROUND:**

Lennar Homes of California, Inc. ("Developer") is the owner of land located north of Casa Grande Avenue, east of Sierra Avenue, west of Cypress Avenue, and south of Duncan Canyon Road, in the City of Fontana, known as the Gardens at the Arboretum. The Developer has subdivided the land into multiple tracts and lots to be developed into single family residential homes within the Gardens at the Arboretum. Tract 20362 Collector Streets, ("Development"), is part of this master planned community, and is the backbone which interconnects the proposed water facilities through each tract to the arterial streets which surround the development. In developing this land, the Developer is required to construct new water mains and related facilities within the Development and off-site to allow for new domestic water connections to be established for this project.

#### **DISCUSSION:**

West Valley Water District ("District") and the Developer wish to enter into a Developer-Installed Water System Infrastructure Installation and Conveyance Agreement ("Agreement") to construct the water facilities needed to supply water to the Development. This Agreement outlines the responsibilities of the Developer in constructing facilities, including insurance, indemnification and bonding requirements as well as conveyance and acceptance of the water system by the District. Attached as Exhibit A is a copy of the Water System Infrastructure Installation and Conveyance Agreement for this development which also includes the location of the Development.

#### **FISCAL IMPACT:**

No fiscal impact to the District.

#### **STAFF RECOMMENDATION:**

Staff recommends that this item be submitted for consideration, and that the Board of Directors approve this item and authorize the General Manager to execute the necessary documents.

Respectfully Submitted,

#### Shamindra Manbahal

Shamindra Manbahal, General Manager

DG:ls

#### ATTACHMENT(S):

1. Exhibit A - Water System Infrastructure Installation Agreement

### **EXHIBIT A**

#### WATER SYSTEM INFRASTRUCTURE INSTALLATION AND CONVEYANCE AGREEMENT

This water system infrastructure installation and conveyance agreement ("Agreement") is entered into and effective as of <u>February 17, 2022</u>, by and between <u>LENNAR HOMES OF CALIFORNIA</u>, INC ("Developer"), and <u>WEST VALLEY WATER DISTRICT</u> ("District") who agree as follows:

The Developer is the owner of certain land described as TRACT 20362 LOT 6, and as more fully (or further) shown on Exhibit "A". In developing this land, the Developer is desirous of obtaining a public water supply adequate for domestic uses and public fire protection purposes and is desirous of integrating that water system into the District's public water system.

In order to provide facilities for a water supply to said land, it is the intention of the parties to this Agreement that the Developer shall furnish and install those water mains, fire hydrants, service laterals, water meters and valves, valve boxes, and all other appurtenant fittings and facilities required for a complete water system to serve the land shown on Exhibit "A".

In order to implement the foregoing and in consideration of the terms and conditions herein contained, the parties further agree as follows:

#### 1. DESIGN

- 1.1. Developer shall design and construct, at the Developer's own expense, the water facilities and appurtenances required to serve the development in accordance with final District-approved plans known as WATER IMPROVEMENT PLANS FOR TRACT 20362 LOT 6, as approved and provided at a later date attached herein as Exhibit "B" and in accordance with District-approved design standards and specifications, and the terms and conditions of this Agreement.
- 1.2. The water system design shall be by a Professional Engineer registered in the State of California, and in accordance with the District's most recent Rules and Regulations (the "Rules and Regulations"), the District's Standards for Domestic Water Facilities and Standard Drawings herein included by reference, all applicable District ordinances and policies and all City, County of San Bernardino, State of California, and Federal laws, ordinances, rules, regulations, codes and other legal requirements of all government bodies having jurisdiction over said construction and property (all of the foregoing requirements in this paragraph being collectively referred to herein at times as "Legal Requirements").
- 1.3. The District, at Developer's expense, shall review Developer's plans for the purpose of ensuring the adequacy of the design and conformance with the District's standards and specifications. The District reserves the right to add, delete, modify, change or amend any or all the plans and specifications.
- 1.4. In the event that the property to be developed includes multiple residential, condominiums, commercial or industrial uses, all site plans, grading plans, and any available plumbing plot plans shall be furnished to the District by Developer.

1.5. The District makes no warranties as to the correctness, accuracy or completeness of the plans and specifications. The accuracy, adequacy, suitability, and correctness of the water system design shall be the sole responsibility of the Developer.

#### 2. CONSTRUCTION

- 2.1. Developer shall perform, or caused to be performed, all construction of the water system infrastructure installation pursuant to the approved water system plans, and all Legal Requirements.
- 2.2 The performance of this Agreement shall commence within ninety (90) calendar days from the date of this Agreement and shall be completed within one (1) year from the estimated construction start date.
- 2.3. Time is of the essence in this Agreement; provided that, in the event good cause is shown therefore, the general manager of the District ("General Manager") may extend the time for completion of the water system installation. Any such extension may be granted without the notice to Developer's surety, and extensions so granted shall not relieve the surety's liability on the bond to secure faithful performance of this Agreement. The General Manager shall be the sole and final judge as to whether or not good cause has been shown to entitle Developer to an extension.
- 2.4. The Developer and its contractor and subcontractors shall attend a preconstruction meeting with the District at the District's headquarters no less than five (5) working days prior to commencement of construction.
- 2.5. No work on water facilities shall commence prior to the completion of all required curbs and gutters.

#### 3. LICENSES AND PERMITS

- 3.1. Developer, and all of Developer's contractors and subcontractors warrants it possesses, or shall obtain, and maintain during the term of this Agreement any and all licenses, permits, qualifications, insurance and approval of whatever nature that are legally required of Developer, its contractors, and all subcontractors to practice its profession, skill or business.
- 3.2. The work to be performed under this Agreement, except meter installations, shall be performed by Developer, or a contractor or subcontractor who is pre-approved by the District and is licensed under the laws of the State of California in the specialty Class of "C-34" Pipeline or Class "A" General Engineering. A copy of the contract between Developer and the selected pre-approved contractor and all subcontractors shall be submitted to the District for review and approval.
- 3.3. Excavation/resurfacing permits shall be secured by Developer at Developer's expense. Permits/easements to install, maintain and operate water system facilities in private property shall be secured by Developer at Developer's own expense prior to construction.

3.4. Developer shall, at Developer's own expense, be responsible for obtaining and adhering to a National Pollution Discharge Elimination System (NPDES) permit from the Regional Water Quality Board as required for construction or pipeline flushing and disinfection.

#### 4. INSURANCE REQUIREMENTS

- 4.1. The following insurance requirements have been adopted by the District and shall be applicable to this Agreement. These requirements supersede the insurance requirements set forth in any other reference of the District, and to the extent of any conflict, the specified requirements herein shall prevail.
- 4.2. Developer shall ensure that Developer's contractors conform to the following insurance requirements and that all required documents are submitted to the District at the time of Agreement submittal: Developer shall ensure that its contractors and all subcontractors shall purchase and maintain insurance in amounts equal to the requirements set forth in (a) through (d) below, and shall not commence work under this Agreement until all insurance required under this heading is obtained in a form acceptable to the District, nor shall Developer allow any contractor or subcontractor to commence construction pursuant to a contract or subcontract until all insurance required of the contractor and any subcontractors has been obtained.
- a. General Liability: Developer shall ensure that its contractor and all subcontractors shall maintain during the life of this Agreement, a standard form of either Comprehensive General Liability insurance or Commercial General Liability insurance ("General Liability Insurance") providing the following minimum limits of liability: Combined single limit of \$1.0 million per occurrence for bodily injury, including death, personal injury, and property damage with \$2.0 million minimum aggregate, separate for this project as evidenced by endorsement. The insurance shall include coverage for each of the following hazards: Premises-Operations; Owners and Contractors Protective; Broad Form Property Damage contractual for Specific Contract; Severability of Interest or Cross-Liability; XCU Hazards; and Personal Injury With the "Employee" Exclusive Deleted.
- b. <u>Automotive/Vehicle Liability Insurance</u>: Developer shall ensure that its contractor and all subcontractors shall maintain a policy of automotive/vehicle liability insurance on a commercial auto liability form covering owned, non-owned and hired automobiles providing the following minimum limits of liability: Combined single limit of liability of \$1.0 million per accident for Bodily Injury, Death and Property Damage ("Automotive/Vehicle Liability Insurance").
- c. <u>Workers' Compensation Insurance</u>: Developer shall ensure that its contractor and all subcontractors shall provide such workers' compensation insurance with statutory minimum amounts of coverage, as required by the California *Labor Code* and other applicable law, and including employer's liability insurance with a minimum limit of \$1,000,000.00 ("Workers' Compensation Insurance"). Such Workers' Compensation Insurance shall be endorsed to provide for a waiver of subrogation against the District.
- d. Excess Liability: Developer shall ensure that its contractor and all subcontractors shall provide a policy providing excess coverage in a face amount necessary when

combined with the primary insurance, to equal the minimum requirements for General Liability Insurance and Automotive/Vehicle Liability Insurance.

- 4.3. The insurances provided for in Section 4.2 and its subsections above are subject to all of the following conditions:
- a. The insurance shall be issued and underwritten by insurance companies acceptable to the District, and shall be licensed by the State of California to do business on the lines of insurance specified. The insurers must also have an "A-" Policyholder's rating" and a "financial rating" of at least Class VII in accordance with the most current A.M. Best's Rating Guide.
- b. Developer's contractor and subcontractors may satisfy the limit requirements in a single policy or multiple policies. Any such additional policies written as excess insurance shall not provide any less coverage than that provided by the first or primary policy.
- c. Any costs associated with a self-insured program, deductibles, or premium rating programs that determine premium based on loss experience shall be for the account of Developer, Developer's contractor and subcontractors, and the District shall not be required to participate in any such loss. If any such programs exist, Developer, Developer's contractor and subcontractors, agree to protect and defend the District in the same manner as if such cost provisions were not applicable.
- d. Developer shall ensure that its contractor and all subcontractors shall have presented at the time of execution of the Agreement, the original policies of insurance and a certificate of insurance naming the District as the certificate holder and that such coverage is in force and complies with the terms and conditions outlined herein.
- e. If an insurance policy contains a general policy aggregate of less than the minimum limits specified, then the policy coverage shall be written with limits applicable solely to this Agreement, as specified, and shall not be reduced by or impaired by any other claims arising against Developer. These policy limits shall be set forth by separate endorsement to the policy.
- 4.4. Each such policy of General Liability Insurance and Automotive/Vehicle Liability Insurance shall contain endorsements providing the following:
- a. The District, their board members, officers, agents, employees, consultants, and engineers, are hereby declared to be additional insureds under the terms of this policy, but only with respect to the operations of the Developer at or upon any of the premises of the District in connection with the Agreement with the District, or acts or omissions of the additional insureds in connection with, but limited to its general supervision or inspection of said operations and save for any claims arising from the sole negligence or sole willful misconduct the District.
- b. No policy shall be canceled, limited, materially altered, or non-renewed by the insurer until thirty (30) days after receipt by the District of a written notice of such cancellation or reduction in coverage.
- c. This insurance policy is primary insurance and no insurance held or owned by the designated additional insureds shall be called upon to cover a loss under this policy.

#### 5. BONDING REQUIREMENTS

- 5.1. Developer shall provide a Contractor's proposal based on the District approved water system plans. The Developer will provide a Contractor's proposal and will be submitted to the District for review and approval at a later date (Exhibit "C"), and shall be used as the basis for bonding requirements for the water system described in the plans provided to the District by the Developer and approved for construction by the District.
- 5.2. Performance Bond: The Contractor's proposal from the Developer for WATER IMPROVEMENT PLANS FOR TRACT 20362 LOT 6, is TBD -DEVELOPER WILL PROVIDE BOND AMOUNT AT A LATER DATE DOLLARS and 00/100 (\$0.00). Developer shall and by this Agreement does guarantee the Developer's faithful performance of this Agreement and all of its terms and conditions. The Developer shall provide the District with a performance bond from a surety institution licensed by the State of California and authorized to do and doing business in said State, valid and renewable until such improvements are accepted by the District. The performance bond shall be in the amount of DEVELOPER WILL PROVIDE BOND AMOUNT AT A LATER DATE TBD DOLLARS and 00/100 (\$0.00) equal to 100 percent of the approved Developer's estimate.
- 5.3. Warranty Bond: The Developer's pre-approved contractor shall furnish a two-year warranty bond for all work completed in accordance with the approved plans. The approved plans will be provided at a later date (Exhibit "B"). Before District's acceptance of the completed water facilities and appurtenances, such facilities and appurtenances shall be free from any and all liens and encumbrances and free from any and all defects in the materials or construction thereof. The two-year warranty shall be a warranty bond beginning on the date of acceptance of the water facilities by the District.

#### 6. MATERIALS

6.1. The water system facilities to be installed pursuant to this Agreement shall become an extension of the distribution system of the District. All materials used must conform to District specifications for such materials pursuant to all applicable Legal Requirements.

#### 7. NOTICES

- 7.1. All notices herein required shall be in writing, and delivered in person or sent by registered mail, postage prepaid.
  - 7.2. Notices required shall be given to the **District** addressed as follows:

WEST VALLEY WATER DISTRICT Attn: General Manager Post Office Box 920 Rialto, CA 92377

RE: WATER IMPROVEMENT PLANS FOR TRACT 20362 LOT 6

7.3. Notices required shall be given to **Developer** addressed as follows:

LENNAR HOMES OF CALIFORNIA, INC ATTENTION: Geoffrey L. Smith, Vice President 980 MONTECITO, SUITE 302 CORONA, CA

RE: WATER IMPROVEMENT PLANS FOR TRACT 20362 LOT 6

7.4. Notices required shall be given to Surety addressed as follows:

**SURETY NAME:** 

**ADDRESS** 

RE: WATER IMPROVEMENT PLANS FOR TRACT 20362 LOT 6

- 7.5. Provided that any party or Surety may change such address by notice in writing to the other party, and thereafter, notices shall be addressed and transmitted to the new address.
- 7.6. The Developer or its contractor shall provide the District forty-eight (48) hours advance notice of request for inspection or testing.
  - 7.7. The District is closed on the holidays listed in Exhibit "D".

# 8. NOTICE TO PROCEED TO CONSTRUCT WATER SYSTEM FACILITIES

8.1. Upon acceptance of the insurance and aforementioned bonds in the amounts provided herein and approval by the District and upon payment of all applicable charges, the Agreement shall be signed by Developer and the District. The District shall return an original copy of the signed Agreement with a letter to Developer giving notice to proceed to construct the water system facilities.

## 9. INSPECTION

- 9.1. It is understood that the sole purpose and intent of the District's inspection and testing is to validate that the materials, workmanship, and construction of the water facilities are in compliance with the District-approved final plans, the District's Rules and Regulations, the Standards for Domestic Water Facilities, the Standard Drawings, and all other applicable District requirements. Developer acknowledges and represents that it assumes full and sole responsibility for the safety and management of the project.
- 9.2. Developer shall at all times maintain proper facilities and provide safe access for inspection by the District to all parts of the work and to the shops wherein the work is in preparation. Additionally, in connection with the performance of this Agreement, the District shall have the authority to enter the work site at any time for the purpose of identifying the existence of conditions, either actual or threatened, that may present a danger of hazard to any and all employees. Developer agrees that the District, in its sole authority and discretion, may order the immediate abatement of any and all conditions that may present an actual or threatened danger or hazard to any and all employees at the work site. Furthermore, Developer acknowledges the provisions of California Labor Code Section 6400 et seq., which requires that employers shall

furnish employment and a place of employment that is safe and healthful for all employees working therein. In the event the District identifies the existence of any condition that presents an actual or threatened danger or hazard to any or all employees at the work site, the District is hereby authorized to order an immediate abatement of that condition.

- 9.3. All work and materials shall be subject to inspection, testing, and acceptance by the District at Developer's expense. In the event Developer arranges to have materials fabricated for the project, Developer may be required to arrange for the District to inspect that material during fabrication at Developer's expense.
- 9.4. All material fabrications shall be preapproved by the District and must conform to District standards and specifications.
- 9.5. The District's inspectors shall have full, unlimited access to perform continuous inspection and have the authority to stop work at any time, by written notice, without any liability whatsoever to the District, if, in the inspectors' judgment, the work called for by this Agreement, or the District approved plans, or the specifications is not being installed or performed in a satisfactory and workmanlike manner according to District's standards and specifications and/or in the event the materials do not comply with the District's standards and specifications.
- 9.6. Final acceptance of all material to be purchased or fabricated by Developer under this Agreement shall be made only with the prior approval of the District. Approval by the District, however, shall not operate to relieve the material supplier or Developer of any guarantees, warranties, or the duty of compliance with any of the requirements of the approved plans and specifications or of this Agreement. All construction pursuant to this Agreement shall be inspected pursuant for conformity with District requirements. Developer shall pay actual costs for inspections.

# 10. TESTING AND DISINFECTION

10.1. All water system facilities and components constructed pursuant to this Agreement shall adhere to all requirements for testing, disinfection, and flushing pursuant to District standards and Legal Requirements.

# 11. RELOCATIONS, RECONSTRUCTIONS, AND DAMAGES

11.1. Developer accepts the responsibility for and the costs occasioned by any reconstruction, relocation, damages to, or changes of water services or facilities caused or contributed to directly or indirectly by any subsequent changes in the location of any of said facilities or water meters or water services.

# 12. AS-CONSTRUCTED DOCUMENTATION

12.1. In order for the District to accept the facilities, Developer shall provide all required documentation as specified in the Standards for Domestic Water Facilities, including As-Built drawings.

