

ALC06265

TYPE OF RECORD:	PERMANENT
CATEGORY OF RECORD:	DEVELOPMENT IMPROVEMENTS AGREEMENT
NAME OF CONTRACTOR:	AMERICAN LUTHERAN CHURCH
PROJECT / SUBDIVISION:	631 26 ½ ROAD
PARCEL NO:	2945-023-00-001
FILE #:	SPR-2005-304
CITY DEPARTMENT:	PUBLIC WORKS AND PLANNING
YEAR:	2006
EXPIRATION DATE:	NONE
DESTRUCTION DATE:	NONE

RECEIVED

MAY 23 2006

DEVELOPMENT IMPROVEMENTS AGREEMENT

COMMUNITY DEVELOPMENT
DEPT.)

1. **Parties:** The parties to this Development Improvements Agreement "Agreement") are American Lutheran Church, ("Developer") and the **City of Grand Junction**, Colorado ("City").

For valuable consideration, the receipt and adequacy of which is acknowledged, the Parties agree as follows:

2. **Effective Date:** The Effective Date of the Agreement shall be the date that it is signed by the Community Development Director, which shall be no sooner than recordation of the final plat or final plan approval whichever first occurs.

RECITALS

The Developer seeks permission to develop property, described on Exhibit A attached and incorporated by this reference ("the Property" or "Property"). The Property, known as 631 26-1/2 Road, has been reviewed and approved under Community Development file # SPR-2005-304 ("Development" or "the Development").

The City seeks to protect the health, safety and general welfare of the community by requiring the completion of various improvements to the Property and limiting the harmful effects of substandard development.

A further purpose of this Agreement is to protect the City from the cost of completing necessary improvements itself; this Agreement is not executed for the benefit of materialmen, laborers or others providing work, services or material to the Developer and/or the Property or for the benefit of the owner(s), purchaser(s) or user(s) of the Property.

The mutual promises, covenants and obligations contained in this Agreement are authorized by state law, the Colorado Constitution and City's land development ordinances and regulations.

DEVELOPER'S OBLIGATION

3. **Improvements:** The Developer shall design, construct and install, at its own expense, those on-site and off-site improvements listed on Exhibit B attached and incorporated by this reference ("Improvements" or "the Improvements").

3a. On and after the Effective Date of this Agreement the Developer agrees to pay the City for its Administration and Inspection of the Development. The hourly rate for those services is \$45.00/hour. Administration and Inspection includes but is not limited to the time expended by the City's planner, engineer, construction inspector and attorney in directing, advising, correcting and enforcing by means other than litigation, this agreement and/or the approved development plan. Making disbursements and

calling/collecting Guarantees are Administration and Inspection services and shall be charged at \$45.00/hour. See, paragraph 19 concerning attorneys' litigation fees.

3b. The scope of this project is such that the City may have to engage independent consultants(s) to adequately provide inspection services; Developer agrees to pay such costs, in addition to all others for which Developer is responsible hereunder.

3c. The Developer's obligation to complete the Improvements is and shall be independent of any obligations of the City contained herein.

4. Security: To secure the performance of its obligations under this Agreement the Developer shall supply a guarantee. The Developer is required to post security in an amount of \$113,927.28 (120% of the amount for the Improvements) in a form and with terms acceptable to the City ("Guarantee"). The Guarantee shall be in the form of a cash deposit made to the City, a letter of credit or a disbursement agreement in a form and with content approved by the City Attorney. The Guarantee specific to this Agreement is attached as Exhibit C and is incorporated by this reference as if fully set forth.

Select one: Cash _____ Letter of Credit (LOC) _____ Disbursement Agreement X

5. Standards: The Developer shall construct the Improvements according to the City's standards and specifications.

6. Warranty: The Developer shall warrant the Improvements for one year following Acceptance by the City. "Warrant" or "Warranty" as used herein means the Developer shall take such steps and incur such costs as may be needed so that the Improvements or any portion or phase thereof as repaired and/or replaced, shall comply with the Development's construction plans and/or site plan, City standards and specifications at the end of the warranty period. The Developer shall warrant each repaired and/or replaced Improvement or any portion or phase thereof for one year following Acceptance of such repair and/or replacement.

6a. Upon Acceptance the Developer shall provide a Maintenance Guarantee in an amount of \$18,987.88 (Line G2, Exhibit B, City Security).

6b. The Maintenance Guarantee shall be secured by a letter of credit, cash escrow or other form acceptable to the City.

7. Commencement, Completion and Abandonment Periods: The Developer shall commence work on the Improvements within 30 days from the ~~(letter of either)~~ the Effective Date of this Agreement ~~(or the resolution of the negotiations regarding the ownership of land situated directly south of the developed parcel)~~ that date is known as the "Commencement Date."
RBE JAS

7a. The Developer shall complete the Improvements by the end of the twelfth month from the Commencement Date of this Agreement; that date is known as the "Completion Date."

7b. The Developer shall not cease construction for any period of more than 60 consecutive days. If construction is ceased for 60 or more consecutive days the Director may deem the Development abandoned ("the Abandonment Period").

7c. The Commencement date and the Completion Date are as follows [refer to paragraph #7 above for notation regarding Commencement Date]:

Commencement Date: AUGUST 31, 2006
Completion Date: AUGUST 31, 2007 X

8. Compliance with Law: The Developer shall comply with all applicable federal, state and local laws, ordinances and regulations when fulfilling its obligations under their Agreement. When necessary to protect the public health, safety or welfare, the Developer shall be subject to laws, ordinances and regulations that become effective after the Effective Date.

9. Notice of Defect: The Developer by and through his/her/its engineer shall provide timely written notice to the issuer of the Guarantee and the Director when the Developer and/or his/her/its engineer has knowledge, that an Improvement or any part or portion of any Improvement either does not conform to City standards or is otherwise defective.

9a. The Developer shall correct all non-conforming construction and/or defects within thirty (30) days from the issuance of the notice by his/her/its engineer of a/the defect.

10. Acceptance of Improvements: The City shall not accept and/or approve any or all of the Improvements until the Developer presents a document or documents for the benefit of the City showing that the Developer owns the Improvements in fee simple, or as accepted by the City Attorney, and that there are no liens, encumbrances or other restrictions on the Improvements other than those that have been accepted by the City Attorney.

10a. Approval and/or acceptance of any Improvement(s) does not constitute a waiver by the City of any right(s) that it may have on account of any defect in or failure of the Improvement that is detected or which occurs after approval and/or acceptance.

10b. Acceptance by the City shall only occur when the City Engineer, sends a writing to such effect ("Acceptance").

11. Reduction of Security: Upon Acceptance of any Improvement(s) the amount which the City is entitled to draw on the Guarantee shall be reduced by an amount of \$94,939.40 (Line G1, Exhibit B, Total Improvement Costs).

11a. At the written request of the Developer, the City shall execute a certificate verifying Acceptance of the Improvement and thereafter waiving its right to draw on the Guarantee to the extent of such amount. A Developer in default under this Agreement has no right to such certification.

12. Use of Proceeds: The City shall use funds deposited with it, drawn or guaranteed pursuant to this Agreement only for the purpose of completing the Improvements or correcting defects in or failure of the Improvements or paying Administration and Inspection fees.

13. Events of Default: The following conditions, occurrences or actions shall constitute a default by the Developer:

13a. Developer's failure to complete each portion of the Improvements on or before the Completion Date;

13b. Developer's failure to demonstrate reasonable intent to correct defective construction of any Improvements within the applicable warranty period;

13c. Developer's insolvency, the appointment of a receiver for the Developer or the filing of a voluntary or involuntary petition in bankruptcy respecting the Developer. In such event the City may immediately declare a default without prior notification to the Developer;

13d. Notification to the City, by any lender with a lien on the Property, of a default by Developer on any obligation to such lender. In such event, the City may immediately declare a default without prior notification to the Developer.

13e. With regard to the Property or any portion thereof: initiation of any foreclosure action regarding any lien or encumbrance; or initiation of mechanics lien(s) procedure(s); or assignment or conveyance of the Property in lieu of foreclosure. In such event the City may immediately declare a default without prior notification to the Developer.

13f. Notification to the City from the bank issuing the Guarantee that it will not renew the Guarantee at a time when security is still required hereunder and no substitute collateral acceptable to the City has been provided by the Developer.

13g. Except as provided, the City may not declare a default until written notice has been sent to the Developer at the address shown in the development file. Notice is and shall be deemed effective two calendar days after mailing thereof by first class United States mail, postage prepaid.

14. Measure of Damages: The measure of damages for breach of this Agreement by the Developer shall be the reasonable cost of satisfactorily completing the Improvements, plus reasonable expenses. Expenses may include but are not limited to contracting costs, collection costs and the value of planning, engineering, legal and administrative staff time devoted to the collection/completion of the Improvements. For Improvements upon which construction has not begun, the estimated costs of the Improvements as shown on Exhibit B shall be *prima facie* evidence of the minimum cost of completion; however, the maximum amount of the Developer's liability shall not be established by that amount or the amount of the Guarantee.