# 13. INDEMNIFICATION

- Developer hereby agrees to and shall protect, defend, indemnify and hold the District and its board members, officers, agents, employees, and engineers free and harmless from any and all liability losses, damages, claims, liens, demands and cause of action of every kind and character including, but not limited to, the amounts of judgments, penalties, interests, court costs, attorney's/legal fees, and all other expenses incurred by the District arising in favor of any party, including claims, liens, debts, demands for lost wages or compensation, personal injuries, including employees or the District, death or damages to property (including property of the District) and without limitation by enumeration, all other claims or demands of every character occurring or in any way incident to, in connection with or arising directly or indirectly out of the obligations herein undertaken or out of the operations conducted by Developer save and except claims or litigation arising through the sole negligence or sole willful misconduct of the District or the District's agents and employees. Developer shall investigate, handle, respond to, provide defense for and defend any such claims, demand, or suit at the sole expense of Developer even if the claim or claims alleged are groundless, false or fraudulent. Developer agrees to, and shall defend the District and its members, directors, officers, agents, employees, and engineers from any suits or actions at law or in equity for damages caused, or alleged to have been caused, by reason of any of the aforesaid operations, provided as follows:
- a. That the District does not and shall not waive any rights against Developer which it may have by reason of the aforesaid hold harmless agreement, because of the acceptance by the District, or the deposit with District by Developer, or any of the insurance policies described in this Agreement.
- b. That the aforesaid hold harmless agreement by Developer shall apply to all damages and claims for damages of every kind suffered, or alleged to have been suffered, by reason of any or the aforesaid operations referred to in this subsection, regardless of whether or not District has prepared, supplied water system installation, or regardless of whether or not such insurance policies shall have been determined to be applicable to any such damages or claims for damages.

This provision is not intended to create any cause of action in favor of any third party against Developer or the District or to enlarge in any way Developer's liability but is intended solely to provide for indemnification of the District from liability for damage or injuries to third persons or property arising from Developer's performance hereunder.

13.2. Neither Developer nor any of Developer's agents, contractors or subcontractors are, or shall be, considered to be agents of the District in connection with the performance of Developer's obligations under this Agreement.

#### 14. REPAIR OR RECONSTRUCTION OF DEFECTIVE WORK

14.1. If, within a period of two years after final acceptance of the work performed under this Agreement, any structure or part of any structure furnished and/or installed or constructed, or caused to be installed or constructed by Developer, or any of the work done under this Agreement, fails to fulfill any of the requirement of this Agreement or the specifications referred to herein, Developer shall, without delay and without any cost to District, repair or replace or reconstruct

any defective or otherwise unsatisfactory part or parts of the work structure. Should Developer fail to act promptly or in accordance with this requirement, or should the exigencies of the situation as determined by the District in the exercise of its sole discretion require repair, replacement or reconstruction before Developer can be notified, District may, at its option, make the necessary repairs or replacements or perform the necessary work, and Developer shall pay to the District the actual cost of such repairs.

# 15. COSTS AND FEES

- 15.1. Developer shall be responsible for all fees and deposits as required by the District. All fees and deposits, shall be paid in full prior to the execution of this Agreement and before construction can take place.
- 15.2. Any additional costs and fees shall be paid in full prior to conveyance and acceptance of the water system.

# 16. CONVEYANCE AND ACCEPTANCE OF WATER SYSTEM

- 16.1. Upon completion of the water system in accordance with the approved water plans and submission of the required documentation, the Developer shall convey the water system to the District.
- 16.2. The Developer shall be responsible for insuring the pre-approved contractor furnish an irrevocable letter of credit to the District or a warranty bond (One Hundred (100%) of Developer's estimate) for a period of two years as stated in Sections 5.3 of this Agreement, asbuilt drawings with contractor redlines and AutoCAD files, materials list with quantities, labor, equipment, and materials, water system cost breakouts, compaction test report signed and sealed by a California Registered Engineer, notice of completion filed with San Bernardino County Recorder, fire flow tests of all hydrants, all required easements for water facilities and unconditional financial release from subcontractors and material providers, Upon compliance with all the terms and conditions of this Agreement, the District shall prepare the conveyance agreement accepting the water facilities and forward same to the address provided herein. Title to the ownership of said facilities and appurtenances shall thereby be conveyed to the District. The District shall thereafter operate and maintain said facilities so as to furnish water service to the development (Exhibit "A") in accordance with the District's ordinances, policies and Rules and Regulations.

# 17. PERMANENT WATER SERVICE

17.1. In no event shall permanent water services be provided to Developer's installed system until all applicable charges and fees have been paid by Developer and all facilities have been conveyed, free of all encumbrances, to the District, including any easements which may be required. Such conveyance shall occur in a timely manner in accordance with the terms of this Agreement.

## 18. BREACH OR DEFAULT OF AGREEMENT

- 18.1. If Developer refuses or fails to obtain prosecution of the work, or any severable part thereof, with such diligence as will insure its completion within the time specified, or any extension thereof, or fails to obtain completion of said work within such time, or if Developer should be adjudged as bankrupt, or Developer should make a general assignment for the benefit of Developer's creditors, or if a receiver should be appointed in the event of Developer's insolvency, or if Developer, or any of Developer's contractors, subcontractors, agents or employees, should violate any of the provisions of this Agreement, the District's General Manager or the General Manager's designee may serve written notice upon Developer and Developer's surety of breach of this Agreement, or of any portion therefore, and default of Developer.
- 18.2. In the event of any such notice, Developer's surety shall have the duty to take over and complete the work and the improvement herein specified; provided, however, that if the surety, within five (5) days after the serving upon of such notice of breach, does not give the District written notice of its intention to take over the performance of the contract, and does not commence performance thereof within five (5) days after notice to the District of such election, District may take over the work and prosecute the same to completion, by contract or by any other method District may deem advisable, for the account and at the expense of Developer, and Developer's surety shall be liable to the District for any excess cost or damages occasioned District thereby; and, in such event, District, without liability for so doing, may take possession of, and utilize in completing the work, such materials, appliances, plant and other property belonging to Developer as may be on the site of the work and necessary therefore.

## 19. SUCCESSORS BOUND

19.1. This Agreement shall be binding upon and inure to the benefit of each of the parties and their respective legal representatives, successors, heirs, and assigns.

#### 20. ENFORCEMENT OF PROVISIONS

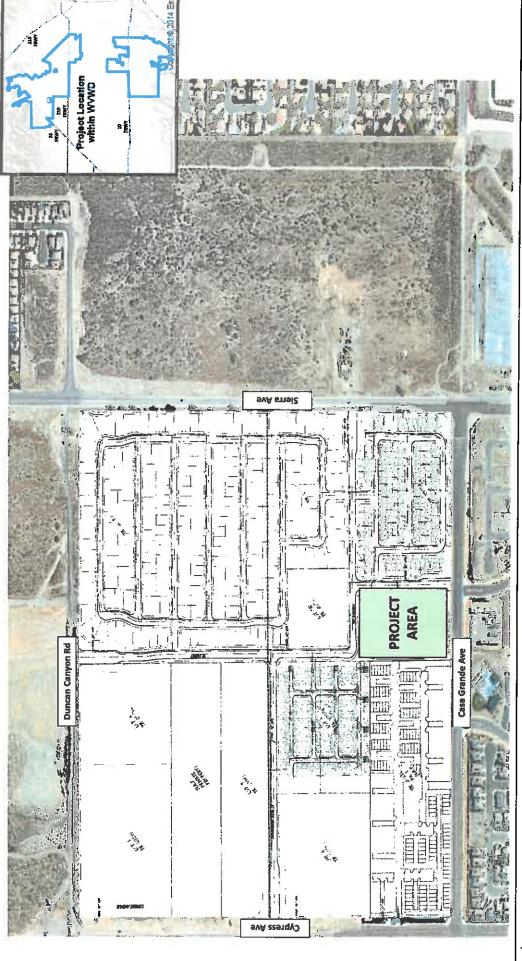
20.1. The District's failure to enforce any provisions of this Agreement or the waiver thereof in any instance shall not be construed as a general waiver or relinquishment on its part of any such provision, but the same shall nevertheless be and remain in full force and effect.

[SIGNATURES ON NEXT PAGE]

| IN W  | ITNESS WHEREOF, the parties hereto execute this               | Agreement. |  |
|-------|---|------------|--|
| WES   | T VALLEY WATER DISTRICT                                       |            |  |
| Ву:   | Shamindra Manbahal, General Manager                           | Date:      |  |
| Lenna | ELOPER:<br>ar Homes of California, Inc<br>ifornia Corporation |            |  |
| Ву:   | Geoffrey L. Smith, Vice President                             | Date:      |  |

# Exhibit A

3.b.5.a



一茶

Gardens at Arboretum Tract 20362 (Lot 6)

**Exhibit A** 

Packet Pg. 124

# Exhibit B

# WATER IMPROVEMENT PLANS WEST VALLEY WATER DISTRIC **WATER MOTES**

THE CONTRACTOR SHALL ARROWE FOR A FIRE-CONSTRUCTOR CONTRACTOR WITH WEST HALLEY AMEN SOSTOT AND THE ENGINEER AT LEAST CHE WED FROM TO RESIMMEND CONSTRUCTOR.

ALL MON, SHALL BE FERTINGS IN ACCORDANCE, MIN MEST WILLEY WILLE MAIST EXERCITY STANDARDS FOR COMESTIC, MAIST FACILIESS AS OF THE SAIT OF PLAN APPROVAL.

CENERAL CONSTRUCTION NOTES

PROJECT STIE

FOR TR 20362 - LOT 6 IN THE CITY OF FONTANA

FRE HARMINS SHALL RE 9 '1 1 2 1 2 1 CLOM MEDES 850 ON EXHAU HARMED STREAMSHEM WITH BELLEM RESEARCH TO BE 4 "OUTLY SHALL FOR THE CORNER THE BIRD STREET LINES LESS.

REPORTED SHALL RE THE STREET LINES LESS.

RESEARCH TO SHALL RE THE STREET LINES LESS THE THE MEDIT HARMEN FOR MEDIT SHALL RE THE MEDIT HARMEN THE WEST BANK THE SHALL RESEARCH THE SHALL RE THE MEDIT HARMEN THEN BRIGHT.

A. COMORTE PARADE BALDER SENTALD AT ALL POR DOUGO (PEREN PARE COMMENTS EMBELORING HOTE THAN FOR FIRMEN, HE ACCORDANGE THE PERENDER WHE SOULD RE REPULLED AT THEIR VARIE PROMIT OF STREET, A CORD OF ACCORDING TO SOULD AT THEIR CONTINUE AT THE STREET, A CORD OF ACCORDING TO THE SENTALD AT THEIR CONTINUE AT

ANY CONTRACTOR PROPORABLE MERS ON THIS PRIMETS SHALL FAMILYMENT HANCE WITH THE STATE AND SHALL OF COLUMN STATES STATE SHALL SHALL WENGELT FINANCE CONTRACTOR SHALL SHALL

ACCOMPANIES MASSES AND REMINISTANCE OF BOTH OF STATEMENT OF ACCOMPANIES OF ACCOMP

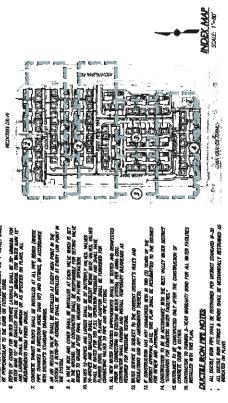
THE COMMENTER SWILL MACHEM AND LEWST ME LOCKTOM AND DEPIN OF LANDS OF LOCKTOM, LINES PROBED TO PERMANDE. OF COMMENTERS SWILL LANDSCANDIST FOR THE PROPERTIES OF LANDSCANDIST OF LANDSCANDIST AND LANDSCANDIST OF LANDSCANDIST OF LEADING AND THE PROPERTY OF LEADINGS OF LANDSCANDIST OF LANDSCANDIST

THE CONTRACTOR SHALL DISPOSE OF ALL SUPPLUS EXCHANGING COTTERS OF THE PROPERTY AND A

PRE TROUGH SALL OF CHICHIETD THE TO LIKE AND GRADE W ACCORDANGE
WAS TREE ALM AND SERVICIONED. ALL SCHOOLS LOUGH E PALLS SE ALL
MANNERS SI REPRESENTANT LA SCHOOLS LOUGH E PRINT SE
SALLE E GALLANGE AN INTERNET AND WAS TREED, METER SERVE SE SE
SALLE E GALLANGE AND THE TREE AND THE PRINT SE
SALLE E GALLANGE AND THE TREE AND THE PRINT SERVE SHOPE TO THE

compactor rates saul de rekured for al terbien bacotle per resi Valley bilge poetro; standaego and sociatoù kons andate tre Reginsalento de any albacy kampo albacoletra. THE CONTRACTOR SAME RETAINS IN BOILD TO THE SATISFACTOR OF THE POPULACE ANY AGENT HAND ALCOHOLY, THE PRESENCE, ANY RALD BLACK FARMS CARR AND GATTER OF OTHER REPORTSHINGS OUT, REMOVED OF OLIVERANCE OF THE PROJECT.

no appline succession on rel empired insperi insperi fines designed applications of the succession of succession of the succession of the



| Ì             | ĺ  | ₹              | ı              | ŀ                    | <u> </u>                 | $\vdash$  | ╌                               | ⊢                                   | -   | ⊢                             | -                                | ⊢                        | ⊢  | ⊢                                       | ⊢                          |            |
|---------------|--|----------------|----------------|----------------------|--------------------------|---|---------------------------------|-------------------------------------|---|-------------------------------|----------------------------------|--------------------------|--|---|----------------------------|------------|
|               | NAMERIC  |                |                | 1                    | Ð                        | NO BEST   |                                 |                                     | SERVER<br>UST ALOUX   | 10 S72.                       | IO STD.                          |                          | Men 570.   | DHIC ACT                                | METER                      |            |
|               | SALLO  | SAV BERNARIAN  | VICINITY MAP   | NOT TO SCALE         | WATER CONSTRUCTION NOTES | FLOWER AND CONSTRUCT 8" D.LP. CLASS 350 REP.<br>FRILLY RESIDENCE JOHES IN TREACH PEY PAND STEE<br>BYTLE WL. | PUNCH AND METALL 8" 45" EROW DA | THENCH AND METHLE 8" PLANESS PET DL | RESY AND NSTALL 6" FRE THINKING ASSESSED IN STOLEN CONCRETE THINKS<br>IN STOLEN IN SECULION CONCRETE THINKS<br>IN F-250 BY RESK OFF CHECK HALLE | TALL I' AR WAIN FOR WAND STO. | MSTALL & BLOW OFF PER INVIDESTIL | T. MARKET                | AND AND MOTALL OF GATE WATER FIFTH THE STATE OF THE PARTY STATE. THE PARTY STATE OF THE P | CABINE, AND BACKRILL HER BAND DIREC, HE | LOR SENIE LARRA WAY FLATTA |            |
|               | LINGHO   |                |                |                      | R CONST                  | FULLY AESTRAND<br>OFFILE WESTRAND   | FURNISH AND MES                 | FURNISH AND BES                     | PARTY AND RES<br>WITH STO. DETAIL<br>GLOT' F-ESO BY   | REDIESH AND MIT               | PETAL BETAL N                    | COMMECT TO EXIST, MATER  | PUBLISH AND MG   | 5                                       | MSTALL F MEDTER            |            |
|               | FORMU  | 43             |                |                      | WATE                     | Q   | ြ                               | q                                   | Q   | စ်                            | 6                                | P                        | Ó  | 9                                       | ē                          |            |
|               |  | _              |                |                      |                          |   |                                 |                                     |   |                               |                                  |                          |  |   |                            |            |
| MACL BOINGARY | PROPOSED CONTRINE<br>MONT OF MY<br>COSTINS HOURE | PROPOSED BARER | PROPOSED SCHOR | EXESTING STORM DRAIN | PROPOSED STIPM DRAW      | ENSTHIS STIET WARRIE  | PROPOSED SCHEM MANNOLE          | PROPOSED INCH                       | FROPOSCII SACIOTOM PREVENTIN  | PROPOSED CARN PASK            | PRESPONDED (NAMES) DISLAMENT     | AR WICHW RILET / BLOK-OF | ARE SCHOOL   | PROPOSTI STREET LINKE                   |                            | SPECT MOCT |
|               |  |                |                |                      |                          | Svigtfately)  | ٥                               |                                     | 1 *   | - <b>n</b> j                  | =                                | ı L                      | (  | ] &                                     | (                          | -          |

OUANTITIES 1,660

MSELME ROAD

|          | CITOFR |
|----------|--------|
| NOEX AMP |        |
|          |        |

| VOMMUS -   | <b>₹</b> ⊝   ⊝   ⊝   |   | KON LET<br>HOLE<br>HOLE<br>B<br>B<br>B<br>B<br>B<br>B<br>B<br>B<br>B<br>B<br>B<br>B<br>B   |
|--|--|---|--|
| COND.  THACE EXPENSE.  THACE E | THE PROPERTY OF THE PROPERTY O | PROPOSO PRE INSURANT PROPOSO CITA BASA PROPOSO CITA BASA PROPOSO SIRET LONT PROPOSO SIRET LONT PROPOSO SIRET LONT | A LITELY (NOT PROCESSED A MORE A DUA CON PROCESS |
| GREAT  | STERRITY O O   II  | <b>↔</b> ₫ □ ↓ [] ¾ (2)   | CITY OF FONTANA GITY OF PRIVAM GITY OF  |
|  |  | WDEX WAD  | DIT TO   |
| gran decima secure   |  | <b>2</b> 5  | 10<br>-0.4<br>-0.4   |

| TO 2 21  TO  | ALSO CHARLES AND THE STATE OF T |
|--|--|
| THE STATE OF THE S | ANT EMPORATE SAME AND ANTI- EMPORATE SAME AND ANTI- |

| TO SEE AND THE WAY THE | ALL STATES AND THE ST |
|--|--|
| TAKE A ROSE  | MATERIAL STATE STA |

| A 5 2 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 | SHET INDEX | NOLEDSO | THE SHET | CROCKS LANE & ROSE PETIL MAY | ASTER BOT & INCOMER LANC | SHONOROF LANC |  |
|---|------------|---------|----------|------------------------------|--------------------------|---------------|--|
|   |            | B S     |          | 8                            | ×                        | P)            |  |

PPORTORN SYSTEM REVIEWED AND APPROVED BY:

SSEN EVP. TENTAGE ON WARE

THE COTRES THAT THESE PLANS AND SPECIFICATIONS KNIE EEUS CESKNED HOUGH THE CHEEKT SHIPPINGSON OF A CLE SPECIFIED HE SITTE OF CHEEKTHAN AND AND ALCOHOLINES BITH THE 25 LOSE OF REGLAL AND CHEEKT AL, CHEEKTHAN BITHERHOUS STANDARD OF DIE STATE OF CLUEDHAM

| PRESSURE ZON   | WEST VA                             | I |
|--|-------------------------------------|---|
| NO. SEE 1/4 OF 1 |                                     |   |
| BASS OF SEASON SA<br>SECTION SA<br>CENTERIANE OF<br>PARTE: MAP<br>242/97-98.   | 24W STREET<br>PORMA 22862<br>9-1600 |   |

| PRESSURE ZONE 7 | WEST VALL | WATER IMPR | 7 4 |
|-----------------|-----------|------------|-----|
| **              |           | i          | 100 |

| PRESSURE ZONE 7                         | DWC # D22016 |
|---|--------------|
| WEST VALLEY WATER DISTRICT              | DISTRICT     |
| WATER MAROVEMENT PLANS<br>TR 20362 - CS | 7 3427       |
| ١                                       | 7            |

| 7 | Ę             | ſ        |
|---|---------------|----------|
| Š | MAN           | _        |
| 3 | 8             |          |
| 2 | ₹.            | ij       |
| 5 | 2025<br>20362 | THE SEET |
| 3 | MPR<br>TR 28  | E        |
| 5 | * ·           |          |
| - | W             |          |
| 3 | \$            |          |

7 Ser. 4 Ser.

| 1                  | Н  |
|--------------------|--|
|                    | 1  |
| SALMO SENIEZ ALEKT | ertr* ad/oj/o piny   |
| UNEDESCO           | New RANGE 20 PV  |
|                    | Coperate March Super   |
|                    | The state of the s |

THE CONTROL OF THE CO

UNALITHORIZED, CHANGES AND LEGG. TRE UNDERS PROPARE RESE PLIKE ME NOT RE RESOURCE FOR DE LUME FOR LUMINGUED CHANGES TO BE RESE TO THESE ALL DUMNES TO THE LUMS AND RE IN HISTORIA MEN THE APPRINTED BY THE PROPARE OF THESE

AL SOUT GOE COMPANY
THE LECTOR OF ALL STATE
THE RESIDENCE FOR THE ALL STATE
THE ALL ST

The coppers that there have also specifications have been resented accepted by the design is believed and also design is been also designed by the property for the property to some the designed by the property of some the company.

ATAT STRUMENTS STRUTE STE 203 FRANKLING STE 203 FRANKLING NEADY, CA REASE (714) SML-7384

SPRINT 2362 JUPONT PRINE BRINK, CH 82612 (200) 629–6588

HATER CRITECATION

MEST HALLEY MITTER DISTRICT ATTHE ENGINEERING REPAIRMENT FROM INC. ALLEGA (200) ATS-HOOM

ALL DUCKLE FROM FIVE SWALL DE RESTOUMED FOR DESTROOT STANDARD M-LD MENSTED DY FLANS BENSTED DY FLANS

A COMMONDER TO REPORT 2-16AP WASCASTY BOND FOR ALL INITING FACE.

DUCTLE ROW PPE NOTES

PPE DELINERD TO THE SITE SHALL BE PROTECTED BY THE CONTRICTOR PING ONES FOR CHARLEN CONTRIBUTION PROPE TO PLACING WITH THEIR'S AND SHALL BE PRESENTED BY ACCORDANCE WITH DESPOT STABLANCE TO THE SATERYCHEN OF THE DESINAT'S ASSESSITE.

MENTELLIN SOUL DETERMENT F ADDITIONAL THRUST BLOOMS OF RESTRUCTURE.

MERCATIONS

ALL WORK SHALL BE REPORTED BY THE THEST HALLEY WATER DESIRET OR FINE SUBSECTION THANK THE CONTRACTORS WALL WAS PROSEDUL THEY ALL SUBSECTION THANK OF MONE WATER. POPMISS PARKE THE TERMINATE PRINCES OF MINNS.

mondam, astrulion of Pae, Munes, fitmes, Houres, basella and compression estime, basels and yale bases ranso to grad, laks flusto and final ampetator.

he compactor sawl (ne at 1265) 2 horsar dats model med Nobectoris of displesions alcoholis become alcohol alcohol N de stablado specificacions

PRIVATE ENCANER'S MOTICE TO CONTRACTOR

THE CONTINUENTS, AT THE DIO OF BLOT DAYS WORK, SHALL GUSSIES THAT ALL CHORNES HATO THE PPECINE ARE SECURED Y ALMSOD AND STOPPED SO THAT HD AMBLAL, TITIN, ON ROBORT CAN ENTER THE PROCINE.

NOWEK

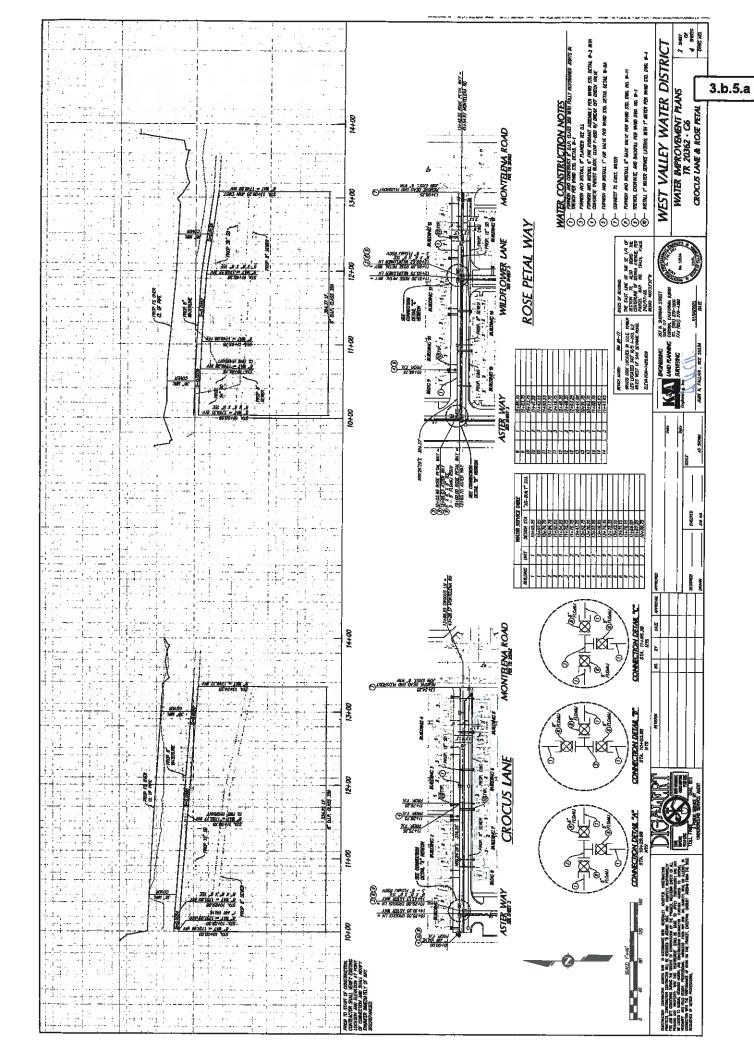
DEVELOPE

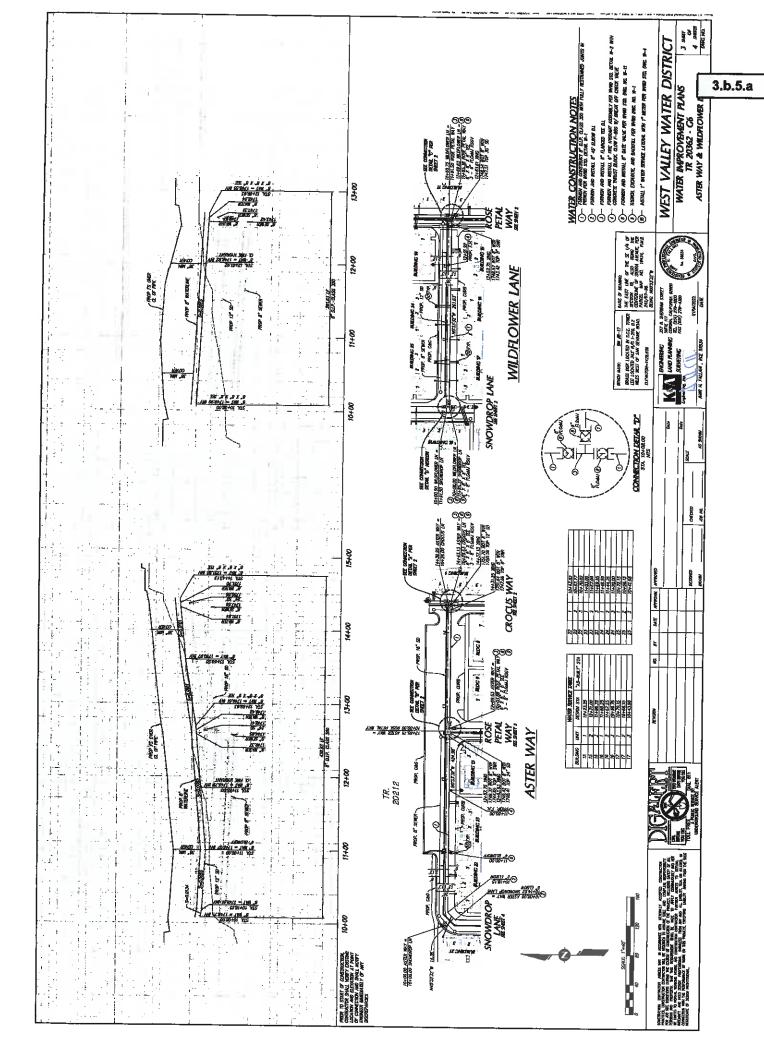
| ¥             |   | 2548      | 3867                               |
|---------------|---|-----------|------------------------------------|
| SACHDROP LANE |   | 1         | 1000                               |
| 36            |   | 10-17     | BOLST DON' LOCATED BY S.C.E. TOREN |
| *             |   | 8         | SAIN.                              |
|               |   | 34470     | 2007.00                            |
|               | ĺ | PENCH MAN | 237                                |
|               | ľ |           |                                    |
|               |   |           |                                    |
|               |   |           |                                    |
| R             |   |           |                                    |

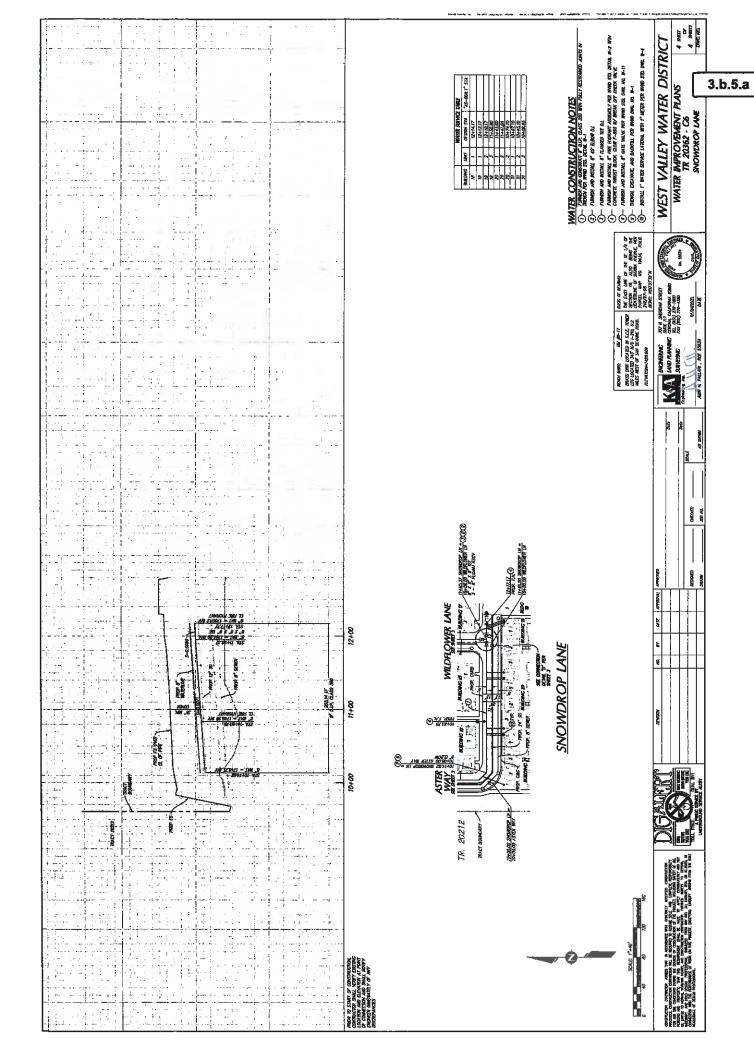
| CHESTING OF SERVICE PARTY NO. 1943<br>242/07-94<br>RENC MODIFIER |  |
|--|--|
|  | 20 M. SEEDAM STREET<br>SONOW, CALPOTOM, \$2500<br>TEL. (Stal.) 279-1500<br>FAV. (RSI) 279-1300 |
| LEVANDA-1420.000   | HCREENC<br>AND FLAMBAC<br>URVERAC  |
|  | M.   |

| _   |                                  |             |       |
|---|----------------------------------|-------------|-------|
|   | i                                | The same of |       |
| 7 A SEEDAM STREET<br>TRE 117<br>ROM, CALTORNA 32362 | (100) 279-1800<br>(100) 279-1300 | 8VOATES2    | DATE: |

3.b.5.a







# Exhibit C

(to be provided at later date)

# Exhibit D



# CALENDAR YEAR 2022 HOLIDAY SCHEDULE

HOLIDAY DAY OBSERVED

New Year's Day Friday, December 31, 2021

Martin Luther King Jr. Day Monday, January 17, 2022

Presidents Day Monday, February 21, 2022

Memorial Day Monday, May 30, 2022

Independence Day Monday, July 4, 2022

Labor Day Monday, September 5, 2022

Veterans Day Friday, November 11, 2022

Thanksgiving Day Thursday, November 24, 2022

Day after Thanksgiving Friday, November 25, 2022

Day before Christmas Friday, December 23, 2022

Christmas Day Monday, December 26, 2022

New Year's Eve Friday, December 30, 2022



# BOARD OF DIRECTORS ENGINEERING, OPERATIONS AND PLANNING COMMITTEE STAFF REPORT

DATE: February 9, 2022

TO: Engineering, Operations and Planning Committee

FROM: Shamindra Manbahal, General Manager

SUBJECT: CONSIDER A WATER SYSTEM INFRASTRUCTURE INSTALL AND

CONVEYANCE AGREEMENT WITH LENNAR HOMES OF

CALIFORNIA, INC (RIVER RANCH TRACT 20207)

### **BACKGROUND:**

Lennar Homes of California, Inc. ("Developer") is the owner of land located north of Sycamore Avenue, east of Country Club Drive and west of Oakdale Ave in the City of Rialto, known as the River Ranch. The Developer has subdivided the land into multiple tracts to be developed into single family residential homes within River Ranch. Tract 20207 ("Development"), is part of this master planned community containing residential lots and is required to construct new water mains and related facilities within the tract to allow for new domestic and irrigation connections.

### **DISCUSSION:**

West Valley Water District ("District") and the Developer wish to enter into a Developer-Installed Water System Infrastructure Installation and Conveyance Agreement ("Agreement") in order to construct the water facilities needed to supply water to the Development. This Agreement outlines the responsibilities of the Developer in constructing facilities, including insurance, indemnification and bonding requirements as well as conveyance and acceptance of the water system by the District. Attached as Exhibit A is a copy of the Water System Infrastructure Installation and Conveyance Agreement for this development.

#### **FISCAL IMPACT:**

No fiscal impact to the District.

#### **STAFF RECOMMENDATION:**

Staff recommends that this item be submitted for consideration, and that the Board of Directors approve this item and authorize the General Manager to execute the necessary documents.

Respectfully Submitted,

# Shamindra Manbakal

Shamindra Manbahal, General Manager

DG:an

# ATTACHMENT(S):

1. Exhibit A - Water System Infrastructure Installation and Conveyance Agreement with Lennar Homes of California, Inc for Tract 20207 Water Improvement Plans

# **MEETING HISTORY:**

01/12/22 Engineering, Operations and Planning Committee REFERRED TO COMMITTEE

# **EXHIBIT A**

# WATER SYSTEM INFRASTRUCTURE INSTALLATION AND CONVEYANCE AGREEMENT

This water system infrastructure installation and conveyance agreement ("Agreement") is entered into and effective as of <u>January 20, 2022</u>, by and between <u>LENNAR HOMES OF CALIFORNIA</u>, INC ("Developer"), and <u>WEST VALLEY WATER DISTRICT</u> ("District") who agree as follows:

The Developer is the owner of certain land described as TRACT 20207 and as more fully (or further) shown on Exhibit "A". In developing this land, the Developer is desirous of obtaining a public water supply adequate for domestic uses and public fire protection purposes and is desirous of integrating that water system into the District's public water system.