15. City's Rights Upon Default: When any event of default occurs, the City may draw on the Guarantee or proceed to collect any other security to the extent of the face amount of the Guarantee less eighty percent (80%) of the estimated cost (as shown on Exhibit B) of all Improvements for which the City has given its Acceptance and no warranty work is reasonably required. The City may also exercise its rights to disbursement of loan proceeds or other funds under the City improvements disbursement agreement.

15a. The City shall have the right to complete Improvements itself or it may contract with a third party for completion.

15b. The Developer grants to the City, its successors, assigns, agents, contractors and employees, a nonexclusive right and easement to enter the Property for the purposes of constructing, reconstructing, maintaining, inspecting and repairing the Improvements.

15c. The City may assign the proceeds of the Guarantee or other funds or assets that it may receive in accordance with this Agreement to a subsequent developer or lender that has acquired the Property by purchase, foreclosure or otherwise.

15d. That developer or lender shall then have the same rights of completion as the City if and only if the subsequent developer or lender agrees in writing to complete or correct the Improvements and provides to the City reasonable security for that obligation.

15e. These remedies are cumulative in nature and are in addition to any other remedies the City has at law or in equity.

16. Indemnification: The Developer expressly agrees to indemnify and hold the City, its officers, employees, agents and assigns ("City") harmless from and against all claims, costs and liabilities of every kind and nature, for injury or damage received or sustained by any person or entity in connection with or on account of the performance or non-performance of work at the Property and/or the Improvements and/or the Development that is being done pursuant to this Agreement.

16a. The Developer further agrees to aid and defend the City in the event that the City and/or the Improvements is named as a defendant in an action concerning the performance of work pursuant to this Agreement except for a suit wherein the Developer states claim(s) against the City.

16b. The Developer is not an agent, partner, joint venturer or employee of the City.

17. No Waiver: No waiver of any provision of this Agreement by the City shall be deemed or constitute a waiver of any other provision nor shall it be deemed or constitute a continuing waiver unless expressly provided for by a written amendment to this Agreement signed by both the City and the Developer; nor shall the waiver of any default under this Agreement be deemed a waiver of any subsequent default or defaults of the same type. The City's failure to exercise any right under this Agreement shall not constitute the approval of any wrongful or other act by the Developer or the acceptance of any Improvement.

18. Amendment or Modification: The parties to this Agreement may amend or modify this Agreement only by written instrument executed on behalf of the City by the City Manager or his designee and by the Developer or his/her/its authorized officer. Such amendment or modification shall be properly notarized before it may be deemed effective.

19. Attorney's Fees: Should either party be required to resort to litigation to enforce the terms of this Agreement, the prevailing party, plaintiff or defendant, shall be entitled to costs, including reasonable attorney's fees and expert witness fees, from the opposing party. The City shall be entitled to claim the value of its in-house attorneys at the rate of \$125.00 per hour. If relief is awarded to both parties the attorney's fees may be equitably divided between the parties by the decision maker.

20. Vested Rights: This Agreement does not guarantee, represent or certify that the Developer is entitled to any other approval(s) required by the City, before the Developer is entitled to commence development beyond the scope of this Agreement or to transfer ownership of the Property being developed.

21. Integration: This Agreement, together with the exhibits and attachments thereto constitutes the entire Agreement between the parties. No statement(s), promise(s) or inducements(s) that is/are not contained in this Agreement shall be binding on the parties.

22. Third Party Rights: No person or entity who or which is not a party to this Agreement shall have any right of action under or be a beneficiary of this Agreement.

23. Time: For the purpose of computing the Abandonment Period and Commencement and Dates, such times in which war, civil disasters or acts of God occurs or exist shall not be included if such prevents the Developer or City from performing its obligations under the Agreement. The Developer must notify the City in writing if/when it asserts impossibility of performance under this paragraph. The City

may reject the Developer's assertion, if it finds, in writing that the condition(s) that the Developer asserts do not exist.

24. Severability: If any part, term or provision of this Agreement is held by a court of competent jurisdiction to be illegal or otherwise unenforceable, such illegality or unenforceability shall not affect the validity of any other part, term or provision. The rights of the parties shall be construed as if the part, term or provision was never part of the Agreement.

25. Benefits: The benefits of this Agreement to the Developer are personal and may not be assigned without the express written approval of the City. Such approval may not be unreasonably withheld but any unapproved assignment is void.

25a. Notwithstanding the foregoing, the burdens of this Agreement are personal obligations of the Developer and also shall be binding on the heirs, successors and assigns of the Developer and shall be a covenant(s) running with the Property.

25b. There is no prohibition on the right of the City to assign its rights under this Agreement.

25c. Upon written request from the Developer the City shall expressly release the original Developer's Guarantee and/or contract obligations if it accepts new security from any developer or lender who obtains the Property, however, no other act of the City shall constitute a release of the original Developer from his liability under this Agreement.

25d. When the City has issued its Acceptance regarding the Improvements, the City agrees to state the same in writing, with appropriate acknowledgments.

25e. The City shall sign a release only after all warranty periods, as extended by litigation, repair or alteration work, have expired.

26. Notice: Any notice required or permitted by this Agreement shall be deemed effective two calendar days after deposit with the United States Postal Service, first class, postage prepaid and addressed as follows:

If to Developer: American Lutheran Church
c/o Cory Beck, Building Committee Co-Chair
PO Box 1176
Grand Junction, CO 81502
970-245-3169
970-245-6545 [fax]
centclm@bresnan.net [email]

Cc: American Lutheran Church
c/o Brian Bergum, Senior Pastor
730 Bunting Avenue
Grand Junction, CO 81501
970-242-7835
970-242-7774 [fax]
pastorb@alcgj.org [email]

If to City: Office of the City Attorney
250 North 5th Street
Grand Junction, CO 81501

Cc: Community Development Department
250 North 5th Street
Grand Junction, CO 81501

27. Recordation: Developer shall pay the costs to record a memorandum of this Agreement (Exhibit D) in the records of the Mesa County Clerk and Recorder's Office. The Developer may, at his/her/its option record the entire agreement.

28. Immunity: Nothing contained in this Agreement constitutes a waiver of the City's sovereign or other immunity under any applicable law.

29. Personal Jurisdiction and Venue: Personal jurisdiction and venue for any action commenced by either party to this Agreement whether arising out of or relating to the Agreement, the Guarantee, the Maintenance Guarantee or any action based arising out of or under this Agreement shall be deemed to be proper only if such action is commenced in Mesa County, Colorado.

29a. The Developer expressly waives his/her/its right to bring such action in or to remove such action to any other court whether state or federal.

30. Liability before Acceptance: The City shall have no responsibility or liability with respect to any street or other Improvement(s), notwithstanding the use of the same by the public, unless the street or other Improvement shall have received Acceptance by the City.

30a. If the City allows a street to be constructed in stages, the Developer of the first one-half street opened for traffic shall construct the adjacent curb, gutter and sidewalk in the standard location and shall construct the required width of pavement from the edge of gutter on the side of the street nearest the property to enable an initial two-way traffic operation without on-street parking.

30b. Developer shall also construct and pay for end-transitions, intersection paving, drainage facilities and adjustments to existing utilities necessary to open the street to traffic.

30c. The City shall not issue its written Acceptance with regard to any Improvement(s) including any street, storm drainage facility, sewer, water facility or other required Improvement(s), until the Developer:

- (i) furnishes to the City Engineer as-built drawings in reproducible form, blue line stamped and sealed by a professional engineer and in computer disk form and copies of results of all construction control tests required by City specification;
- (ii) provides written evidence to the City Engineer under signature of a qualified expert that the earth, soils, lands and surfaces upon in and under which the Improvement(s) have been constructed or which are necessary for the Improvements are free from toxic, hazardous and other regulated substances or materials;
- (iii) provides written evidence to the City Attorney that the title to lands underlying the Improvements are free and clear from all liens and encumbrances, except those items and encumbrances which may be approved in writing by the City Attorney; and
- (iv) provides written evidence, certified by the Developer's engineer, that the work was systematically inspected and tested and that the materials and the compaction of the materials that are required to be compacted, were in conformance with City-approved plans and specifications.

By: Cherry D. Beck 5/12/06
Developer Date
Cherry D. Beck, Council President
Name (printed)

Corporate Attest:

Name Date

City of Grand Junction
250 North Fifth Street
Grand Junction, CO 81501

Kathleen M. Postum 7-25-06
Community Development Dept. Date

5/11/2006

TYPE LEGAL DESCRIPTION BELOW, USING ADDITIONAL SHEETS AS NECESSARY.
USE SINGLE SPACING WITH A ONE INCH MARGIN ON EACH SIDE.

EXHIBIT A

All that part of the NE $\frac{1}{4}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 2, Township 1 South,
Range 1 West of the Ute Meridian, lying South of the right of way of the
Grand Valley Irrigation Company Canal;
EXCEPT all that part as conveyed by deed recorded December 8, 1950 in Book 537 at Page
338, for highway purposes;
EXCEPT all that part as conveyed by deed recorded March 14, 1952 in Book 562 at Page 526;
AND EXCEPT the East 30.00 feet thereof as conveyed to the City of Grand Junction by deed
recorded January 8, 2004 in Book 3566 at Page 173, Reception No. 2171294 and corrected by
Deed recorded January 12, 2004 in Book 3567 at Page 133, Reception No. 2171640.

EXHIBIT B

IMPROVEMENTS COST ESTIMATE

DATE: 05/11/06

DEVELOPMENT NAME: American Lutheran Church

LOCATION: 631 26-1/2 Road, Grand Junction, CO 81506

PRINTED NAME OF PERSON PREPARING: Mike Davis - FCI Constructors, Inc.

Item #	Item Description	Unit	Quantity	Unit Price	Extended Price
A SANITARY SEWER					
	Not Applicable	NA	0	\$0.00	\$0.00
	Subtotal Part A Sanitary Sewer				\$0.00
B DOMESTIC WATER					
	Not Applicable	NA	0	\$0.00	\$0.00
	Subtotal Part B - Domestic Water				\$0.00
C1 STREETS					
1	___ PVC Utility/Irrigation sleeves "	LF	0	\$0.00	\$0.00
2	___ PVC Utility/Irrigation sleeves "	LF	0	\$0.00	\$0.00
3	Reconditioning - Site Concrete	SY	470	\$2.20	\$1,034.00
3	Reconditioning - Asphalt Paving	SY	1,360	\$1.20	\$1,632.00
4	Aggregate Base Course (Class 5) (9" Compacted Thickness)	TN	650	\$16.40	\$10,660.00
5	Aggregate Base Course (Class 6) (6" Compacted Thickness)	SY	1,597	\$5.50	\$8,783.50
6	Aggregate Base Course (Class 6) (4" Compacted Thickness)	SY	336	\$4.35	\$1,461.60
7	Hot Bituminous Paving, Grading (1-1/2" Thick)	SY	1,411	\$6.85	\$9,665.35
8	Hot Bituminous Paving, Grading (1-1/2" Thick)	SY	1,411	\$6.85	\$9,665.35
9	Hot Bituminous Paving, Patching	SY	0	\$0.00	\$0.00
10	Geotextile	SY	0	\$0.00	\$0.00
11	Concrete Curb (___ Wide by ___" High) "	LF	0	\$0.00	\$0.00
12	Concrete Curb and Gutter (2' wide)	LF	0	\$0.00	\$0.00
13	Concrete Curb and Gutter (1.5' wide)	LF	0	\$0.00	\$0.00
14	Monolithic, Vertical Curb, Gutter and Sidewalk (6'-6" Wide)	LF	0	\$0.00	\$0.00
15	Drive Over Curb, Gutter, and Sidewalk (6'-6" Wide)	LF	605	\$21.00	\$12,705.00
16	Concrete Sidewalk (___' Wide)	LF	0	\$0.00	\$0.00
17	Concrete Gutter and Driveway Section (___" Thick)	SY	0	\$0.00	\$0.00
18	Concrete Drainage Pan (___' Wide, ___" Thick)	LF	0	\$0.00	\$0.00

C1 STREETS [continued]					
19	Concrete Corner Fillet	SY	0	\$0.00	\$0.00
20	Concrete Curb Ramp	SY	0	\$0.00	\$0.00
21	Complete Concrete Corner	SY	0	\$0.00	\$0.00
22	Concrete Driveway (___ Thick) "	SY	0	\$0.00	\$0.00
23	Driveway/Concrete Repair	SY	0	\$0.00	\$0.00
24	Retaining Walls	LF	0	\$0.00	\$0.00
25	Street Signs	EA	1	\$225.00	\$225.00
26	Striping (New, Remove/Replace)	LF	0	\$0.00	\$0.00
27	Street Lights	EA	0	\$0.00	\$0.00
28	Signal Construction or Reconstruction	LS	0	\$0.00	\$0.00
29	Flowable Fill	CY	0	\$0.00	\$0.00
30	Sleeves, _____	_____ PVC	0	\$0.00	\$0.00
Subtotal Part C1 - Streets					\$55,831.80
C2 BRIDGES					
	Not Applicable	NA	0	\$0.00	\$0.00
Subtotal Part C2 - Bridges					\$0.00
D1 EARTHWORK					
1	Mobilization	LS	0	\$0.00	\$0.00
2	Clearing and Grubbing	LS	1	\$3,000.00	\$3,000.00
3	Unclassified Excavation	CY	950	\$5.70	\$5,415.00
4	Unclassified Embankment	CY	950	\$5.70	\$5,415.00
5	Silt Fence	LF	800	\$2.75	\$2,200.00
6	Watering (Dust Control)	LS	1	\$2,500.00	\$2,500.00
Subtotal Part D1 - Earthwork					\$18,530.00
D2 REMOVALS AND RESETTING					
1	Removal of Asphalt	SY	18	\$12.00	\$216.00
2	Removal of Miscellaneous Concrete	SY	0	\$0.00	\$0.00
3	Remove Curb and Gutter	LF	0	\$0.00	\$0.00
4	Removal of Culverts	LF	0	\$0.00	\$0.00
5	Remove Structures	EA	0	\$0.00	\$0.00
6	Remove Signs	EA	0	\$0.00	\$0.00
7	Remove Fence	LF	0	\$0.00	\$0.00
8	Adjust Manhole	EA	2	\$350.00	\$700.00
9	Adjust Valvebox	EA	0	\$0.00	\$0.00
10	Relocate or Adjust Utilities	LS	0	\$0.00	\$0.00
Subtotal Part D2 - Removals & Resetting					\$916.00
D3 SEEDING AND SOIL RETENTION					
1	Sod	SY	0	\$0.00	\$0.00
2	Seeding (Native)	SY or AC	0	\$0.00	\$0.00
3	Seeding (Bluegrass/Lawn)	SY or AC	0	\$0.00	\$0.00
4	Hydraulic Seed and Mulching	SY or AC	0	\$0.00	\$0.00
5	Soil Retention Blanket	SY	0	\$0.00	\$0.00
Subtotal Part D3 - Seeding & Soil Retention					\$0.00

D4 STORM DRAINAGE FACILITIES					
1	Finish Grading (incl. Channels, Swales, and Ponds)	CY	0	\$0.00	\$0.00
2	12" HDPE Storm Drain Pipe	LF	12	\$32.30	\$387.60
3	15" HDPE Storm Drain Pipe	LF	9	\$62.00	\$558.00
4	_____ Storm Drain Pipe	LF	0	\$0.00	\$0.00
5	_____ Storm Drain Pipe	LF	0	\$0.00	\$0.00
6	_____ Storm Drain Pipe	LF	0	\$0.00	\$0.00
7	___ Flared End Section	EA	0	\$0.00	\$0.00
8	___ Flared End Section	EA	0	\$0.00	\$0.00
9	48" Storm Drain Manhole	EA	0	\$0.00	\$0.00
10	60" Storm Drain Manhole	EA	0	\$0.00	\$0.00
11	72" Storm Drain Manhole	EA	0	\$0.00	\$0.00
12	Manhole with Box Base	EA	0	\$0.00	\$0.00
13	Connection to Existing MH	EA	0	\$0.00	\$0.00
14	Single Curb Opening Storm Drain Inlet	EA	2	\$1,800.00	\$3,600.00
15	Double Curb Opening Storm Drain Inlet	EA	0	\$0.00	\$0.00
16	Area Storm Drain Inlet	EA	0	\$0.00	\$0.00
17	Detention Area Outlet structure	EA	0	\$0.00	\$0.00
18	Rip-Rap D50= _____ "	CY	0	\$0.00	\$0.00
19	Sidewalk Trough Drain	EA	0	\$0.00	\$0.00
20	Pump Systems including Electrical	LS	0	\$0.00	\$0.00
Subtotal Part D4 - Storm Drainage Facilities					\$4,545.60
E1 IRRIGATION					
1	Connect to Existing Pipe	LS	0	\$0.00	\$0.00
2	12" SDR-35 Irrigation Pipe	LF	61	\$26.00	\$1,586.00
3	_____ " _____ Irrigation Pipe	LF	0	\$0.00	\$0.00
4	Fittings and Valves	LS	0	\$0.00	\$0.00
5	Services	EA	0	\$0.00	\$0.00
6	Pump System and Concrete Vault	LS	0	\$0.00	\$0.00
7	Irrigation Structure	EA	0	\$0.00	\$0.00
8	Vacuum Relief and/or Air Release Valve	EA	0	\$0.00	\$0.00
*	5'-0" Wide x 6" Concrete Cap Slab	LF	60	\$30.00	\$1,800.00
Subtotal Part E1 - Irrigation					\$3,386.00
E2 LANDSCAPING					
1	Design/Architecture	LS	0	\$0.00	\$0.00
2	Earthwork	CY	60	\$8.00	\$480.00
3	Hardscape Features	LS	0	\$0.00	\$0.00
4	Plant Material & Planting	LS	1	\$800.00	\$800.00
5	Irrigation System	LS	1	\$2,400.00	\$2,400.00
6	Curbing	LF	0	\$0.00	\$0.00
7	Retaining Walls & Structures	LS	0	\$0.00	\$0.00
8	1 Year Maintenance Agrmnt.	LS	0	\$0.00	\$0.00
9	Topsoil		0	\$0.00	\$0.00
Subtotal Part E2 - Landscaping					\$3,680.00