In order to provide facilities for a water supply to said land, it is the intention of the parties to this Agreement that the Developer shall furnish and install those water mains, fire hydrants, service laterals, water meters and valves, valve boxes, and all other appurtenant fittings and facilities required for a complete water system to serve the land shown on Exhibit "A".

In order to implement the foregoing and in consideration of the terms and conditions herein contained, the parties further agree as follows:

## 1. DESIGN

- 1.1. Developer shall design and construct, at the Developer's own expense, the water facilities and appurtenances required to serve the development in accordance with final District-approved plans known as TRACT 20207 WATER IMPROVEMENT PLANS, as approved and provided at a later date attached herein as Exhibit "B" and in accordance with District-approved design standards and specifications, and the terms and conditions of this Agreement.
- 1.2. The water system design shall be by a Professional Engineer registered in the State of California, and in accordance with the District's most recent Rules and Regulations (the "Rules and Regulations"), the District's Standards for Domestic Water Facilities and Standard Drawings herein included by reference, all applicable District ordinances and policies and all City, County of San Bernardino, State of California, and Federal laws, ordinances, rules, regulations, codes and other legal requirements of all government bodies having jurisdiction over said construction and property (all of the foregoing requirements in this paragraph being collectively referred to herein at times as "Legal Requirements").
- 1.3. The District, at Developer's expense, shall review Developer's plans for the purpose of ensuring the adequacy of the design and conformance with the District's standards and specifications. The District reserves the right to add, delete, modify, change or amend any or all the plans and specifications.
- 1.4. In the event that the property to be developed includes multiple residential, condominiums, commercial or industrial uses, all site plans, grading plans, and any available plumbing plot plans shall be furnished to the District by Developer.

1.5. The District makes no warranties as to the correctness, accuracy or completeness of the plans and specifications. The accuracy, adequacy, suitability, and correctness of the water system design shall be the sole responsibility of the Developer.

### 2. CONSTRUCTION

- 2.1. Developer shall perform, or caused to be performed, all construction of the water system infrastructure installation pursuant to the approved water system plans, and all Legal Requirements.
- 2.2 The performance of this Agreement shall commence within ninety (90) calendar days from the date of this Agreement and shall be completed within one (1) year from the estimated construction start date.
- 2.3. Time is of the essence in this Agreement; provided that, in the event good cause is shown therefore, the general manager of the District ("General Manager") may extend the time for completion of the water system installation. Any such extension may be granted without the notice to Developer's surety, and extensions so granted shall not relieve the surety's liability on the bond to secure faithful performance of this Agreement. The General Manager shall be the sole and final judge as to whether or not good cause has been shown to entitle Developer to an extension.
- 2.4. The Developer and its contractor and subcontractors shall attend a preconstruction meeting with the District at the District's headquarters no less than five (5) working days prior to commencement of construction.
- 2.5. No work on water facilities shall commence prior to the completion of all required curbs and gutters.

#### 3. LICENSES AND PERMITS

- 3.1. Developer, and all of Developer's contractors and subcontractors warrants it possesses, or shall obtain, and maintain during the term of this Agreement any and all licenses, permits, qualifications, insurance and approval of whatever nature that are legally required of Developer, its contractors, and all subcontractors to practice its profession, skill or business.
- 3.2. The work to be performed under this Agreement, except meter installations, shall be performed by Developer, or a contractor or subcontractor who is pre-approved by the District and is licensed under the laws of the State of California in the specialty Class of "C-34" Pipeline or Class "A" General Engineering. A copy of the contract between Developer and the selected pre-approved contractor and all subcontractors shall be submitted to the District for review and approval.
- 3.3. Excavation/resurfacing permits shall be secured by Developer at Developer's expense. Permits/easements to install, maintain and operate water system facilities in private property shall be secured by Developer at Developer's own expense prior to construction.

3.4. Developer shall, at Developer's own expense, be responsible for obtaining and adhering to a National Pollution Discharge Elimination System (NPDES) permit from the Regional Water Quality Board as required for construction or pipeline flushing and disinfection.

# 4. INSURANCE REQUIREMENTS

- 4.1. The following insurance requirements have been adopted by the District and shall be applicable to this Agreement. These requirements supersede the insurance requirements set forth in any other reference of the District, and to the extent of any conflict, the specified requirements herein shall prevail.
- 4.2. Developer shall ensure that Developer's contractors conform to the following insurance requirements and that all required documents are submitted to the District at the time of Agreement submittal: Developer shall ensure that its contractors and all subcontractors shall purchase and maintain insurance in amounts equal to the requirements set forth in (a) through (d) below, and shall not commence work under this Agreement until all insurance required under this heading is obtained in a form acceptable to the District, nor shall Developer allow any contractor or subcontractor to commence construction pursuant to a contract or subcontract until all insurance required of the contractor and any subcontractors has been obtained.
- a. General Liability: Developer shall ensure that its contractor and all subcontractors shall maintain during the life of this Agreement, a standard form of either Comprehensive General Liability insurance or Commercial General Liability insurance ("General Liability Insurance") providing the following minimum limits of liability: Combined single limit of \$1.0 million per occurrence for bodily injury, including death, personal injury, and property damage with \$2.0 million minimum aggregate, separate for this project as evidenced by endorsement. The insurance shall include coverage for each of the following hazards: Premises-Operations; Owners and Contractors Protective; Broad Form Property Damage contractual for Specific Contract; Severability of Interest or Cross-Liability; XCU Hazards; and Personal Injury With the "Employee" Exclusive Deleted.
- b. <u>Automotive/Vehicle Liability Insurance</u>: Developer shall ensure that its contractor and all subcontractors shall maintain a policy of automotive/vehicle liability insurance on a commercial auto liability form covering owned, non-owned and hired automobiles providing the following minimum limits of liability: Combined single limit of liability of \$1.0 million per accident for Bodily Injury, Death and Property Damage ("Automotive/Vehicle Liability Insurance").
- c. Workers' Compensation Insurance: Developer shall ensure that its contractor and all subcontractors shall provide such workers' compensation insurance with statutory minimum amounts of coverage, as required by the California Labor Code and other applicable law, and including employer's liability insurance with a minimum limit of \$1,000,000.00 ("Workers' Compensation Insurance"). Such Workers' Compensation Insurance shall be endorsed to provide for a waiver of subrogation against the District.
- d. <u>Excess Liability</u>: Developer shall ensure that its contractor and all subcontractors shall provide a policy providing excess coverage in a face amount necessary when

combined with the primary insurance, to equal the minimum requirements for General Liability Insurance and Automotive/Vehicle Liability Insurance.

- 4.3. The insurances provided for in Section 4.2 and its subsections above are subject to all of the following conditions:
- a. The insurance shall be issued and underwritten by insurance companies acceptable to the District, and shall be licensed by the State of California to do business on the lines of insurance specified. The insurers must also have an "A-" Policyholder's rating" and a "financial rating" of at least Class VII in accordance with the most current A.M. Best's Rating Guide.
- b. Developer's contractor and subcontractors may satisfy the limit requirements in a single policy or multiple policies. Any such additional policies written as excess insurance shall not provide any less coverage than that provided by the first or primary policy.
- c. Any costs associated with a self-insured program, deductibles, or premium rating programs that determine premium based on loss experience shall be for the account of Developer, Developer's contractor and subcontractors, and the District shall not be required to participate in any such loss. If any such programs exist, Developer, Developer's contractor and subcontractors, agree to protect and defend the District in the same manner as if such cost provisions were not applicable.
- d. Developer shall ensure that its contractor and all subcontractors shall have presented at the time of execution of the Agreement, the original policies of insurance and a certificate of insurance naming the District as the certificate holder and that such coverage is in force and complies with the terms and conditions outlined herein.
- e. If an insurance policy contains a general policy aggregate of less than the minimum limits specified, then the policy coverage shall be written with limits applicable solely to this Agreement, as specified, and shall not be reduced by or impaired by any other claims arising against Developer. These policy limits shall be set forth by separate endorsement to the policy.
- 4.4. Each such policy of General Liability Insurance and Automotive/Vehicle Liability Insurance shall contain endorsements providing the following:
- a. The District, their board members, officers, agents, employees, consultants, and engineers, are hereby declared to be additional insureds under the terms of this policy, but only with respect to the operations of the Developer at or upon any of the premises of the District in connection with the Agreement with the District, or acts or omissions of the additional insureds in connection with, but limited to its general supervision or inspection of said operations and save for any claims arising from the sole negligence or sole willful misconduct the District.
- b. No policy shall be canceled, limited, materially altered, or non-renewed by the insurer until thirty (30) days after receipt by the District of a written notice of such cancellation or reduction in coverage.
- c. This insurance policy is primary insurance and no insurance held or owned by the designated additional insureds shall be called upon to cover a loss under this policy.

# 5. BONDING REQUIREMENTS

- 5.1. Developer shall provide a Contractor's proposal based on the District approved water system plans. The Developer will provide a Contractor's proposal and will be submitted to the District for review and approval at a later date (Exhibit "C"), and shall be used as the basis for bonding requirements for the water system described in the plans provided to the District by the Developer and approved for construction by the District.
- 5.2. Performance Bond: The Contractor's proposal from the Developer for TRACT 20207 WATER IMPROVEMENT PLANS, is TBD -DEVELOPER WILL PROVIDE BOND AMOUNT AT A LATER DATE DOLLARS and 00/100 (\$0.00). Developer shall and by this Agreement does guarantee the Developer's faithful performance of this Agreement and all of its terms and conditions. The Developer shall provide the District with a performance bond from a surety institution licensed by the State of California and authorized to do and doing business in said State, valid and renewable until such improvements are accepted by the District. The performance bond shall be in the amount of DEVELOPER WILL PROVIDE BOND AMOUNT AT A LATER DATE TBD DOLLARS and 00/100 (\$0.00) equal to 100 percent of the approved Developer's estimate.
- 5.3. Warranty Bond: The Developer's pre-approved contractor shall furnish a two-year warranty bond for all work completed in accordance with the approved plans. The approved plans will be provided at a later date (Exhibit "B"). Before District's acceptance of the completed water facilities and appurtenances, such facilities and appurtenances shall be free from any and all liens and encumbrances and free from any and all defects in the materials or construction thereof. The two-year warranty shall be a warranty bond beginning on the date of acceptance of the water facilities by the District.

# 6. MATERIALS

6.1. The water system facilities to be installed pursuant to this Agreement shall become an extension of the distribution system of the District. All materials used must conform to District specifications for such materials pursuant to all applicable Legal Requirements.

## 7. NOTICES

- 7.1. All notices herein required shall be in writing, and delivered in person or sent by registered mail, postage prepaid.
  - 7.2. Notices required shall be given to the **District** addressed as follows:

EST VALLEY WATER DISTRICT Attn: General Manager Post Office Box 920 Rialto, CA 92377

RE: TRACT 20207 WATER IMPROVEMENT PLANS

7.3. Notices required shall be given to **Developer** addressed as follows:

LENNAR HOMES OF CALIFORNIA, INC ATTENTION: GREG MENDOZA 980 MONTECITO, SUITE 302 CORONA, CA

RE: TRACT 20207 WATER IMPROVEMENT PLANS

7.4. Notices required shall be given to Surety addressed as follows:

SURETY NAME:

**ADDRESS** 

**RE:** TRACT 20207 WATER IMPROVEMENT PLANS

- 7.5. Provided that any party or Surety may change such address by notice in writing to the other party, and thereafter, notices shall be addressed and transmitted to the new address.
- 7.6. The Developer or its contractor shall provide the District forty-eight (48) hours advance notice of request for inspection or testing.
  - 7.7. The District is closed on the holidays listed in Exhibit "D".

# 8. NOTICE TO PROCEED TO CONSTRUCT WATER SYSTEM FACILITIES

8.1. Upon acceptance of the insurance and aforementioned bonds in the amounts provided herein and approval by the District and upon payment of all applicable charges, the Agreement shall be signed by Developer and the District. The District shall return an original copy of the signed Agreement with a letter to Developer giving notice to proceed to construct the water system facilities.

#### 9. INSPECTION

- 9.1. It is understood that the sole purpose and intent of the District's inspection and testing is to validate that the materials, workmanship, and construction of the water facilities are in compliance with the District-approved final plans, the District's Rules and Regulations, the Standards for Domestic Water Facilities, the Standard Drawings, and all other applicable District requirements. Developer acknowledges and represents that it assumes full and sole responsibility for the safety and management of the project.
- 9.2. Developer shall at all times maintain proper facilities and provide safe access for inspection by the District to all parts of the work and to the shops wherein the work is in preparation. Additionally, in connection with the performance of this Agreement, the District shall have the authority to enter the work site at any time for the purpose of identifying the existence of conditions, either actual or threatened, that may present a danger of hazard to any and all employees. Developer agrees that the District, in its sole authority and discretion, may order the immediate abatement of any and all conditions that may present an actual or threatened danger or hazard to any and all employees at the work site. Furthermore, Developer acknowledges the provisions of California *Labor Code* Section 6400 et seq., which requires that employers shall

furnish employment and a place of employment that is safe and healthful for all employees working therein. In the event the District identifies the existence of any condition that presents an actual or threatened danger or hazard to any or all employees at the work site, the District is hereby authorized to order an immediate abatement of that condition.

- 9.3. All work and materials shall be subject to inspection, testing, and acceptance by the District at Developer's expense. In the event Developer arranges to have materials fabricated for the project, Developer may be required to arrange for the District to inspect that material during fabrication at Developer's expense.
- 9.4. All material fabrications shall be preapproved by the District and must conform to District standards and specifications.
- 9.5. The District's inspectors shall have full, unlimited access to perform continuous inspection and have the authority to stop work at any time, by written notice, without any liability whatsoever to the District, if, in the inspectors' judgment, the work called for by this Agreement, or the District approved plans, or the specifications is not being installed or performed in a satisfactory and workmanlike manner according to District's standards and specifications and/or in the event the materials do not comply with the District's standards and specifications.
- 9.6. Final acceptance of all material to be purchased or fabricated by Developer under this Agreement shall be made only with the prior approval of the District. Approval by the District, however, shall not operate to relieve the material supplier or Developer of any guarantees, warranties, or the duty of compliance with any of the requirements of the approved plans and specifications or of this Agreement. All construction pursuant to this Agreement shall be inspected pursuant for conformity with District requirements. Developer shall pay actual costs for inspections.

# 10. TESTING AND DISINFECTION

10.1. All water system facilities and components constructed pursuant to this Agreement shall adhere to all requirements for testing, disinfection, and flushing pursuant to District standards and Legal Requirements.

# 11. RELOCATIONS, RECONSTRUCTIONS, AND DAMAGES

11.1. Developer accepts the responsibility for and the costs occasioned by any reconstruction, relocation, damages to, or changes of water services or facilities caused or contributed to directly or indirectly by any subsequent changes in the location of any of said facilities or water meters or water services.

# 12. AS-CONSTRUCTED DOCUMENTATION

12.1. In order for the District to accept the facilities, Developer shall provide all required documentation as specified in the Standards for Domestic Water Facilities, including As-Built drawings.

## 13. INDEMNIFICATION

- Developer hereby agrees to and shall protect, defend, indemnify and hold the District and its board members, officers, agents, employees, and engineers free and harmless from any and all liability losses, damages, claims, liens, demands and cause of action of every kind and character including, but not limited to, the amounts of judgments, penalties, interests, court costs, attorney's/legal fees, and all other expenses incurred by the District arising in favor of any party, including claims, liens, debts, demands for lost wages or compensation, personal injuries, including employees or the District, death or damages to property (including property of the District) and without limitation by enumeration, all other claims or demands of every character occurring or in any way incident to, in connection with or arising directly or indirectly out of the obligations herein undertaken or out of the operations conducted by Developer save and except claims or litigation arising through the sole negligence or sole willful misconduct of the District or the District's agents and employees. Developer shall investigate, handle, respond to, provide defense for and defend any such claims, demand, or suit at the sole expense of Developer even if the claim or claims alleged are groundless, false or fraudulent. Developer agrees to, and shall defend the District and its members, directors, officers, agents, employees, and engineers from any suits or actions at law or in equity for damages caused, or alleged to have been caused, by reason of any of the aforesaid operations, provided as follows:
- a. That the District does not and shall not waive any rights against Developer which it may have by reason of the aforesaid hold harmless agreement, because of the acceptance by the District, or the deposit with District by Developer, or any of the insurance policies described in this Agreement.
- b. That the aforesaid hold harmless agreement by Developer shall apply to all damages and claims for damages of every kind suffered, or alleged to have been suffered, by reason of any or the aforesaid operations referred to in this subsection, regardless of whether or not District has prepared, supplied water system installation, or regardless of whether or not such insurance policies shall have been determined to be applicable to any such damages or claims for damages.

This provision is not intended to create any cause of action in favor of any third party against Developer or the District or to enlarge in any way Developer's liability but is intended solely to provide for indemnification of the District from liability for damage or injuries to third persons or property arising from Developer's performance hereunder.

13.2. Neither Developer nor any of Developer's agents, contractors or subcontractors are, or shall be, considered to be agents of the District in connection with the performance of Developer's obligations under this Agreement.