F MISCELLANEOUS ITEMS					
1	Construction staking/surveying	LS	1	\$1,200.00	\$1,200.00
2	Developer's inspection cost		0	\$0.00	\$0.00
3	General construction supervision		0	\$0.00	\$0.00
4	Quality control testing:				
	Soils Compaction Testing	LS	1	\$500.00	\$500.00
	Concrete Testing	LS	1	\$500.00	\$500.00
	Asphalt Testing	LS	1	\$500.00	\$500.00
5	Construction traffic control	LS	1	\$3,000.00	\$3,000.00
6	City inspection fees	LS	1	\$250.00	\$250.00
7	As-builts	LS	1	\$600.00	\$600.00
*	Site Clean-up	LS	1	\$1,500.00	\$1,500.00
Subtotal Part F - Miscellaneous Items					\$8,050.00

G COST SUMMARY	
1	Total Improvement Costs \$94,939.40
2	City Security (20%) \$18,987.88
3	Total Guarantee Amount \$113,927.28

NOTES:

1. All prices shall be for items complete in place and accepted.
2. All pipe prices shall include excavation, pipe, bedding, backfill, and compaction.
3. Water main shall include pipe, excavation, bedding, backfill, bends, and appurtenances not itemized elsewhere.
4. All concrete items shall include Aggregate Base Course where required by the drawings.
5. Fill in the pipe type for irrigation pipe and sleeves.
6. Reconditioning shall be calculated to at least 6" outside of back of walk on both sides.
7. Units can be changed if desired, simply annotate what is used.
8. Additional lines or items may be added as needed.

Cherry D. Beck 5/12/06
 Signature of Developer Date
 (If corporation, to be signed by President and attested to by Secretary together with the corporate seals.)

I have reviewed the estimated costs and time schedule shown above and, based on the construction drawings submitted to date and the current cost of construction, I take no exception to the above.

Rich Harris 6/26/06
 City Development Engineer Date

Kathleen M. Pordum 7-25-06
 Community Development Date

DISBURSEMENT AGREEMENT
(Improvements Guarantee)

DEVELOPER: American Lutheran Church

BANK: US Bank

PROPERTY: 631 26-1/2 Road, Grand Junction, CO 81506

DISBURSEMENT AMOUNT: For the construction of improvements to the Property in an amount not to exceed \$113,927.28.

This Agreement is entered into by and between **American Lutheran Church** ("Developer"), **US Bank** ("Bank") and the City of Grand Junction, Colorado ("City").

RECITALS

Developer has been required by the City to construct certain **½-street** improvements to **Northacres Road** ("Improvements") in accordance with the Zoning and Development Code, Improvements Agreement and subdivision approval.

The Bank has agreed to loan funds to the Developer for construction of the Improvements.

The City Engineer has approved an estimate of the costs of the Improvements and that amount or an amount not to exceed **\$94,939.40**, whichever is greater, shall be referred to as the "Funds."

The parties desire to secure the full and complete performance of the developer's obligations and to secure that the Funds are disbursed only to pay for the Improvements.

NOW, THEREFORE, THE PARTIES AGREE:

1. **BANK PROMISES.** Bank shall dedicate or set aside the Funds on behalf of Developer and for the City's benefit within twenty-four hours of execution of this Disbursement Agreement.

Bank warrants: that the Funds are to be held in trust solely to secure Developer's obligations under the Improvements Agreement; that the Bank shall act as agent of the City in holding the Funds; that the Funds will not be paid out or disbursed to, or on behalf of, the Developer except as set forth in this document and/or as set forth in the Improvements Agreement; and that the Bank may not modify or revoke its obligation to disburse funds to or on behalf of the Developer or the City. The Bank warrants that the Funds are and will be available exclusively for payment of the costs of satisfactory completion of the Improvements.

2. **DISBURSEMENT PROCEDURES.** The Funds shall be advanced for payment of costs incurred for the construction of Improvements on the Property in accordance with the Improvements List/Detail attached to the Improvements Agreement, the terms of which are incorporated by this reference. All disbursements must comply with the following

procedures:

(a) **Request for Advance.** Developer shall deliver to the Bank a written request for the disbursement of funds on forms acceptable to the Bank. Such requests shall be signed by Developer, Developer's General Contractor, Project Engineer and Architect, if applicable, and the City Engineer. By signing the request for disbursement the Developer is certifying: that all costs for which the advance is being requested have been incurred in connection with the construction of the Improvements on the Property; that all work performed and materials supplied are in accordance with the plans and specifications submitted to and approved by the City; that the work has been performed in a workmanlike manner; that no funds are being requested for work not completed, nor for material not installed; the Project Engineer has inspected the Improvements for which payment is requested; and that such improvements have been completed in accordance with all terms, specifications and conditions of the approved plans. Attached hereto is the list of those individuals, and their respective signatures, required to sign the above described request(s) for disbursement of funds.

(b) **Documentation, Waivers and Checks.** Each request for disbursement of funds shall be accompanied by: (i) one original and one copy of each invoice to be paid; (ii) checks drawn on Developer's construction loan account with the Bank, made payable to the payee(s) and for the amount of each invoice presented for payment; (iii) lien waivers in a form approved by the Bank prepared for signature by each payee; and (iv) postage paid envelopes addressed to each payee for the mailing of checks presented to the Bank.

The Bank shall verify its receipt of all lien waivers relating to any prior disbursements, which lien waivers shall be properly executed and contain no alterations or modifications from those lien waivers that have been previously presented to the Bank.

Upon approval by Developer, the Project Engineer and the Bank of the invoices being presented to the Bank, the Bank shall advance funds into the checking account designated for the payment of the invoices and mail the checks to the payee(s) in the envelopes presented to the Bank, together with lien waivers and copies of supporting invoices.

Under no circumstances shall the Bank make a disbursement for the payment of an invoice if it in good faith believes that: (i) the work has not been completed; (ii) the work has not been completed in a workmanlike manner; (iii) written approval has not been received from the Project Engineer; or (iv) any lien waiver has been altered or modified or has not been returned to the Bank.

(c) **Default.** Upon default of the Developer on any obligation to the Bank or under the Improvements Agreement, the Bank shall disburse no funds to, or at the direction of, the Developer except to the City under the terms of the Improvements Agreement. The Bank shall immediately notify the City, in writing, of any event of default or event of default as provided for in the Improvements Agreement and/or as provided herein.

(d) **Disbursement to City.** In the event the Improvements are not satisfactorily and timely constructed, or upon any default or event of default, the City Engineer shall notify the Bank to immediately cease disbursement of funds to the Developer and disburse the

full amount of the remaining undisbursed funds to the City. Upon such notice, the Bank shall promptly honor the demand of the City Engineer to disburse the Funds to the City or a third party or parties designated in writing by the City. Upon final completion and acceptance of the performance required under the Improvements Agreement, the City shall refund to the Bank any funds disbursed, if any, which are not actually expended to pay all costs, expenses and liabilities, including attorney fees, incurred in completing the Improvements.

3. **DEVELOPER CONSENT:** The Developer, by the signature of (name & title), consents to disbursements and other actions authorized and provided for by the terms of this Agreement and/or the Improvements Agreement.

4. **LIABILITY FOR LOSS:** If the Bank fails to disburse funds in accordance with the procedures set forth, and the City suffers loss or damage, the Bank shall be liable to the City for the City's direct and consequential damages and all fees, costs and expenses, including attorney's fees.

5. **BINDING EFFECT:** This Agreement shall be binding on the heirs, successors, receivers and assigns of all parties and shall terminate when the City has accepted the Improvements and has recorded a release of the Improvements Agreement.

6. **IMMUNITY:** Nothing contained in this Agreement constitutes a waiver of the City's sovereign immunity under applicable state law.