## 14. REPAIR OR RECONSTRUCTION OF DEFECTIVE WORK

14.1. If, within a period of two years after final acceptance of the work performed under this Agreement, any structure or part of any structure furnished and/or installed or constructed, or caused to be installed or constructed by Developer, or any of the work done under this Agreement, fails to fulfill any of the requirement of this Agreement or the specifications referred to herein, Developer shall, without delay and without any cost to District, repair or replace or reconstruct

any defective or otherwise unsatisfactory part or parts of the work structure. Should Developer fail to act promptly or in accordance with this requirement, or should the exigencies of the situation as determined by the District in the exercise of its sole discretion require repair, replacement or reconstruction before Developer can be notified, District may, at its option, make the necessary repairs or replacements or perform the necessary work, and Developer shall pay to the District the actual cost of such repairs.

# 15. COSTS AND FEES

- 15.1. Developer shall be responsible for all fees and deposits as required by the District. All fees and deposits, shall be paid in full prior to the execution of this Agreement and before construction can take place.
- 15.2. Any additional costs and fees shall be paid in full prior to conveyance and acceptance of the water system.

# 16. CONVEYANCE AND ACCEPTANCE OF WATER SYSTEM

- 16.1. Upon completion of the water system in accordance with the approved water plans and submission of the required documentation, the Developer shall convey the water system to the District.
- 16.2. The Developer shall be responsible for insuring the pre-approved contractor furnish an irrevocable letter of credit to the District or a warranty bond (One Hundred (100%) of Developer's estimate) for a period of two years as stated in Sections 5.3 of this Agreement, asbuilt drawings with contractor redlines and AutoCAD files, materials list with quantities, labor, equipment, and materials, water system cost breakouts, compaction test report signed and sealed by a California Registered Engineer, notice of completion filed with San Bernardino County Recorder, fire flow tests of all hydrants, all required easements for water facilities and unconditional financial release from subcontractors and material providers, Upon compliance with all the terms and conditions of this Agreement, the District shall prepare the conveyance agreement accepting the water facilities and forward same to the address provided herein. Title to the ownership of said facilities and appurtenances shall thereby be conveyed to the District. The District shall thereafter operate and maintain said facilities so as to furnish water service to the development (Exhibit "A") in accordance with the District's ordinances, policies and Rules and Regulations.

#### 17. PERMANENT WATER SERVICE

17.1. In no event shall permanent water services be provided to Developer's installed system until all applicable charges and fees have been paid by Developer and all facilities have been conveyed, free of all encumbrances, to the District, including any easements which may be required. Such conveyance shall occur in a timely manner in accordance with the terms of this Agreement.

#### 18. BREACH OR DEFAULT OF AGREEMENT

- 18.1. If Developer refuses or fails to obtain prosecution of the work, or any severable part thereof, with such diligence as will insure its completion within the time specified, or any extension thereof, or fails to obtain completion of said work within such time, or if Developer should be adjudged as bankrupt, or Developer should make a general assignment for the benefit of Developer's creditors, or if a receiver should be appointed in the event of Developer's insolvency, or if Developer, or any of Developer's contractors, subcontractors, agents or employees, should violate any of the provisions of this Agreement, the District's General Manager or the General Manager's designee may serve written notice upon Developer and Developer's surety of breach of this Agreement, or of any portion therefore, and default of Developer.
- 18.2. In the event of any such notice, Developer's surety shall have the duty to take over and complete the work and the improvement herein specified; provided, however, that if the surety, within five (5) days after the serving upon of such notice of breach, does not give the District written notice of its intention to take over the performance of the contract, and does not commence performance thereof within five (5) days after notice to the District of such election, District may take over the work and prosecute the same to completion, by contract or by any other method District may deem advisable, for the account and at the expense of Developer, and Developer's surety shall be liable to the District for any excess cost or damages occasioned District thereby; and, in such event, District, without liability for so doing, may take possession of, and utilize in completing the work, such materials, appliances, plant and other property belonging to Developer as may be on the site of the work and necessary therefore.

## 19. SUCCESSORS BOUND

19.1. This Agreement shall be binding upon and inure to the benefit of each of the parties and their respective legal representatives, successors, heirs, and assigns.

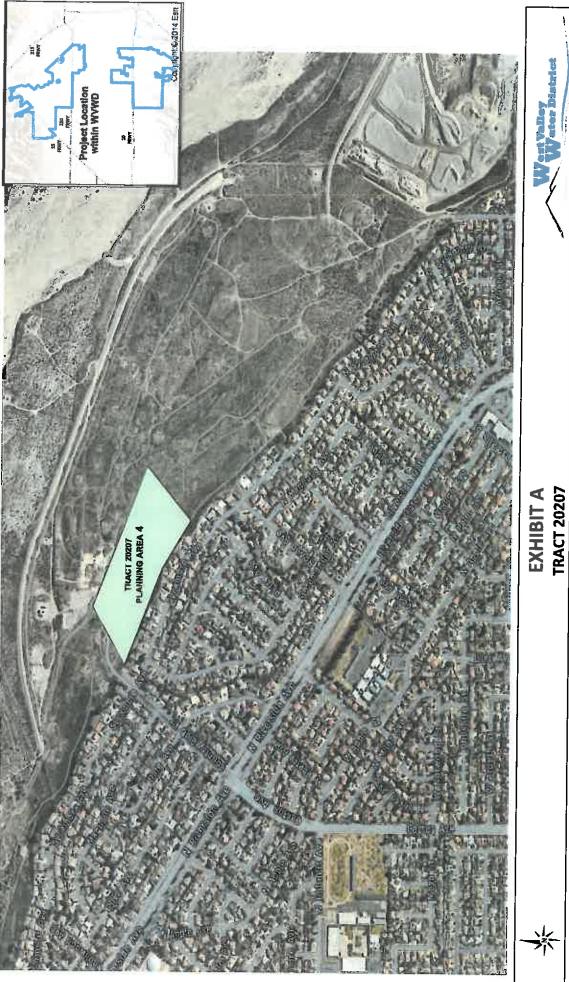
## 20. ENFORCEMENT OF PROVISIONS

20.1. The District's failure to enforce any provisions of this Agreement or the waiver thereof in any instance shall not be construed as a general waiver or relinquishment on its part of any such provision, but the same shall nevertheless be and remain in full force and effect.

[SIGNATURES ON NEXT PAGE]

| IN W  | ITNESS WHEREOF, the parties hereto execute this              | s Agreement. |
|-------|--|--------------|
| WEST  | Γ VALLEY WATER DISTRICT                                      |              |
| Ву:   | Shamindra Manbahal, General Manager                          | Date:        |
| Lenna | ELOPER:<br>or Homes of California, Inc<br>fornia Corporation |              |
| Ву:   | Authorized Agent   | Date:        |

# Exhibit A





# Exhibit B

# WEST VALLEY WATER DISTRICT WATER IMPROVEMENT PLANS

# ZNEAL CONSTRUCTION NOTES

HATER NOTE

- DOWN SHALL BY PORTIONED IN ACCORDANCE WITH TREES PLAKS AND TREND HALLY MARRY DISTRICTS STANDARDS FOR DIMESTIC FLAKE AS OF THE OFFICE OF THE MARRY DAYS OFFI.
- THE CONTRACTOR SHALL ARRANGE FOR A PRE-CONSTRUCTOR CONFIDENCE BITH THE MISSES HALLE HEND RESPECT AND THE BEDY PROPERTY OF THE PROPERTY OF THE
- AN CONTRIGUED TO THE OFFICE OF THE OFFICE OF THE SECREPHICS OF THE OFFICE OFFIC

AL BITTO STRVE LITTRIES SHALL BE RETRIED AT THE SAME THE AS MAN LIKE. NO SPLICE SHALL BE ALLOHED ON COPPER SOFINES LITTRIA LINE. INTER SEXNOS LATERALS SHALL BE TEMBARED 17" REMED REJR OF FURNES CHEM. IN OTY LIAIS TEMBARE 12" BENED FURNES SECTION. FRE HYDRANTS SHULL BE O' X O' X 2-13" CLOW MIDDL ESD OR EXULL, PARTED WHICH CONT. FREEZE OUTET SHULL BE PROPERTICLER TO THE CLOSE OF PITTING CONS. DOTAL OF COMER FOR WINDS SOMME LINEARLS SAWLI BE WANDED JOY FOR WINDS MANNEY BY AND SAWLIES SAWLI BE WANDED JOY FOR 12" AND LANGOR PIPE SAWLI BE WANDED AND BY AND SAWLING SAW al brief band syll, be flusted and despectiod asy after standards cast prop to los after restlator or resar.

- ARY CONTRACTOR PORODINANS, RODA ON THIS PRINCEST SHALL FAMILIAND. MANSED IN THE WAS THE WAY THAT THE WAY THAT THE STATEMENT OF DESTROYS TAKEN THE STATEMENT OF DESTROYS. WE THAT THAT THAT THE STATEMENT OF DESTROYS, WE THAT ALT FIGURES ARE SHOWN ON THESE FLANK. HE CONTRACTOR SMALL UNICODE AND USEDY THE LECKORA AND DEPTOR OF ALL MANNES FOR LOT DELANGES. HE CONTRACTOR SMALL MANNES FOR THE PROJECTION OF ALL LITERATE NEW PROJECTION OF ALL LITERATE
  - THE CONTRICTOR SHALL EXPRESS OF ALL SARRIES EXCHANGEN CUTSOR OF THE PRODUCT AREA.
    - - O PROJECTION OF HISTORIED ON FILL MATERIA, WINDOW, PRINCIPAL PRINCIPAL OF PARTY AND COMPACTOR OF MINORIDAY IZ ZONE SHALL RE NAMEDON.
- COMPATION RESTS SALL BE RECORDED FOR ALL PROMY BACK FOLLING MESS VALLEY BACK STANDARDS AND SECRECATIONS AND THE RESERVENCE OF ALL ACROST PARING LINESCENCE.
- THE COMPLETER SMALL REPLACE IN MINE, TO THE SHIRKHTON OF THE SHORKEST ANY PLACE SMALL SHIP WAS SMALL AND MINE HARM SMALL AND MINE HAR THREET.

AL DUCTE FOR ANTS, REPOS, AND TITEMES SHALL BE DECOMMENLY RESTRANS. AS MINISTED ON DIG PLANS.

Compactor to parable 2—New Husbarty Bond For all Index Facilies Resulto With Tais Plan. ALL DUCTLE MON FIRE SHALL BE RESTRANCED FOR DISTRICT STANDARD M-30. NEWSTRY SHALL GETERANG F ADDRONAL THRUST BLOCKS OF RESTRANS WLL BE

- NYTE DELINGTOD TO THE SITE SHILL BE MONOTOOD BY THE CONTRICION FINANCES OF SIGNATURES AND SHILL BE WISHLING A CONTRIGUENCE WITH DESINGNINGS TO THE SIGNATURES OF THE SIGNATURE OF THE SIGNATURE
  - ALL WORN SHALL OF MODESTED BY THE THEST WALLEY WINDS ASSTRUCT ON 175 BLUE JUSTINGSOOD AREN, THE COMMANDERS WILL MAY THOSED WITH ANY SURVELLED FINANCE OF MICH. AND FEW PROPAGES OF THE PROLITIONS OF THE PROPAGES OF THE PROPAGES OF THE PROLITIONS OF THE PROPAGES OF THE PRO COMPACTOR, AT HE GAD OF BACK BATS ROPE, SALLE BASINE, HAT ALL BASINES, HAT BE EXCEPTED SO BALL BASINES, AND STORYED SO BALL HO STORYED SO BALL HO STORYED SO BALL HO

    - RENOVACIONE ASSILLATION OF MAY, WELLES, FITTINGS, VALLES, BACK FILL AND COMPACITION.

STANDAR OF DESIGN BUSHES

MULTS AND MULE BOURS RANSO TO GOUDE, LINES FLUSIED AND FINAL WSPECTION

# WATERING CONSTRUCTION NOTES

- ALL STARMING SHOWN ON WEST, PLANS IS BELEARD ALONS THE CONTROLLE OF THE STREET ON ALL SHOWN ON PLANS, MIRBIDIA PRY, COND. SAULL BE 42-MIDES OR AS SHOWN ON PLANS.
- DNE CONTROLEONE SANIL, GYE. AT LELST 2 WORRING DAYS NOTICE WEST MENERALING OR ENHANCEMENT ADMINISTER BECAME MERSONOMY AS SET FORTH AN SET STANDAME SETTEMBRIES.

FRE FROTEIRON SYSTEM NEW JURY AND APPROVED BY

- 2 PE COMPACTIVE SHALL MOTET HE DISTRICT AT LLAST AN HILDS THOUR TO THE COMMISSION OF MITHERADES. SLOST WE WENG THE WAY TO COMMISSION OF WE STAND THE WAY TO SHALL MET HEN THE PHYSIONAL OF THE STORMET.
- A.A.S. RATE MARS SHALL BE CENED MOTHER LINES AND CONED SEED, FFEE (TO GA LAMBRING) ONVERS HRIST BLOKS SHALL RE ASTRUDO AT ALL PPE BODG (HERE PPE CAMPES METERON BOTH BLOKE PPE CAMPES METERON BOTH BLOKE THAT IN TO AND ITTERES METERON BOTH BENEVERS SHARMED TRAINED METEROS. METEROS AT ACCORDANCE MEN ESTRATES SHARMED TRAINED METEROS AT ACCORDANCE MEN ESTRATES SHARMED TRAINED METEROS. METEROS AT ACCORDANCE MEN ESTRATES SHARMED TRAINED METEROS AT ACCORDANCE MEN ESTRATES.
  - A AN ARD RECEASE WAVE SAULD BE RESPONDED AT ENGINY HASH POWER THE STATEM. A BLOW-LIFT ASSESSING Y SWALL BE RESPONDED AT ENGINY LOW FORM? BY THE STATEM.
- ALL MEN BERT FACELTES BERGHEIGNIS SAML BE REYED AND DESMERIND PROPERTY TO CONFIDENCE OF DESCRIPTIONS SALL REPREST AND MOTILE TREPENDY BELGHEIGNIS AS RETURNED FOR PRESENTE TERMS.
  - THE CONTRACTOR SULL MOTION THE FOLLOWING UTLITY COMPLINES AND ARCHIVES PROFIT TO STAFFING ANY CONSIDERING WITH.

# THE STATE OF THE S

# MATER SERVICE LATERALLY SHALL BE THEY K COPPER LINE, MANUAL I" DAMETER, METHY I'' XI'' ANGEL BALLOS THEY LOSS WHO, TO SERVICE SHALL BE CAPABLE OF SERVICE, ONE SERVICE FIRST FER THEN ALL LOSS WHO SERVICE, ONE SERVICE FIRST FER THEN ALL SERVICE OF THE SERVICE FIRST FER THEN ALL SERVICE OF THE SERVICE FIRST FIRST FOR THE SERVICE FIRST FI PPT 25" AND SAMLLER SYALL BE CLASS 350 DATES. PPT. MITS TOLLY RESIDAN LOWIS DATE SY AND LOWERT SYALL BE INCORPOSE CLASS 150, TO CA CALENT THE STATE LIBED AND COARTS SYEE PPT OR AS SYSTEMS.

# TRACT MAP NO. 20207 IN THE CITY OF RIALTO

THESH ?

E EASTON STREE

# EASTON STREE

# PRIMITE BYCANER'S NOTICE TO CONTRACTOR:

THE EXPENSE ALL CLASS OF A VIEW ORDSCORES UNTIL 1995. MAJOR STREETS OFFICE OF THE SECRET OF A VIEW IF THE A VIEW INTERPRETATION OF THE A VIEW INTERPRETATION OF THE A VIEW INTERPRETATION OF THE A VIEW OF THE A VIEW INTERPRETATION OF THE A VIEW INTER

CONSTRUCTOR DESIGNATION PRODUCTOR OF ACCOUNTS OF ACCOU

# UNIUTHORIZED CHANCES AND USES

PUBLIC UTLANT EMERGET

PROPERTY LINE

ABBREVATIONS N/R AFREES NO

MONTY MAP

R BASE LINE MOAD

THE DIGITIES PREPARENT RESS PLANS NO. NOT BE RESPONSEDE FOR THE LANEL THE PRODUCED COUNTEST BY ON USES OF MESS PLANS ALL CHANGS TO THE PLANS LICET BE AN INSTITUTE AND AUST DE WINDRED BY THE PREPARENT OF THESE PLANS.

F CONSTRUCTION HAS NOT COMMENCED WITHIN THE (2) YOURS OF THE CHEMIST HAVE ANY SHOWN THE PRESENTED TO BUT SYSTEMS FOR PENETRY AND ADDRESS OF THE PENETRY FOR PENETR WATER LIKES TO BE HISTALLED CHL!! AFTER THE COMPLETION OF CONDESSE CLASS AND GATTER.

MIEN SENEZ IS SIBERT TO THE CLIMBAT CEDIMET RULES AND REDULATION ANY AMERICANS DESIGNATION

CONSTRUCTION TO BE IN ACCORDANCE INTO THE MIST INVLEY WHEN DESTROY STANDANDS FOR DOMESTIC WHEN FACILIES!

# DUCTRE ROW PITE NOTES

- RSPECTRY SALL DETERME F ADDITION, THUST BLOOK OF ASSIMANTS al dochle rom phy saul er restrand por osmoci stadulo il do Al cochle rom fitting a bods saul er nedambluy restrand Adioned of plais
- PRECHEZOWAR

LONGON FORES CONTRAL, CA SONTS (SOS) 817-25-6 FAX (RS) 817-35-6

# BACAGER

BY CORPES HAT THEY PLANS AND STEETCHINGS HATE RETAIN DESCRIPTION OF REAL PROPERTY OF A EMPERATURED A STATE OF CLUSTERAL ARD AND AND AND A COLUMN OF MEAL PROPERTY OF CLUSTERAL WAY AND AND A STATE OF CLUSTERAL AND AND A STATE OF CLUSTERAL.