Dated this 18 day of May, 2002

(BANK)
By: Karen M. Ararster
(title) Relationship Manager

Address 422 White Ave.
CO Co 81501

(DEVELOPER)
By: Cherry D. Beck
Cherry D. Beck, Council President


American Lutheran Church
730 Bunting Avenue
Grand Junction, CO 81501

CITY OF GRAND JUNCTION
By: Kathleen M. Peterson
Asst. Director of Community Development

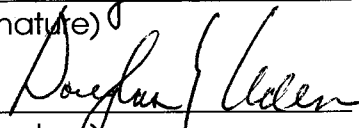
Pursuant to the terms of the foregoing Disbursement Agreement (Improvements Guarantee) by and between **American Lutheran Church** (Developer), **US Bank** as Bank, and the City of Grand Junction, the following are the individuals authorized to sign written requests for the disbursement of the Funds:

DEVELOPER:

Cherry D. Beck, Council President

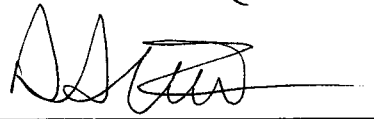

(signature)

Doug Aden, Building Committee Financial Coordinator


(signature)

DEVELOPER'S GENERAL CONTRACTOR:

Dave Ash, Project Manager


(signature)

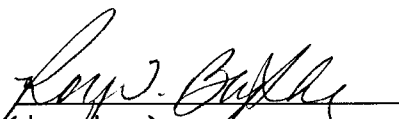
DEVELOPER'S PROJECT ENGINEER:

Mark Austin, Civil Engineer


(signature)

DEVELOPER'S ARCHITECT:

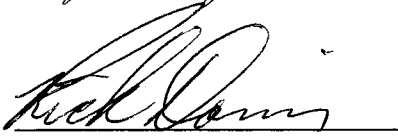
Roy Blythe, Architect


(signature)

CITY ENGINEER:

Kent Marsh, City Development Engineer

RICK DORRIS


(signature)



Canal Storm Pipe
Worksheet for Circular Channel

Project Description	
Project File	m:\projects\1001.0002 american luthern church\documents\capacity.fm2
Worksheet	Canal Storm Pipe
Flow Element	Circular Channel
Method	Manning's Formula
Solve For	Full Flow Slope

Input Data	
Mannings Coefficient	0.013
Diameter	18.00 in
Discharge	10.00 cfs

Results	
Channel Slope	0.009064 ft/ft
Depth	18.0 in
Flow Area	1.77 ft ²
Wetted Perimeter	4.71 ft
Top Width	0.00 ft
Critical Depth	1.22 ft
Percent Full	100.00
Critical Slope	0.009207 ft/ft
Velocity	5.66 ft/s
Velocity Head	0.50 ft
Specific Energy	FULL ft
Froude Number	FULL
Maximum Discharge	10.76 cfs
Full Flow Capacity	10.00 cfs
Full Flow Slope	0.009064 ft/ft

RECORDING MEMORANDUM
Exhibit D

City of Grand Junction
Community Development Department
Community Development File: # SPR-2005-304

2329690 BK 4211 PG 304
07/26/2006 02:40 PM
Janice Ward CLK&REC Mesa County, CO
RecFee \$5.00 SurChg \$1.00

This memorandum relates to and confirms that certain Development Improvements Agreement and/or Maintenance Guarantee concerning land in Mesa County, Colorado. The Agreement is by and between American Lutheran Church (Developer) and the City of Grand Junction (City) pertaining to construction of new ALC building & associated site improvements (Project), located at 631 26-1/2 Road; Grand Junction, CO 81506.

(Subject subdivision is more particularly depicted and described in the recording found at Plat Book N/A, Pages N/A.)

The Developer of the Project was required by law to install and construct certain public and private improvements, the completion of which was guaranteed by a Development Improvements Agreement and/or Maintenance Guarantee. The Project is required to be constructed in accordance with the approval by the City pursuant to and in accordance with the Zoning and Development Code all as more fully detailed and described in City of Grand Junction development file # SPR-2005-304.

The Developer and the City of Grand Junction by and through the signatures of the undersigned have determined and agreed to the type, quality and amount of improvements required and/or necessitated by the approval of the Project and that the improvements are guaranteed by and through the Development Improvements Agreement and/or Maintenance Guarantee. Furthermore, the Developer and the City agree that the Development Improvements Agreement and/or Maintenance Guarantee are contractual in nature and that the obligations under the Development Improvements Agreement and/or Maintenance Guarantee shall not be assigned except as provided in the agreement(s).

By virtue of this notice being recorded in the land records of the Mesa County Clerk and Recorder, subsequent owners and/or those that claim by, through or under the Developer are on notice of the Developer's obligations under the agreement(s).

NOW THEREFORE, the Developer and an official of the City of Grand Junction, both possessing and representing by their signatures that they possess sufficient authority, do hereby memorialize the relative, rights and obligations contained in the Development Improvement Agreement and/or Maintenance Guarantee herein characterized.

DEVELOPER:

By: Cherry D. Beck 5/12/06
Date

(Print Name) Cherry D. Beck, Council President

CITY OF GRAND JUNCTION:

In accordance with the above, I hereby certify that the Development Improvement Agreement and/or Maintenance Guarantee are made of record by this memorandum and that the same may be inspected and/or copied at the City of Grand Junction, Community Development Department, 250 N. 5th Street, Grand Junction Colorado.

Kathleen M. Portman 7-25-06
Community Development Department Date

5/11/2006



December 19, 2007

American Lutheran Church
Attn: Doug Aden
631 26 ½ Road
Grand Junction, CO 81506

Reference: American Lutheran Church, SPR-2005-304

RE: Notice of Initial Acceptance -
Project Name: American Lutheran Church
Project Number: SPR-2005-304

The Developer is hereby notified that all requirements for the initial acceptance for the Project have been fulfilled. The Developer is responsible for all materials and workmanship for all of the public infrastructure improvements constructed or installed as part of the Project for one year following the initial acceptance date. Except that improvements under the jurisdiction of other entities, such as water districts and sewer districts shall be subject to the warranty requirements of those entities.

The City will conduct a warranty inspection of the project prior to the end of the one-year warranty period. The Developer will be required correct any deficiencies noted during the warranty period. If a deficient item requires replacement or major repairs the warranty for that item, the Development Improvement Agreement, the Maintenance Agreement and the full financial guarantee shall be extend by one year from the date the item is repaired or replaced.

Initial acceptance date / begin warranty period: November 1, 2007.

Form of financial guarantee: LOC
Amount of financial guarantee: \$18,987.88

Sincerely,

**Rick
Dorris**

Digitally signed by Rick Dorris
DN: cn=Rick Dorris, o=City of
Grand Junction Colorado,
ou=Public Works and Planning,
email=rickdo@gjcity.org, c=US
Date: 2007.12.19 17:09:38
-0700

Rick Dorris, PE
City Development Engineer

Electronic copy:

Ronnie Edwards, Associate Planner
Ted Eyl, Development Inspector
Doug Cline, Streets Manager
David Van Wagoner – Street System

Ron Key – Water Distribution System
Larry Brown – Sewage Collection System
Chris Spears – Storm Drainage System



SPK 2005 304

U.S. BANK NATIONAL ASSOCIATION
INTERNATIONAL DEPARTMENT
111 S.W. FIFTH AVE., SUITE 500, PD-OR-T5CE
PORTLAND, OREGON 97204 U.S.A.
TEL: (503) 275-6059, Toll Free: (866) 359-2503
SWIFT: USBKUS44PDX FAX: (503)275-5132

City of Grand Junction
c/o Director of Community Development
250 N. 5th Street
Grand Junction, CO 81501

Irrevocable Letter of Credit No. SLCPPDX04080
Dated: December 13, 2007
Expiration: March 12, 2009 subject to the automatic extensions stated below

Dear Sirs:

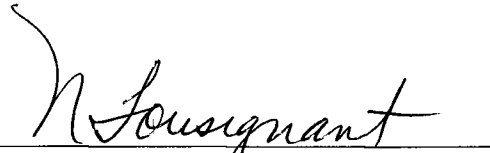
We hereby establish our Irrevocable Letter of Credit No. SLCPPDX04080 in favor of the City of Grand Junction at the request of and for the account of The American Lutheran Church of Grand Junction, Colorado, 631 26 1/2 Road, Grand Junction, CO 81506 in the amount of Eighteen Thousand Nine Hundred Eighty-Seven and 88/100 (\$18,987.88) U.S. Dollars.

This Letter of credit is subject to the following terms and conditions:

- 1) it is effective upon signature;
- 2) it expires on March 12, 2009 subject to the automatic extensions discussed below;
- 3) this Letter of Credit is available by sight draft(s) drawn and marked "Drawn under U.S. Bank National Association Letter of Credit No. SLCPPDX04080 dated December 13, 2007";
- 4) this Letter of Credit is established for the use and benefit of the City of Grand Junction by reason of the The American Lutheran Church of Grand Junction, Colorado being obligated to pay or perform in accordance with the provision of the Grand Junction Zoning and Development Code;
- 5) the following statement signed by an authorized designee of the City of Grand Junction must accompany the sight draft;
- 6) **"The American Lutheran Church of Grand Junction, Colorado (Developer) has failed to comply with the terms, conditions, provisions and requirements of the Grand Junction Zoning and Development Code and/or plans, specifications or agreements relating to the construction of improvements required by the City of Grand Junction. The monies received from this drawing are required to construct those improvements. The City of Grand Junction therefore requests the payment of \$ _____.**
- 7) It is a conditions of this Letter of Credit that it will be automatically extended for a period of six (6) months from the present or any future expiration dated unless:
 - a) the underlying obligation has been performed, released or satisfied, (b) this Letter of Credit has been called in full or (c) the Bank notified the City of Grand Junction at 250 N. 5th Street Grand Junction Co 81501, by certified mail return receipt requested, at least ninety (90) days prior to such expiration date that we elect not to further extend this Letter of Credit.
- 8) except as stated above no modifications or revocations may be made by the undersigned to this Letter of Credit without the express written approval of the City's Director of Community

- Development or his designee;
- 9) this Letter of Credit is neither negotiable nor assignable;
 - 10) partial drawings are permitted;
 - 11) we hereby agree that drafts drawn under and in compliance with the terms of this Letter of Credit will be duly honored on due presentation and delivery of documents, which may be done by first class mail, facsimile, in person or by any other reasonable business practice on or prior to the expiration or any extension thereof of this Letter of Credit;
 - 12) except as otherwise stated herein, this Letter of Credit is subject to the Uniform Customs and Practice for Documentary Credits (2007 Revision) and to the extent that it does not conflict with Article 5 of the Uniform Commercial Code of the State of Colorado.

U. S. Bank National Association
A Member of The Federal Reserve System



Nancy R. Tousignant
Assistant Vice-President

November 1, 2007

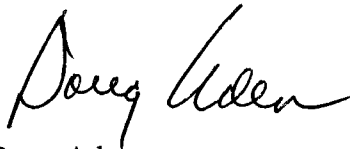
To: Rick Dorris – City of Grand Junction

From: Doug Aden – American Luther Church

Subject: Maintenance Agreement – Northacres Road Improvements

Attached is the Maintenance Agreement for the Northacres Road improvements along with a copy of the original Exhibit B and Disbursement Log and Authorization.

If you need anything further please let me know. Thank you for your assistance.

A handwritten signature in black ink that reads "Doug Aden". The signature is written in a cursive style with a large initial 'D'.

Doug Aden
970-245-5942 Home
970-640-6411 Cell

MAINTENANCE GUARANTEE

1. **Parties:** The parties to this Maintenance Guarantee ("the Guarantee" or "Guarantee") are American Lutheran Church ^{of Grand Junction} ("the Developer") and the City of Grand Junction, Colorado ("the City" or "City"). Collectively the Developer and the City may be referred to as the Parties.

FOR valuable consideration, the receipt and adequacy of which is acknowledged, the Parties agree as follows:

2. **Effective Date:** The Effective Date of the Guarantee will be the date that it is signed and accepted by the City.

RECITALS

The Developer has constructed, installed and is required to warrant and maintain certain improvements ("Improvements" or "the Improvements") which were made necessary by virtue of development on property within the City. The Property, known as 631 26 1/2 Road has been reviewed and approved under Public Works & Planning file # SPR-2005-304 and as necessary or required to construe this guarantee, that file(s) is incorporated by this reference.

The City seeks to protect the health, safety and general welfare of the community by requiring that the Improvements, once constructed, be maintained. The purpose of this guarantee is to protect the City from having to repair the Improvements at its cost. The Agreement is not executed for the benefit of materialmen, laborers or others providing work, services or material to the Developer and/or the Property or for the benefit of the owners, purchasers or users of the Property. The mutual promises, covenants and obligations contained in this guarantee are authorized by law, the Colorado Constitution, the Charter and the City's ordinances.

DEVELOPER'S OBLIGATION

3. **Improvements:** The Developer or its successor(s) or assign(s) shall maintain and guarantee the Improvements, at his/her/its own expense, against defects in workmanship and materials for a period of one year from the date of City acceptance of the Improvements. The Developer's obligation is and will be independent of any obligations of the City.

4. **Security:** To secure the performance of its obligations the Developer is required to post security in an amount of \$ 18,987.88 (Line G2, Exhibit B, City Security).

4a. The Developer has posted security to guarantee the Improvements in an amount, form and with terms acceptable to the City.

4b. In addition to that security all warranties and/or guarantees (those incident to construction or as provided by the contractor and/or manufacturer of installed equipment) are hereby assigned to the City.

4c. The Developer shall to the extent necessary or required by the City take whatever action is necessary or required to assign all warranties and/or guarantees (those incident to construction or as provided by the contractor and/or manufacturer of installed equipment) to the City. A copy of those warranties or a memorandum of the same is attached as Exhibit A.

4d. The Developer for itself, its successors and assigns agrees that if the Improvements are not maintained to City standards that the City shall notify the Developer in writing of the defect(s) in accordance with paragraph 8 hereof.

5. **Standards:** The Developer shall maintain the Improvements according to the standards and specifications required by the City or as otherwise established by the City Engineer.

6. **Warranty:** The Developer hereby warrants that the Improvements, each and every one of them, will be maintained in accordance with the Standards in paragraph 5 for the period of this guarantee.

7. **Compliance with Law:** The Developer shall comply with all applicable federal, state and local laws, ordinances and regulations in effect at the time of final approval when fulfilling its obligations under this guarantee. When necessary to protect the public health, safety or welfare, the Developer shall be subject to laws, ordinances and regulations that become effective after acceptance of the Improvements.

8. **Notice of Defect/Default:** The City shall provide timely notice to the Developer whenever routine inspection reveals that an Improvement and/or maintenance of the same does not conform to City standards and any specifications approved or required in or by the development or that an Improvement(s) is otherwise defective.

8a. As provided herein the City shall provide written notice to the Developer at the address stated in paragraph 22. Notice is and shall be deemed effective

two calendar days after mailing thereof by first class United States mail, postage prepaid.

8b. The Developer will have twelve (12) calendar days from the date of the notice to correct the defect.

8c. The City may grant reasonable extensions in writing to the time for correction of defect(s), however, it is not obligated to do so nor is it obligated to provide any notice of a defect(s) if it becomes aware of the defect(s) in or during an emergency. Furthermore, the City is not obligated to inspect the Improvements but may do so as it would any other improvement.

9. Acceptance: Prior to acceptance of any Improvement(s), the Developer shall demonstrate in writing to the satisfaction of the City Attorney that it owns the Improvements in fee simple or that there are no liens, encumbrances or other restrictions other than those that have been accepted by the City Attorney on the Improvements. Approval and/or acceptance of any Improvements does not constitute a waiver by the City of any rights it may have on account of any defect in or failure of the Improvement or maintenance of the same that is detected or which occurs after approval and/or acceptance. All warranties and/or guarantees shall be for a period of no less than 12 months from the date of acceptance of the Improvements.

10. Funds: Funds drawn, guaranteed or collected by the City under this agreement shall be used for the purpose of correcting defects in and/or repairing or replacing failure(s) of the Improvement(s).

11. Defect/Default Events: The following conditions, occurrences or actions will constitute a defect and/or default:

11a. Developer's failure to maintain each and every one of the Improvements in conformance with this guarantee and/or as required by code, law, rule, ordinance or regulation;

11b. Developer's failure to correct defective construction of any Improvement within the applicable guarantee period;

11c. Developer's failure to maintain security in a form and amount required/provided by this guarantee.

11d. As provided herein the City shall provide written notice to the Developer at the address on file with the development application. Notice is and shall be deemed effective two calendar days after mailing thereof by first class United States mail, postage prepaid.

12. Measure of Cost/Expenses: The measure of costs and or expenses chargeable by the City under this guarantee will be the reasonable cost of satisfactorily repairing and/or replacing the Improvements plus reasonable City administrative expenses (in the amount of 20% of the repair, replacement and/or warranty work) all of which may exceed the amount of the security provided for in paragraph 4. The amount of the security provided for in paragraph 4 does not set, limit, establish or provide the Developer's maximum financial obligation.

12a. City administrative expenses for which the Developer is obligated to pay include but are not limited to personnel costs, including benefits, overtime, callback, standby and other extraordinary compensation, materials, equipment, third-party contracting costs, collection costs and the value of engineering, legal and administrative staff time devoted to the repair and/or replacement of the Improvements and/or enforcement of this guarantee and all initial warranty(ies) or guarantee(s) assigned to the City by the Developer.

13. City's Rights: When any defect or default occurs, the City may after notice and the Developer's failure and/or refusal to repair or replace the Improvements, proceed to collect the amount of the cost or expense incidental or necessary to affect the repair or replacement of the Improvements. The City will have the right to reconstruct, rebuild or otherwise maintain Improvements itself or it may contract with a third party for completion and the Developer grants to the City, its successors, assigns, agents, contractors, and employees, a nonexclusive right and easement to enter the Property for the purposes of constructing, reconstructing, maintaining and repairing such Improvements. This remedy is cumulative in nature and is in addition to any other remedy the City has at law or in equity.

14. Indemnification: The Developer expressly agrees to indemnify and hold the City, its officers, employees, agents and assigns harmless from and against all claims, costs and liabilities of every kind and nature, for injury or damage received or sustained by any person or entity in connection with, or on account of the performance or non-performance of work at the Property pursuant to this Agreement. The Developer further agrees to aid and defend the City in the event that the City is named as a defendant in an action concerning the performance or non-performance of work pursuant to this guarantee. The Developer further agrees to aid and defend the City in the event that the City is named as a defendant in an action concerning the performance of work pursuant to this guarantee except where such suit is brought by the Developer against the City. The Developer is, however, not an agent or employee of the City.