KAN ENGRESTANG, INC.
357 K. SKENDAN STREET, SURE, 117
CONCAN, CA RENSO
PHONE: (851) 278-1600

QUANTITES

REMOVE (7851, DEMO DIO FLUSH OUT, RISTIAL 18" CALSS 250, DUCTAE FROM AND COMMECT TO EXIST, 18" BRITSH LINE

HELVEL IN CLASS 334 DUCTHE FROM

WATER CONSTRUCTION NOTES

(a) - ANTINE 4" DESTREE OF THESE OUT OF THE BREAK IN CO.

BENG A SUBDINISH OF LOT 4 OF THACE MY HIS SCOOL RECISIOD IN BLOCK. WAS AN WAS A BENGIND OF MALUNE OF OFFICIAL RECISION OF THE COTT OF MALUN COUNTY OF SWI PREMIUM STALL OF CAFFORM LOCATED IN SCENEY S. TOWNS IN MALUN S NEXT, SALL HOW DESCRIPTION

# PROFIT LIME OF THE ACCION PERSONAL SOMES SELECT

# MATER

DAS COTREES THAT THESE FLAKE AND SPECIFICATIONS HAVE MIDTA REMEMBED BY AND ACCOUNTED BY THE MEST MALLEY HAVEN DESIGNED AND THAT THE DISTRICT IS THE AND ALLEY TO SAME, IT WITHOUT OIL SEVEN THE LOCATION.

| 23.4                     |   |
|--------------------------|---|
| HESSAE AND SALL BE AVERD |   |
| SERVE CO                 | - |
| 병                        | i |

ACTIVITIES OF A SUREW SHEET IN THE STREET OF A SURE OF A 

(B)— BESTAL 6"78717" CALSS 1841, ARD DACTAE RICH PRE (DA.P.) R. (B)— ASSTALL 16" PLANEDD GATE WAVE FOR PAND STD. (CEDAE PL-1)



쁑

ALMER A SALLAW, RCE SEEN

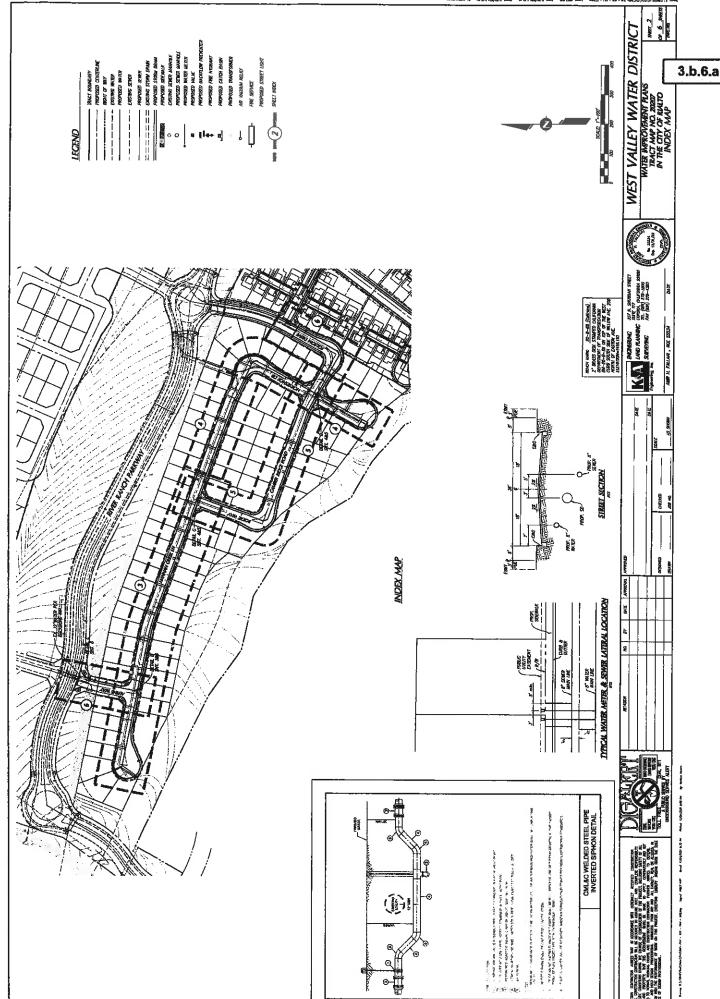
ЗM

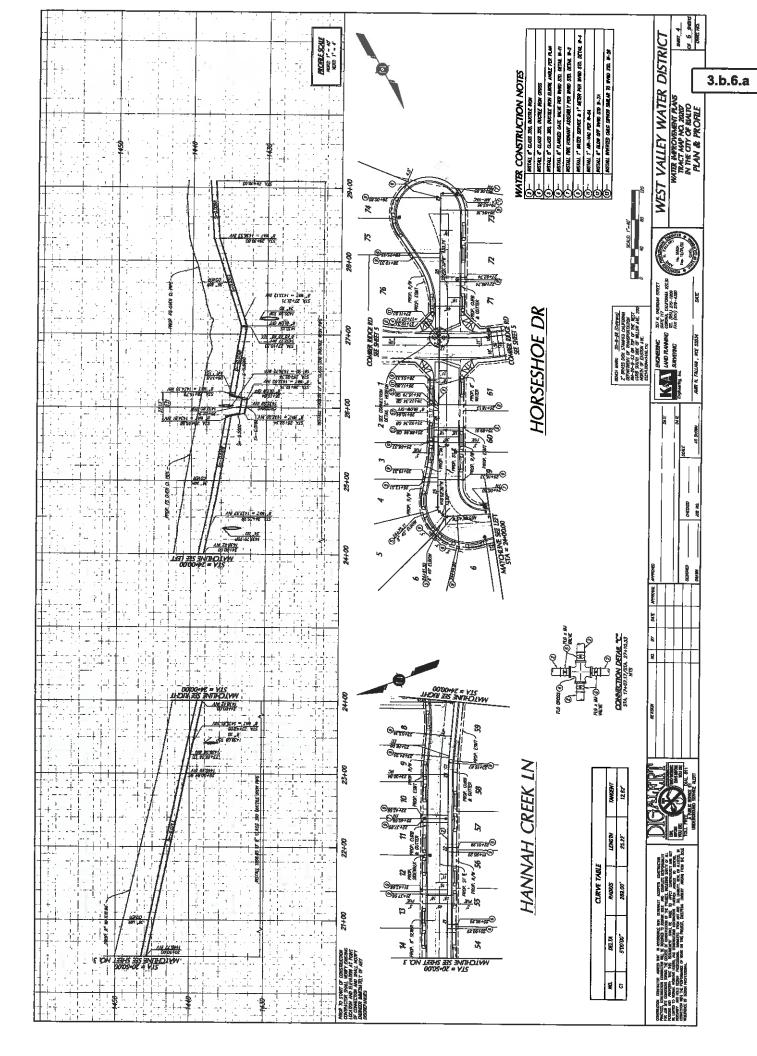
OFFICE

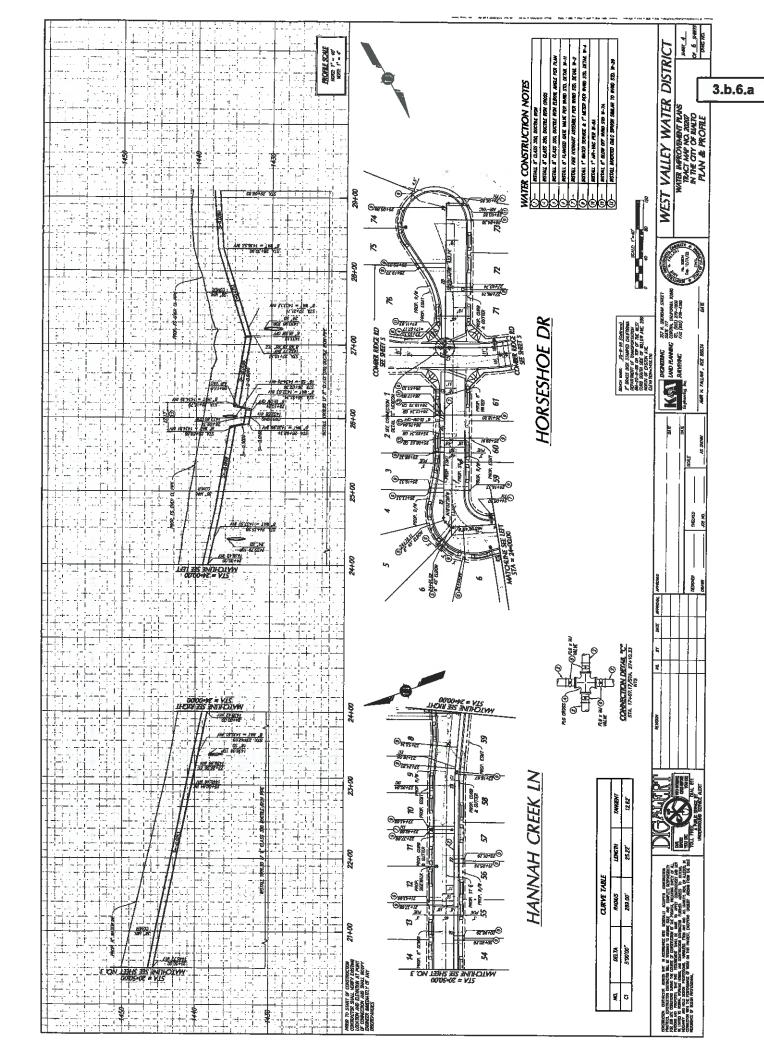
WEST VALLEY WATER DISTRICT WATER BARONESENT RANS TRACT MAP NO. 2020 IN THE CITY OF RANTO TITLE SHEET

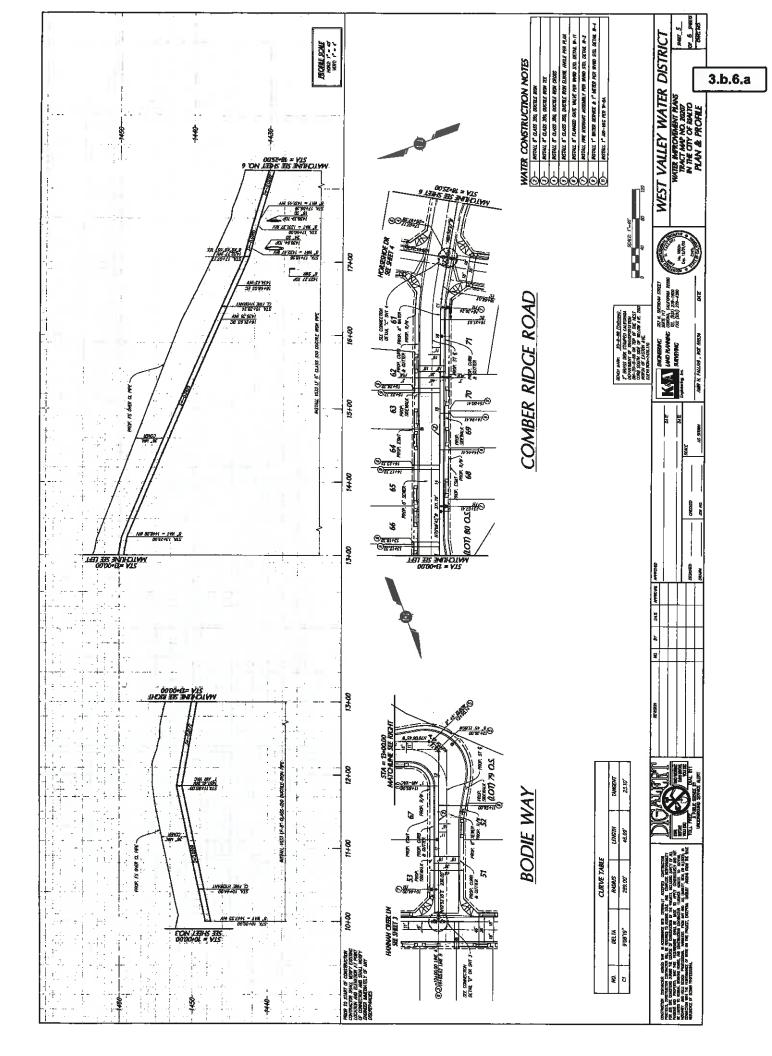
3607 7

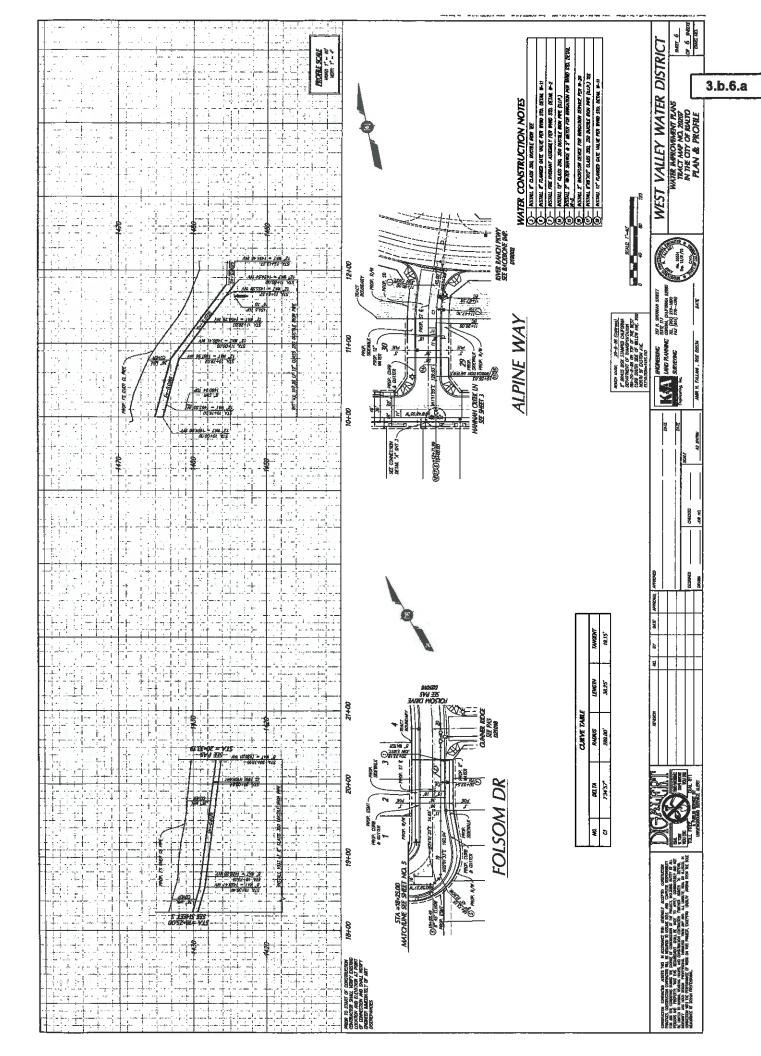
3.b.6.a











# Exhibit C

(to be provided at later date)

# Exhibit D



# CALENDAR YEAR 2022 HOLIDAY SCHEDULE

HOLIDAY DAY OBSERVED

New Year's Day Friday, December 31, 2021

Martin Luther King Jr. Day Monday, January 17, 2022

Presidents Day Monday, February 21, 2022

Memorial Day Monday, May 30, 2022

Independence Day Monday, July 4, 2022

Labor Day Monday, September 5, 2022

Veterans Day Friday, November 11, 2022

Thanksgiving Day Thursday, November 24, 2022

Day after Thanksgiving Friday, November 25, 2022

Day before Christmas Friday, December 23, 2022

Christmas Day Monday, December 26, 2022

New Year's Eve Friday, December 30, 2022



#### BOARD OF DIRECTORS ENGINEERING, OPERATIONS AND PLANNING COMMITTEE STAFF REPORT

DATE:

February 9, 2022

TO:

Engineering, Operations and Planning Committee

FROM:

Shamindra Manbahal, General Manager

SUBJECT:

CONSIDER WATER SYSTEM INFRASTRUCTURE INSTALLATION AND CONVEYANCE AGREEMENT WITH BSREP III SIERRA CASA GRANDE, LLC FOR NORTH SIERRA DISTRIBUTION CENTER ON

SIERRA AVENUE AND CASA GRANDE DRIVE

#### **BACKGROUND:**

BSREP III SIERRA CASA GRANDE, LLC ("Developer") is the owner of land located on the northeast corner of Sierra Avenue and Casa Grande Avenue in the City of Fontana, known as North Sierra Distribution Center ("Development"). The Development consists of an industrial warehouse and office spaces requiring water services.

#### **DISCUSSION:**

The West Valley Water District ("District") and the Developer wish to enter into a Developer-Installed Water System Infrastructure Installation and Conveyance Agreement ("Agreement") within private property and supply water to the Development. This Agreement outlines the responsibilities of the Developer in constructing facilities, including insurance, indemnification and bonding requirements as well as conveyance and acceptance of the water system by the District. Attached as Exhibit A is a copy of the Water System Infrastructure Installation and Conveyance Agreement for this development which also includes the location of the Development.

#### **FISCAL IMPACT:**

No fiscal impact to the District.

#### STAFF RECOMMENDATION:

Staff recommends that this item be submitted for consideration, and that the Board of Directors approve this item and authorize the General Manager to execute the necessary documents.