15. **No Waiver:** No waiver of any provision of this Agreement by the City will be deemed to or constitute a waiver of any other provision, nor will it be deemed to or constitute a continuing waiver unless expressly provided for by a written amendment to this Agreement signed by both the City and the Developer; nor will the waiver of any defect or default under this guarantee be deemed a waiver of any subsequent defect(s) or default(s) of the same type. The City's failure to exercise any right under this Agreement will not constitute the approval of any wrongful act by the Developer or the acceptance of any defect(s), defaults(s) or Improvement(s).

16. **Amendment or Modification:** The Parties may amend or modify the Agreement only by written instrument executed on behalf of the City by the Public Works and Utilities Director or his designee and by the Developer or his authorized officer. Such amendment or modification shall be properly notarized before it may be deemed effective.

17. **Attorney's Fees:** Should either party be required to resort to litigation to enforce the terms of this guarantee, the prevailing party, plaintiff or defendant, will be entitled to costs, including reasonable attorney's fees and expert witness fees, from the opposing party. If relief is awarded to both parties, the attorney's fees may be equitably divided between the parties by the decision-maker. The value of the City's in-house legal counsel is agreed to be \$125.00 per hour.

18. **Integration:** This guarantee, together with the exhibits and attachments thereto constitutes the entire agreement between the Parties and no statement(s), promise(s) or inducement(s) that is/are not contained in this agreement will be binding on the parties.

19. **Third Party Rights:** No person or entity who or which is not a party to this agreement will have any right of action under this agreement.

20. **Severability:** If any part, term or provision of this guarantee is held by a court or courts of competent jurisdiction to be illegal or otherwise unenforceable, such illegality or unenforceability will not affect the validity of any other part, term, or provision and the right of the parties will be construed as if the part, term or provision was never part of the agreement.

21. **Benefits:** The benefits of this agreement to the Developer are personal and may not be assigned without the express written approval of the City. Such approval may not be unreasonably withheld, but any unapproved assignment is void. Notwithstanding the foregoing, the burdens of this agreement are

personal obligations of the Developer and also will be binding on the heirs, successors and assigns of the Developer and shall be a covenant(s) running with

the Property. There is no prohibition on the City to assign its rights under this agreement. The City will expressly release the original Developer's guarantee or obligations if it accepts new security from any Developer or lender who obtains the Property; however, no other act of the City will constitute a release of the original Developer from his liability under this agreement.

22. Notice: Any notice required or permitted by this Agreement will be deemed effective two calendar days after deposit with the United States Postal Service, first class, postage prepaid and addressed as follows:

If to Developer: American Lutheran Church Name -Developer/Company
631 26 1/2 Road Address (Street and Mailing)
Attn: Doug Aden
Grand Junction, CO 81506 City, State & Zip Code
(970) 242-7835 Phone Telephone and Fax Numbers
(970) 242-7774 Fax
info@alcgj.org E-mail

If to City: Office of the City Attorney
250 North 5th Street
Grand Junction, CO 81501

Cc: Public Works and Planning Department
250 North 5th Street
Grand Junction, CO 81501

23. Recordation: Developer will pay for all costs to record a memorandum of this guarantee in the Clerk and Recorder's Office of Mesa County, Colorado.

24. Immunity: Nothing contained in this agreement constitutes a waiver of the City's sovereign or other immunity under any applicable law.

25. Personal Jurisdiction and Venue: Personal jurisdiction and venue for any action commenced by either party to this agreement whether arising out of or relating to the agreement, will be deemed to be proper only if such action is commenced in Mesa County, Colorado. The Developer expressly waives his right to bring such action in or to remove such action to any other court whether state or federal.

By: American Lutheran Church of Grand Junction

Douglas E. Aden 11-1-07
Developer Date

Name (printed): Douglas E. Aden

Title (position): Building Committee Finance Chair

Attest:

Secretary Date

City of Grand Junction

Project Planner Date

Dept. of Public Works and Planning Date

GUARANTEE2007

5/15/2007

EXHIBIT B

IMPROVEMENTS COST ESTIMATE

DATE: 05/11/06

DEVELOPMENT NAME: American Lutheran Church

LOCATION: 631 26-1/2 Road; Grand Junction, CO 81506

PRINTED NAME OF PERSON PREPARING: Mike Davis - FCI Constructors, Inc.

Item #	Item Description	Unit	Quantity	Unit Price	Extended Price
A SANITARY SEWER					
	Not Applicable	NA	0	\$0.00	\$0.00
	Subtotal Part A Sanitary Sewer				\$0.00
B DOMESTIC WATER					
	Not Applicable	NA	0	\$0.00	\$0.00
	Subtotal Part B - Domestic Water				\$0.00
C1 STREETS					
1	___ PVC Utility/Irrigation sleeves "	LF	0	\$0.00	\$0.00
2	___ PVC Utility/Irrigation sleeves "	LF	0	\$0.00	\$0.00
3	Reconditioning - Site Concrete	SY	470	\$2.20	\$1,034.00
3	Reconditioning - Asphalt Paving	SY	1,360	\$1.20	\$1,632.00
4	Aggregate Base Course (Class 5) (9" Compacted Thickness)	TN	650	\$16.40	\$10,660.00
5	Aggregate Base Course (Class 6) (6" Compacted Thickness)	SY	1,597	\$5.50	\$8,783.50
6	Aggregate Base Course (Class 6) (4" Compacted Thickness)	SY	336	\$4.35	\$1,461.60
7	Hot Bituminous Paving, Grading (1-1/2" Thick)	SY	1,411	\$6.85	\$9,665.35
8	Hot Bituminous Paving, Grading (1-1/2" Thick)	SY	1,411	\$6.85	\$9,665.35
9	Hot Bituminous Paving, Patching	SY	0	\$0.00	\$0.00
10	Geotextile	SY	0	\$0.00	\$0.00
11	Concrete Curb (___ Wide by ___" High) "	LF	0	\$0.00	\$0.00
12	Concrete Curb and Gutter (2' wide)	LF	0	\$0.00	\$0.00
13	Concrete Curb and Gutter (1.5' wide)	LF	0	\$0.00	\$0.00
14	Monolithic, Vertical Curb, Gutter and Sidewalk (6'-6" Wide)	LF	0	\$0.00	\$0.00
15	Drive Over Curb, Gutter, and Sidewalk (6'-6" Wide)	LF	605	\$21.00	\$12,705.00
16	Concrete Sidewalk (___' Wide)	LF	0	\$0.00	\$0.00
17	Concrete Gutter and Driveway Section (___" Thick)	SY	0	\$0.00	\$0.00
18	Concrete Drainage Pan (___' Wide, ___" Thick)	LF	0	\$0.00	\$0.00

5/11/2006

C1 STREETS [continued]					
19	Concrete Corner Fillet	SY	0	\$0.00	\$0.00
20	Concrete Curb Ramp	SY	0	\$0.00	\$0.00
21	Complete Concrete Corner	SY	0	\$0.00	\$0.00
22	Concrete Driveway (___ Thick) "	SY	0	\$0.00	\$0.00
23	Driveway/Concrete Repair	SY	0	\$0.00	\$0.00
24	Retaining Walls	LF	0	\$0.00	\$0.00
25	Street Signs	EA	1	\$225.00	\$225.00
26	Striping (New, Remove/Replace)	LF	0	\$0.00	\$0.00
27	Street Lights	EA	0	\$0.00	\$0.00
28	Signal Construction or Reconstruction	LS	0	\$0.00	\$0.00
29	Flowable Fill	CY	0	\$0.00	\$0.00
30	Sleeves, _____	___ PVC	0	\$0.00	\$0.00
Subtotal Part C1 - Streets					\$55,831.80
C2 BRIDGES					
Not Applicable		NA	0	\$0.00	\$0.00
Subtotal Part C2 - Bridges					\$0.00
D1 EARTHWORK					
1	Mobilization	LS	0	\$0.00	\$0.00
2	Clearing and Grubbing	LS	1	\$3,000.00	\$3,000.00
3	Unclassified Excavation	CY	950	\$5.70	\$5,415.00
4	Unclassified Embankment	CY	950	\$5.70	\$5,415.00
5	Silt Fence	LF	800	\$2.75	\$2,200.00
6	Watering (Dust Control)	LS	1	\$2,500.00	\$2,500.00
Subtotal Part D1 - Earthwork					\$18,530.00
D2 REMOVALS AND RESETTING					
1	Removal of Asphalt	SY	18	\$12.00	\$216.00
2	Removal of Miscellaneous Concrete	SY	0	\$0.00	\$0.00
3	Remove Curb and Gutter	LF	0	\$0.00	\$0.00
4	Removal of Culverts	LF	0	\$0.00	\$0.00
5	Remove Structures	EA	0	\$0.00	\$0.00
6	Remove Signs	EA	0	\$0.00	\$0.00
7	Remove Fence	LF	0	\$0.00	\$0.00
8	Adjust Manhole	EA	2	\$350.00	\$700.00
9	Adjust Valvebox	EA	0	\$0.00	\$0.00
10	Relocate or Adjust Utilities	LS	0	\$0.00	\$0.00
Subtotal Part D2 - Removals & Resetting					\$916.00
D3 SEEDING AND SOIL RETENTION					
1	Sod	SY	0	\$0.00	\$0.00
2	Seeding (Native)	SY or AC	0	\$0.00	\$0.00
3	Seeding (Bluegrass/Lawn)	SY or AC	0	\$0.00	\$0.00
4	Hydraulic Seed and Mulching	SY or AC	0	\$0.00	\$0.00
5	Soil Retention Blanket	SY	0	\$0.00	\$0.00
Subtotal Part D3 - Seeding & Soil Retention					\$0.00

Status 10-1-07
Paid A2

Status 10-1-07
Paid A2

Status 10-1-07
Paid A2

F MISCELLANEOUS ITEMS					
1	Construction staking/surveying	LS	1	\$1,200.00	\$1,200.00
2	Developer's inspection cost		0	\$0.00	\$0.00
3	General construction supervision		0	\$0.00	\$0.00
4	Quality control testing:				
	Soils Compaction Testing	LS	1	\$500.00	\$500.00
	Concrete Testing	LS	1	\$500.00	\$500.00
	Asphalt Testing	LS	1	\$500.00	\$500.00
5	Construction traffic control	LS	1	\$3,000.00	\$3,000.00
6	City inspection fees	LS	1	\$250.00	\$250.00
7	As-builts	LS	1	\$600.00	\$600.00
*	Site Clean-up	LS	1	\$1,500.00	\$1,500.00
Subtotal Part F - Miscellaneous Items					\$8,050.00

*Status 10-1-07
Paid At*

G COST SUMMARY		
1	Total Improvement Costs	\$94,939.40
2	City Security (20%)	\$18,987.88
3	Total Guarantee Amount	\$113,927.28

NOTES:

1. All prices shall be for items complete in place and accepted.
2. All pipe prices shall include excavation, pipe, bedding, backfill, and compaction.
3. Water main shall include pipe, excavation, bedding, backfill, bends, and appurtenances not itemized elsewhere.
4. All concrete items shall include Aggregate Base Course where required by the drawings.
5. Fill in the pipe type for irrigation pipe and sleeves.
6. Reconditioning shall be calculated to at least 6" outside of back of walk on both sides.
7. Units can be changed if desired, simply annotate what is used.
8. Additional lines or items may be added as needed.

Alvin D. Beck *5/12/06*
 Signature of Developer Date
 (If corporation, to be signed by President and attested to by Secretary together with the corporate seals.)

I have reviewed the estimated costs and time schedule shown above and, based on the construction drawings submitted to date and the current cost of construction, I take no exception to the above.

 City Development Engineer Date

 Community Development Date

DEVELOPMENT IMPROVEMENTS AGREEMENT DISBURSEMENT LOG AND AUTHORIZATION

PROJECT: SPR-2005-304
 DEVELOPER: American Lutheran
 ESCROW AGENCY: U.S. Bank

Construction Costs: \$94,939.40
 20% City Security: \$18,987.88
 Total DIA Amount: \$113,927.28

DIA NOT RECORDED:
 DIA RECORDED:
 Book - _____
 Page - _____

DATE	BY	SANITARY	WATER	STREETS	GRADING & DRAINAGE	LANDSCAPE and IRRI.	MISC.	TOTAL
Original Construction Cost Estimates By Category								
				\$55,831.80	\$23,991.60	\$7,066.00	\$8,050.00	\$94,939.40
Disbursements								
2-Oct-07	rad			\$55,831.80	\$23,991.60	\$7,066.00	\$8,050.00	\$94,939.40
								\$0.00
								\$0.00
								\$0.00
								\$0.00
								\$0.00
								\$0.00
								\$0.00
								\$0.00
Total								\$0.00
Disbursed		\$0.00	\$0.00	\$55,831.80	\$23,991.60	\$7,066.00	\$8,050.00	\$94,939.40
Remaining Disbursable Balance		\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

The City of Grand Junction, Community Development Department hereby authorizes the Escrow Agency to release up to \$94,939.40, including all previous payments, to the Developer for work completed on the Project.

Signature: *Rick Dorris*
 Name: Rick Dorris

Date: 10-2-07
 Title: Development Engineer



City Attorney

September 10, 2009

US Bank National Association
International Department
111 SW Fifth Avenue, Suite 500, PD-OR-T5CE
Portland, OR 97204

Re: Cancellation of Letter of Credit #**SLCPPDX04080**
The American Lutheran Church of Grand Junction, Colorado
Internal Reference: **American Lutheran Church: SPR-2005-304**

To Whom It May Concern:

Enclosed please find the original Letter of Credit #**SLCPPDX04080** for **The American Lutheran Church of Grand Junction, Colorado**. As beneficiary, the City of Grand Junction informs you that the Letter of Credit is being returned to you for cancellation. The letter is being provided at the direction of the Director of Public Works and Planning Department for the City.

If you have any questions, or need additional information, please inform me.

Sincerely,

OFFICE OF THE CITY ATTORNEY

A handwritten signature in black ink, appearing to read "Shelly Dackonish", written over a horizontal line.

Shelly Dackonish, Senior Staff Attorney

Encl. Letter of Credit #**SLCPPDX04080**

Pc: Planning File SPR-2005-304
Peggy Sharpe, Planning

Developer:
American Lutheran Church
Attn: Mr. Doug Aden
631 26 1/2 Road
Grand Junction, CO 81506



September 10, 2009

American Lutheran Church
Attn: Doug Aden
631 26 1/2 Road
Grand Junction, CO 81506

RE: Notice of Final Acceptance -
Project Name: American Lutheran Church
Project Number: SPR-2005-304

The City has conducted a warranty inspection of the project and any needed follow-up inspections. The asphalt problems on the street were repaired by milling and overlaying the portion of the street west of the church entrance. The City agreed that additional warranty would not be required. Therefore, all requirements for final acceptance have been fulfilled.

The Developer's warranty obligation, for all materials and workmanship, has concluded and all warranty obligations are hereby released.

The following improvements within the public right-of-way are accepted for future maintenance by the City:

Public streets:

- All public streets as shown on the Project plans.

Storm drainage system:

- Storm drain pipes, inlets and manholes within the public right of way.
- Maintenance of the detention pond and outlet works is the responsibility of the homeowners association.

Water distribution system:

- N/A – Served by Ute Water

The City will release the Development Improvements Agreement, the Maintenance Agreement, and any financial security attached to the Project.

Sincerely,

**Rick
Dorris**

Digitally signed by Rick Dorris
DN: cn=Rick Dorris, o=City of
Grand Junction, ou=Public
Works and Planning,
email=rickdo@gjcity.org, c=US
Date: 2009.09.10 09:56:38
+0600

Rick Dorris, PE, CFM
Development Engineer

Electronic copy:

Greg Moberg, Planning Services Supervisor
Peggy Sharpe, Administrative Assistant
Chris Spears – Storm Drainage System

Mark Barslund, Development Inspector
David Van Wagoner – Street System
Leslie Ankrum – Administrative Assistant

RELEASE OF RECORDING MEMORANDUM
City of Grand Junction
Public Works & Planning Department
FILE: SPR-2005-304

This Release relates to a Recording Memorandum dated July 25, 2006, by and between American Lutheran Church (Developer) and the City of Grand Junction, pertaining to American Lutheran Church (Project), located at 631 26 1/2 Road, Grand Junction, CO, recorded at Book 4211, Page 304, Mesa County Clerk and Recorder's Office.

WHEREAS, the Developer has installed and constructed certain public and private improvements at and for the Project, which completion was guaranteed by the execution of a Development Improvements Agreement and/or Maintenance Guarantee and provision of a Guarantee, and;

WHEREAS, the City of Grand Junction and other agencies possessing authority over the Project, and/or the improvements, have inspected the improvements and have accepted the same.

NOW THEREFORE, officials of the City of Grand Junction, duly representing their agencies, possessing and representing by their signatures affixed hereto, that they possess sufficient authority to accept improvements and may release the Development Improvements Agreement and/or Maintenance Guarantee, pertaining to the improvements under their jurisdiction, do accept, sign and release said Development Improvements Agreement and/or Maintenance Guarantee.

CITY OF GRAND JUNCTION:

City Engineer: *Keith Davis* Date: 9-10-09

Planner: *Michelle Hestit* Date: 9-10-09

In acknowledgement with the above signatures, I hereby certify that the improvements as specified in the Development Improvements Agreement and/or Maintenance Guarantee have been completed and accepted in accordance with the provisions of the Grand Junction Zoning and Development Code, and are hereby released, subject to the required warranty period.

[Signature]
Public Works & Planning Department

9.14.09
Date

The foregoing instrument was executed before me this 14th day of September, 2009, by Greg Moberg, of the Public Works & Planning Department for the City of Grand Junction, Colorado.

Witness my hand and official seal:

Leslie G. Ankrum
Notary Public

My commission expires on 8/21/2013