Respectfully Submitted,

| Shamind      | 20 m | and  | akal  |
|--------------|------|------|-------|
| - many conce | ra m | ano. | 1. 64 |

Shamindra Manbahal, General Manager

AN:ls

#### ATTACHMENT(S):

1. Exhibit A - Water System Infrastructure Installation Agreement

### **EXHIBIT A**

#### WATER SYSTEM INFRASTRUCTURE INSTALLATION AND CONVEYANCE AGREEMENT

This water system infrastructure installation and conveyance agreement ("Agreement") is entered into and effective as of <u>February 17, 2022</u>, by and between **BSREP III SIERRA CASA GRANDE**, LLC ("Developer"), and WEST VALLEY WATER DISTRICT ("District") who agree as follows:

The Developer is the owner of certain land described as **NORTH SIERRA DISTRIBUTION CENTER** and as more fully (or further) shown on <u>Exhibit "A"</u>. In developing this land, the Developer is desirous of obtaining a public water supply adequate for domestic uses and public fire protection purposes and is desirous of integrating that water system into the District's public water system.

In order to provide facilities for a water supply to said land, it is the intention of the parties to this Agreement that the Developer shall furnish and install those water mains, fire hydrants, service laterals, water meters and valves, valve boxes, and all other appurtenant fittings and facilities required for a complete water system to serve the land shown on Exhibit "A".

In order to implement the foregoing and in consideration of the terms and conditions herein contained, the parties further agree as follows:

#### 1. DESIGN

- 1.1. Developer shall design and construct, at the Developer's own expense, the water facilities and appurtenances required to serve the development in accordance with final District-approved plans known as WATER IMPROVEMENT PLANS FOR NORTH SIERRA DISTRIBUTION CENTER, as approved and provided at a later date attached herein as Exhibit "B" and in accordance with District-approved design standards and specifications, and the terms and conditions of this Agreement.
- 1.2. The water system design shall be by a Professional Engineer registered in the State of California, and in accordance with the District's most recent Rules and Regulations (the "Rules and Regulations"), the District's Standards for Domestic Water Facilities and Standard Drawings herein included by reference, all applicable District ordinances and policies and all City, County of San Bernardino, State of California, and Federal laws, ordinances, rules, regulations, codes and other legal requirements of all government bodies having jurisdiction over said construction and property (all of the foregoing requirements in this paragraph being collectively referred to herein at times as "Legal Requirements").
- 1.3. The District, at Developer's expense, shall review Developer's plans for the purpose of ensuring the adequacy of the design and conformance with the District's standards and specifications. The District reserves the right to add, delete, modify, change or amend any or all the plans and specifications.
- 1.4. In the event that the property to be developed includes multiple residential, condominiums, commercial or industrial uses, all site plans, grading plans, and any available plumbing plot plans shall be furnished to the District by Developer.

1.5. The District makes no warranties as to the correctness, accuracy or completeness of the plans and specifications. The accuracy, adequacy, suitability, and correctness of the water system design shall be the sole responsibility of the Developer.

#### 2. CONSTRUCTION

- 2.1. Developer shall perform, or caused to be performed, all construction of the water system infrastructure installation pursuant to the approved water system plans, and all Legal Requirements.
- 2.2 The performance of this Agreement shall commence within ninety (90) calendar days from the date of this Agreement and shall be completed within one (1) year from the estimated construction start date.
- 2.3. Time is of the essence in this Agreement; provided that, in the event good cause is shown therefore, the general manager of the District ("General Manager") may extend the time for completion of the water system installation. Any such extension may be granted without the notice to Developer's surety, and extensions so granted shall not relieve the surety's liability on the bond to secure faithful performance of this Agreement. The General Manager shall be the sole and final judge as to whether or not good cause has been shown to entitle Developer to an extension.
- 2.4. The Developer and its contractor and subcontractors shall attend a preconstruction meeting with the District at the District's headquarters no less than five (5) working days prior to commencement of construction.
- 2.5. No work on water facilities shall commence prior to the completion of all required curbs and gutters.

#### 3. LICENSES AND PERMITS

- 3.1. Developer, and all of Developer's contractors and subcontractors warrants it possesses, or shall obtain, and maintain during the term of this Agreement any and all licenses, permits, qualifications, insurance and approval of whatever nature that are legally required of Developer, its contractors, and all subcontractors to practice its profession, skill or business.
- 3.2. The work to be performed under this Agreement, except meter installations, shall be performed by Developer, or a contractor or subcontractor who is pre-approved by the District and is licensed under the laws of the State of California in the specialty Class of "C-34" Pipeline or Class "A" General Engineering. A copy of the contract between Developer and the selected pre-approved contractor and all subcontractors shall be submitted to the District for review and approval.
- 3.3. Excavation/resurfacing permits shall be secured by Developer at Developer's expense. Permits/easements to install, maintain and operate water system facilities in private property shall be secured by Developer at Developer's own expense prior to construction.

3.4. Developer shall, at Developer's own expense, be responsible for obtaining and adhering to a National Pollution Discharge Elimination System (NPDES) permit from the Regional Water Quality Board as required for construction or pipeline flushing and disinfection.

#### 4. INSURANCE REQUIREMENTS

- 4.1. The following insurance requirements have been adopted by the District and shall be applicable to this Agreement. These requirements supersede the insurance requirements set forth in any other reference of the District, and to the extent of any conflict, the specified requirements herein shall prevail.
- 4.2. Developer shall ensure that Developer's contractors conform to the following insurance requirements and that all required documents are submitted to the District at the time of Agreement submittal: Developer shall ensure that its contractors and all subcontractors shall purchase and maintain insurance in amounts equal to the requirements set forth in (a) through (d) below, and shall not commence work under this Agreement until all insurance required under this heading is obtained in a form acceptable to the District, nor shall Developer allow any contractor or subcontractor to commence construction pursuant to a contract or subcontract until all insurance required of the contractor and any subcontractors has been obtained.
- a. General Liability: Developer shall ensure that its contractor and all subcontractors shall maintain during the life of this Agreement, a standard form of either Comprehensive General Liability insurance or Commercial General Liability insurance ("General Liability Insurance") providing the following minimum limits of liability: Combined single limit of \$1.0 million per occurrence for bodily injury, including death, personal injury, and property damage with \$2.0 million minimum aggregate, separate for this project as evidenced by endorsement. The insurance shall include coverage for each of the following hazards: Premises-Operations; Owners and Contractors Protective; Broad Form Property Damage contractual for Specific Contract; Severability of Interest or Cross-Liability; XCU Hazards; and Personal Injury With the "Employee" Exclusive Deleted.
- b. <u>Automotive/Vehicle Liability Insurance</u>: Developer shall ensure that its contractor and all subcontractors shall maintain a policy of automotive/vehicle liability insurance on a commercial auto liability form covering owned, non-owned and hired automobiles providing the following minimum limits of liability: Combined single limit of liability of \$1.0 million per accident for Bodily Injury, Death and Property Damage ("Automotive/Vehicle Liability Insurance").
- c. <u>Workers' Compensation Insurance</u>: Developer shall ensure that its contractor and all subcontractors shall provide such workers' compensation insurance with statutory minimum amounts of coverage, as required by the California *Labor Code* and other applicable law, and including employer's liability insurance with a minimum limit of \$1,000,000.00 ("Workers' Compensation Insurance"). Such Workers' Compensation Insurance shall be endorsed to provide for a waiver of subrogation against the District.
- d. Excess Liability: Developer shall ensure that its contractor and all subcontractors shall provide a policy providing excess coverage in a face amount necessary when

combined with the primary insurance, to equal the minimum requirements for General Liability Insurance and Automotive/Vehicle Liability Insurance.

- 4.3. The insurances provided for in Section 4.2 and its subsections above are subject to all of the following conditions:
- a. The insurance shall be issued and underwritten by insurance companies acceptable to the District, and shall be licensed by the State of California to do business on the lines of insurance specified. The insurers must also have an "A-" Policyholder's rating" and a "financial rating" of at least Class VII in accordance with the most current A.M. Best's Rating Guide.
- b. Developer's contractor and subcontractors may satisfy the limit requirements in a single policy or multiple policies. Any such additional policies written as excess insurance shall not provide any less coverage than that provided by the first or primary policy.
- c. Any costs associated with a self-insured program, deductibles, or premium rating programs that determine premium based on loss experience shall be for the account of Developer, Developer's contractor and subcontractors, and the District shall not be required to participate in any such loss. If any such programs exist, Developer, Developer's contractor and subcontractors, agree to protect and defend the District in the same manner as if such cost provisions were not applicable.
- d. Developer shall ensure that its contractor and all subcontractors shall have presented at the time of execution of the Agreement, the original policies of insurance and a certificate of insurance naming the District as the certificate holder and that such coverage is in force and complies with the terms and conditions outlined herein.
- e. If an insurance policy contains a general policy aggregate of less than the minimum limits specified, then the policy coverage shall be written with limits applicable solely to this Agreement, as specified, and shall not be reduced by or impaired by any other claims arising against Developer. These policy limits shall be set forth by separate endorsement to the policy.
- 4.4. Each such policy of General Liability Insurance and Automotive/Vehicle Liability Insurance shall contain endorsements providing the following:
- a. The District, their board members, officers, agents, employees, consultants, and engineers, are hereby declared to be additional insureds under the terms of this policy, but only with respect to the operations of the Developer at or upon any of the premises of the District in connection with the Agreement with the District, or acts or omissions of the additional insureds in connection with, but limited to its general supervision or inspection of said operations and save for any claims arising from the sole negligence or sole willful misconduct the District.
- b. No policy shall be canceled, limited, materially altered, or non-renewed by the insurer until thirty (30) days after receipt by the District of a written notice of such cancellation or reduction in coverage.
- c. This insurance policy is primary insurance and no insurance held or owned by the designated additional insureds shall be called upon to cover a loss under this policy.

#### 5. BONDING REQUIREMENTS

- 5.1. Developer shall provide a Contractor's proposal based on the District approved water system plans. The Developer will provide a Contractor's proposal and will be submitted to the District for review and approval at a later date (Exhibit "C"), and shall be used as the basis for bonding requirements for the water system described in the plans provided to the District by the Developer and approved for construction by the District.
- 5.2. Performance Bond: The Contractor's proposal from the Developer for the WATER IMPROVEMENT PLANS FOR NORTH SIERRA DISTRIBUTION CENTER, is TBD DEVELOPER WILL PROVIDE BOND AMOUNT AT A LATER DATE DOLLARS and 00/100 (\$0.00). Developer shall and by this Agreement does guarantee the Developer's faithful performance of this Agreement and all of its terms and conditions. The Developer shall provide the District with a performance bond from a surety institution licensed by the State of California and authorized to do and doing business in said State, valid and renewable until such improvements are accepted by the District. The performance bond shall be in the amount of DEVELOPER WILL PROVIDE BOND AMOUNT AT A LATER DATE TBD DOLLARS and 00/100 (\$0.00) equal to 100 percent of the approved Developer's estimate.
- 5.3. Warranty Bond: The Developer's pre-approved contractor shall furnish a two-year warranty bond for all work completed in accordance with the approved plans. The approved plans will be provided at a later date (Exhibit "B"). Before District's acceptance of the completed water facilities and appurtenances, such facilities and appurtenances shall be free from any and all liens and encumbrances and free from any and all defects in the materials or construction thereof. The two-year warranty shall be a warranty bond beginning on the date of acceptance of the water facilities by the District.

#### 6. MATERIALS

6.1. The water system facilities to be installed pursuant to this Agreement shall become an extension of the distribution system of the District. All materials used must conform to District specifications for such materials pursuant to all applicable Legal Requirements.

#### 7. NOTICES

7.1. All notices herein required shall be in writing, and delivered in person or sent by registered mail, postage prepaid.

7.2. Notices required shall be given to the **District** addressed as follows:

WEST VALLEY WATER DISTRICT

Attn: General Manager Post Office Box 920 Rialto, CA 92377

RE: WATER IMPROVEMENT PLANS FOR NORTH SIERRA DISTRIBUTION CENTER

7.3. Notices required shall be given to Developer addressed as follows:

DEVELOPER NAME: BSREP III SIERRA CASA GRANDE, LLC

c/o Brookfield Properties

ATTN TO: JOHN MORGAN

1180 PEACHTREE STREET NE, SUITE 3380

ATLANTA, GA 30309

RE: WATER IMPROVEMENT PLANS FOR NORTH SIERRA DISTRIBUTION CENTER

7.4. Notices required shall be given to **Surety** addressed as follows:

SURETY NAME: ATLANTIC SPECIALTY INSURANCE COMPANY

ATTN TO: DEBRA WATTERSON

605 HIGHWAY 169 NORTH

PLYMOUTH, MN 55441-6533

RE: WATER IMPROVEMENT PLANS FOR NORTH SIERRA DISTRIBUTION CENTER

- 7.5. Provided that any party or Surety may change such address by notice in writing to the other party, and thereafter, notices shall be addressed and transmitted to the new address.
- 7.6. The Developer or its contractor shall provide the District forty-eight (48) hours advance notice of request for inspection or testing.
  - 7.7. The District is closed on the holidays listed in Exhibit "D".

## 8. NOTICE TO PROCEED TO CONSTRUCT WATER SYSTEM FACILITIES

8.1. Upon acceptance of the insurance and aforementioned bonds in the amounts provided herein and approval by the District and upon payment of all applicable charges, the Agreement shall be signed by Developer and the District. The District shall return an original copy of the signed Agreement with a letter to Developer giving notice to proceed to construct the water system facilities.

#### 9. INSPECTION

9.1. It is understood that the sole purpose and intent of the District's inspection and testing is to validate that the materials, workmanship, and construction of the water facilities are in

compliance with the District-approved final plans, the District's Rules and Regulations, the Standards for Domestic Water Facilities, the Standard Drawings, and all other applicable District requirements. Developer acknowledges and represents that it assumes full and sole responsibility for the safety and management of the project.

- 9.2. Developer shall at all times maintain proper facilities and provide safe access for inspection by the District to all parts of the work and to the shops wherein the work is in preparation. Additionally, in connection with the performance of this Agreement, the District shall have the authority to enter the work site at any time for the purpose of identifying the existence of conditions, either actual or threatened, that may present a danger of hazard to any and all employees. Developer agrees that the District, in its sole authority and discretion, may order the immediate abatement of any and all conditions that may present an actual or threatened danger or hazard to any and all employees at the work site. Furthermore, Developer acknowledges the provisions of California *Labor Code* Section 6400 et seq., which requires that employers shall furnish employment and a place of employment that is safe and healthful for all employees working therein. In the event the District identifies the existence of any condition that presents an actual or threatened danger or hazard to any or all employees at the work site, the District is hereby authorized to order an immediate abatement of that condition.
- 9.3. All work and materials shall be subject to inspection, testing, and acceptance by the District at Developer's expense. In the event Developer arranges to have materials fabricated for the project, Developer may be required to arrange for the District to inspect that material during fabrication at Developer's expense.
- 9.4. All material fabrications shall be preapproved by the District and must conform to District standards and specifications.
- 9.5. The District's inspectors shall have full, unlimited access to perform continuous inspection and have the authority to stop work at any time, by written notice, without any liability whatsoever to the District, if, in the inspectors' judgment, the work called for by this Agreement, or the District approved plans, or the specifications is not being installed or performed in a satisfactory and workmanlike manner according to District's standards and specifications and/or in the event the materials do not comply with the District's standards and specifications.
- 9.6. Final acceptance of all material to be purchased or fabricated by Developer under this Agreement shall be made only with the prior approval of the District. Approval by the District, however, shall not operate to relieve the material supplier or Developer of any guarantees, warranties, or the duty of compliance with any of the requirements of the approved plans and specifications or of this Agreement. All construction pursuant to this Agreement shall be inspected pursuant for conformity with District requirements. Developer shall pay actual costs for inspections.

#### 10. TESTING AND DISINFECTION

10.1. All water system facilities and components constructed pursuant to this Agreement shall adhere to all requirements for testing, disinfection, and flushing pursuant to District standards and Legal Requirements.

#### 11. RELOCATIONS, RECONSTRUCTIONS, AND DAMAGES

11.1. Developer accepts the responsibility for and the costs occasioned by any reconstruction, relocation, damages to, or changes of water services or facilities caused or contributed to directly or indirectly by any subsequent changes in the location of any of said facilities or water meters or water services.

#### 12. AS-CONSTRUCTED DOCUMENTATION

12.1. In order for the District to accept the facilities, Developer shall provide all required documentation as specified in the Standards for Domestic Water Facilities, including As-Built drawings.

#### 13. INDEMNIFICATION

- 13.1. Developer hereby agrees to and shall protect, defend, indemnify and hold the District and its board members, officers, agents, employees, and engineers free and harmless from any and all liability losses, damages, claims, liens, demands and cause of action of every kind and character including, but not limited to, the amounts of judgments, penalties, interests, court costs, attorney's/legal fees, and all other expenses incurred by the District arising in favor of any party, including claims, liens, debts, demands for lost wages or compensation, personal injuries, including employees or the District, death or damages to property (including property of the District) and without limitation by enumeration, all other claims or demands of every character occurring or in any way incident to, in connection with or arising directly or indirectly out of the obligations herein undertaken or out of the operations conducted by Developer save and except claims or litigation arising through the sole negligence or sole willful misconduct of the District or the District's agents and employees. Developer shall investigate, handle, respond to, provide defense for and defend any such claims, demand, or suit at the sole expense of Developer even if the claim or claims alleged are groundless, false or fraudulent. Developer agrees to, and shall defend the District and its members, directors, officers, agents, employees, and engineers from any suits or actions at law or in equity for damages caused, or alleged to have been caused, by reason of any of the aforesaid operations, provided as follows:
- a. That the District does not and shall not waive any rights against Developer which it may have by reason of the aforesaid hold harmless agreement, because of the acceptance by the District, or the deposit with District by Developer, or any of the insurance policies described in this Agreement.
- b. That the aforesaid hold harmless agreement by Developer shall apply to all damages and claims for damages of every kind suffered, or alleged to have been suffered, by reason of any or the aforesaid operations referred to in this subsection, regardless of whether or not District has prepared, supplied water system installation, or regardless of whether or not such

insurance policies shall have been determined to be applicable to any such damages or claims for damages.

This provision is not intended to create any cause of action in favor of any third party against Developer or the District or to enlarge in any way Developer's liability but is intended solely to provide for indemnification of the District from liability for damage or injuries to third persons or property arising from Developer's performance hereunder.

13.2. Neither Developer nor any of Developer's agents, contractors or subcontractors are, or shall be, considered to be agents of the District in connection with the performance of Developer's obligations under this Agreement.

#### 14. REPAIR OR RECONSTRUCTION OF DEFECTIVE WORK

14.1. If, within a period of two years after final acceptance of the work performed under this Agreement, any structure or part of any structure furnished and/or installed or constructed, or caused to be installed or constructed by Developer, or any of the work done under this Agreement, fails to fulfill any of the requirement of this Agreement or the specifications referred to herein, Developer shall, without delay and without any cost to District, repair or replace or reconstruct any defective or otherwise unsatisfactory part or parts of the work structure. Should Developer fail to act promptly or in accordance with this requirement, or should the exigencies of the situation as determined by the District in the exercise of its sole discretion require repair, replacement or reconstruction before Developer can be notified, District may, at its option, make the necessary repairs or replacements or perform the necessary work, and Developer shall pay to the District the actual cost of such repairs.

#### 15. COSTS AND FEES

- 15.1. Developer shall be responsible for all fees and deposits as required by the District. All fees and deposits, shall be paid in full prior to the execution of this Agreement and before construction can take place.
- 15.2. Any additional costs and fees shall be paid in full prior to conveyance and acceptance of the water system.

#### 16. CONVEYANCE AND ACCEPTANCE OF WATER SYSTEM

- 16.1. Upon completion of the water system in accordance with the approved water plans and submission of the required documentation, the Developer shall convey the water system to the District.
- 16.2. The Developer shall be responsible for insuring the pre-approved contractor furnish an irrevocable letter of credit to the District or a warranty bond (One Hundred (100%) of Developer's estimate) for a period of two years as stated in Sections 5.3 of this Agreement, asbuilt drawings with contractor redlines and AutoCAD files, materials list with quantities, labor, equipment, and materials, water system cost breakouts, compaction test report signed and sealed by a California Registered Engineer, notice of completion filed with San Bernardino County Recorder, fire flow tests of all hydrants, all required easements for water facilities and

unconditional financial release from subcontractors and material providers, Upon compliance with all the terms and conditions of this Agreement, the District shall prepare the conveyance agreement accepting the water facilities and forward same to the address provided herein. Title to the ownership of said facilities and appurtenances shall thereby be conveyed to the District. The District shall thereafter operate and maintain said facilities so as to furnish water service to the development (Exhibit "A") in accordance with the District's ordinances, policies and Rules and Regulations.

#### 17. PERMANENT WATER SERVICE

17.1. In no event shall permanent water services be provided to Developer's installed system until all applicable charges and fees have been paid by Developer and all facilities have been conveyed, free of all encumbrances, to the District, including any easements which may be required. Such conveyance shall occur in a timely manner in accordance with the terms of this Agreement.

#### 18. BREACH OR DEFAULT OF AGREEMENT

- 18.1. If Developer refuses or fails to obtain prosecution of the work, or any severable part thereof, with such diligence as will insure its completion within the time specified, or any extension thereof, or fails to obtain completion of said work within such time, or if Developer should be adjudged as bankrupt, or Developer should make a general assignment for the benefit of Developer's creditors, or if a receiver should be appointed in the event of Developer's insolvency, or if Developer, or any of Developer's contractors, subcontractors, agents or employees, should violate any of the provisions of this Agreement, the District's General Manager or the General Manager's designee may serve written notice upon Developer and Developer's surety of breach of this Agreement, or of any portion therefore, and default of Developer.
- 18.2. In the event of any such notice, Developer's surety shall have the duty to take over and complete the work and the improvement herein specified; provided, however, that if the surety, within five (5) days after the serving upon of such notice of breach, does not give the District written notice of its intention to take over the performance of the contract, and does not commence performance thereof within five (5) days after notice to the District of such election, District may take over the work and prosecute the same to completion, by contract or by any other method District may deem advisable, for the account and at the expense of Developer, and Developer's surety shall be liable to the District for any excess cost or damages occasioned District thereby; and, in such event, District, without liability for so doing, may take possession of, and utilize in completing the work, such materials, appliances, plant and other property belonging to Developer as may be on the site of the work and necessary therefore.

#### 19. SUCCESSORS BOUND

19.1. This Agreement shall be binding upon and inure to the benefit of each of the parties and their respective legal representatives, successors, heirs, and assigns.

[CONTINUED ON NEXT PAGE]

#### 20. ENFORCEMENT OF PROVISIONS

WEST VALLEY WATER DISTRICT

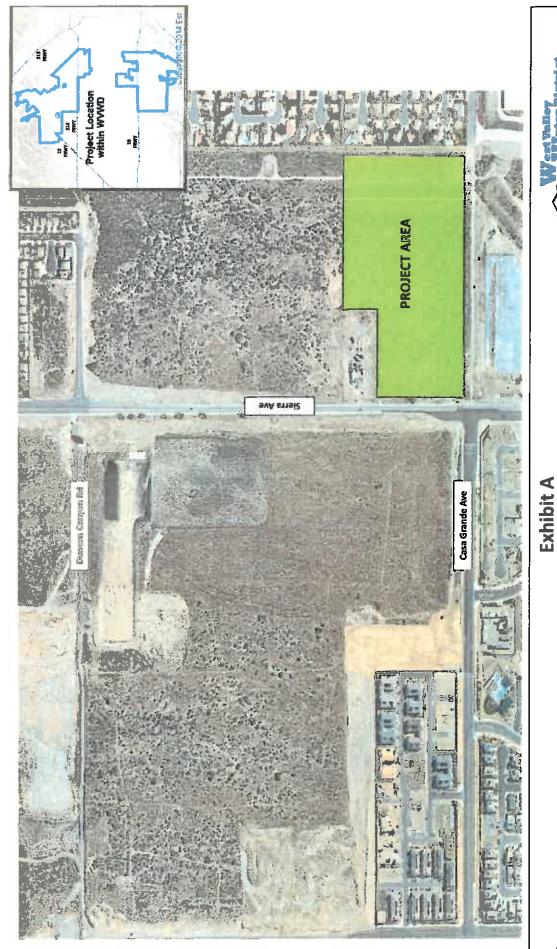
**Authorized Agent** 

20.1. The District's failure to enforce any provisions of this Agreement or the waiver thereof in any instance shall not be construed as a general waiver or relinquishment on its part of any such provision, but the same shall nevertheless be and remain in full force and effect.

IN WITNESS WHEREOF, the parties hereto execute this Agreement.

| Ву:  | Shamindra Manbahal, General Manager                              | Date: | _ |
|------|--|-------|---|
| DEVI | ELOPER:  |       |   |
|      | CP III SIERRA CASA GRANDE LLC,<br>ware limited liability company |       |   |
| Ву:  | Adam Schmid, Vice President                                      | Date: |   |

# Exhibit A





North Sierra Distribution Center

# Exhibit B

# WATER NOTES

- PPE 10" MID SUMLER SHALL BE CLASS 380 OUCHLE PPECK CLASS 190, 10 BA. COMPIGN. LEATH AND CARDLE. PPE SEATER THAI 12" SHALL BE CLASS 340 LACES 150, 10 BA. COMPIGN LINED AND CLASS 150, 10 BA. COMPIGN LINED AND CLASS 150, 10 BA. COMPIGN LINED AND
- THE STATE CHARGE SHALL BE THE CHARGE OF BEHALLY THE SHALL BY A THE SHALL BY A SHALL WHEN THE SHALL BE SHALL BE
- WATER SERVEC LATERALS SHALL BY TERMINATED 12" REDING NEAR OF FUTURE CARS. In city limits terminate 12" refining fature socialal.
- THE HYDRANTS SHALL RE F X 4" X 2" / CONFINCED BOD ON EXHAUTE PRINTED WITH ONE CONFINE PROBLEM, THE 4" STEAMEN CHILLES SHALL IS THE PROBLEMANT TO THE CHILL OF THE
- DEPTH OF COMER FOR WATER SCHAOL LATERALS SHALL BE WITHOUT SOY, FOR WATER WAN'S TO AND SAMLLES SHALL BE WINHAM SOY, FOR 12" AND LAYEDS FOR SAML. BE WINHAM AS "OR AS SPECIFIED ON PLANE. ALL MEASUREMENTS FROM FINISH PARCH CHANGE.
- all water mans shall be filibeto and dedecated per away standards cost prior to use after restallation or redain. COMPINICION TO BE IN ACCOMDANCE WITH THE MEST VALLEY WATER DISTRICT STANDARDS FOR DOMESTIC WATER FACULTIES."

- WATER SERVICE IS SUBJECT TO THE CURRENT DISTRICT MULES AND RECULATIONS AND ANY ARRESPONDES THERETO.
- 10. If DONSTRUCTION HAS NOT COMMEDICED WITHIN TWO (2) YEARS OF THE DISTRICT AFFICACIO, DATE, THIS PLAN SHALL BE RESUMBITED TO THE DISTRICT FOR REYEN AND APPROVAL.

**(B)** 

- THE USE OF A FIRE FLAR CONNECTED TO THE DISTINCT'S DISTRIBUTION SYSTEM IS PROPERTED WINDOY THE USE OF A BREAK TANK.
- PATERLINE WILL BE INSTALLED ONLY ATTER THE CONSTRUCTION OF CONCRETE CLARGE AND AND AND SUTTER.
  - CONTRACTOR TO FURNISH 2 YEAR WARRANTY BOND FOR ALL WATER FACILITIES RESTALLED WITH THIS PLAN.

THE TOTAL AND THE ROOM OF THE WERNEST OF THE THE TOTAL OF THE WERNEST OF CAUNTED OF THE TOTAL OF TOTAL OF THE TOTAL OF THE TOTAL OF TOTAL OF THE TOTAL OF TOTAL OF THE TOTAL OF LEGAL DESCRIPTION:
THE LAYD RETENED TO RESTRAND IN THE CITY OF FORTING, COLORTY OF BURNAMED, STATE OF CHATRING, AND IS DESCRIPTOR. AS TOLLINGS.

EXCEPTING THEREFORM THAT FORTICH AS CONNETED TO THE CITY OF FINITIANA, A MARKEPAL CORPORATION, BY DEALBYT RECORDED INV. 17, 2004 AS NETHEMBERT NO. 2004—054-1957 OF OFFICIAL RECORDS.

ALSO EXCEPT THEREFROM THE NOWTH 30 FEET.

HAREST E. NOT GENERAL OF A CONTROL OF THE SUPPRESS CHARTS OF THE SUPPRESS CHARTS OF THE SUPPRESS CHARTS OF THE SUPPRESS CHARTS CHARTS OF THE SUPPRESS OF THE S EXISȚINI THERETOUR THAT PORTICAL COMMENTO IN FEE TO THE CITY OF FORTLAND. A MANASTAL, CORPORATION AS DESCRIBED 11 A GRANT DEED RECORDED 43.Y 19, 2004. AS METRIMENT THE SECONDED, 43.Y 19, 2004. AS METRIMENT THE THE COLUMN. SERVI ALL SECTIONS OF THE PRESENCE OF A PRINCE OF THE PRINCE OF CONTROL TO THE PARTY OF T

Phi: UZ34—161—35—0—000 (AFFCTS PARCEL A); 0635—161—26—0—000 (AFFCTS VARCEL S)

# NOTICE TO CONTRACTOR: CONTRACTOR SHALL YERPY LOCATIONS AND TO CONSTRUCTION

BRUSS CLF IN THE CONCINTE BROSS OF THE SOUTH LESS OF AN SEE TOWN SAC ROWN OF MEMBERS, CLE MELES NOWN OF SAN SOME NOW, 2,455 MESS NEST OF SEERN AMERICA BEWOON - 1428,800" (NOVO '29)

A METER TO THE THE SERVICE STATES OF THE SER

COMPACTOR CONTENTS AND THE WAY OF ACCORDING THE ROBBIN VARIOUS CONTENTS OF A MATERIA CONTENTS OF A CONTENTS OF A

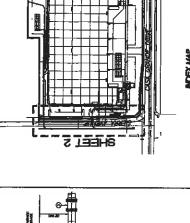
CAR TOLL FREE

# DISTRICT WATER IMPROVEMENT PLANS WEST VALLEY WATER

# (NEC OF SIERRA AVE. AND CASA GRANDE DR.) MORTH SIERRA DISTRIBUTION CENTER



HIDEX OF SHEETS
THE SPEET
WITH MPRINGENENT PLAN



| SHEET |  |
|-------|--|

| ON NOTES |
|----------|
|          |
| CONST    |
| است      |

NGE NO. 38155 EDP. 12/31/2

SIGNATURE OF DESIGN ENGINEES

The Centres that wild in Just Was and specifications have been revenue by a and decently by the Wast Walley for with departing the That the defined is walled and and to shoppy waith to serve the location.

WATER



څ 

CALAC WELDED STEEL PIPE INVERTED SIPHON DETAIL

PRINT NAME OF FRE AGENCY PERSONNEL SIGNAG BELOW

SUNAXME OF FRE ALENCY

FRE PROTECTION SYSTEM REVIEWED AND APPROVED BY:

낊

CITY OF FONTAN

WEST VALLEY WATER DISTRICT 17/22

WATERLINE IMPROVEMENT PLANS FOR

NORTH SIERRA DISTRIBUTION CENTER 5267 SIERRA AVE., FONTANA, CA 92337

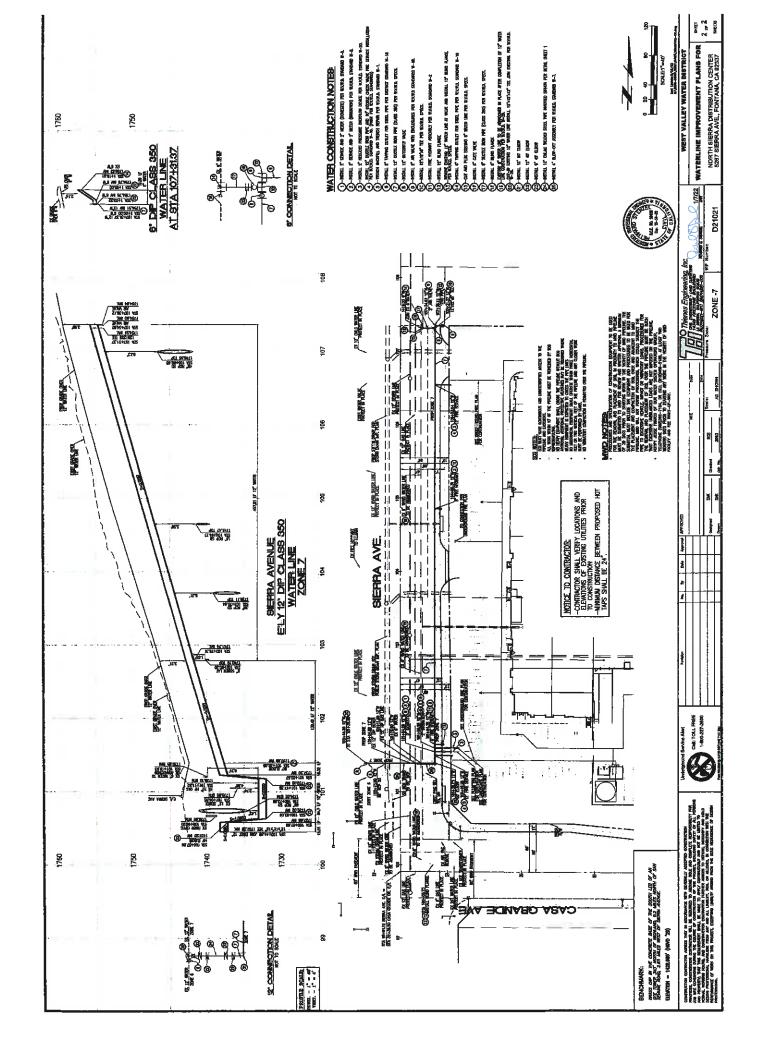
D21021

ZONE -7

\*\*

The state of the s

1 or 2



# Exhibit C

(to be provided at later date)

# Exhibit D



# CALENDAR YEAR 2022 HOLIDAY SCHEDULE

| HOLIDAY | DAY OBSERVED |
|---------|--------------|
|         |              |

New Year's Day Friday, December 31, 2021

Martin Luther King Jr. Day Monday, January 17, 2022

Presidents Day Monday, February 21, 2022

Memorial Day Monday, May 30, 2022

Independence Day Monday, July 4, 2022

Labor Day Monday, September 5, 2022

Veterans Day Friday, November 11, 2022

Thanksgiving Day Thursday, November 24, 2022

Day after Thanksgiving Friday, November 25, 2022

Day before Christmas Friday, December 23, 2022

Christmas Day Monday, December 26, 2022

New Year's Eve Friday, December 30, 2022