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TYPE OF RECORD:	PERMANENT
CATEGORY OF RECORD:	DEVELOPMENT IMPROVEMENTS AGREEMENT
NAME OF CONTRACTOR:	ELAINE AND BRIAN HEATH
PROJECT/SUBDIVISION:	HEATH SUBDIVISION
ADDRESS:	533 HACIENDA DRIVE AND 532 23 ROAD
TAX PARCEL NO:	2945-083-11-003, 2945-083-11-004
FILE #:	SS-2008-093
CITY DEPARTMENT:	PUBLIC WORKS AND PLANNING
YEAR:	2009
EXPIRATION DATE:	NONE
DESTRUCTION DATE:	NONE

## DEVELOPMENT IMPROVEMENTS AGREEMENT

1. **Parties:** The parties to this Development Improvements Agreement ("Agreement") are Elaine Brian Heath, ("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 Public Works & Planning 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 Heath Subdivision has been reviewed and approved under Planning file # SS-2008-093 ("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 \$ 7211,00 (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

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 \$ 1202,00 (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 Effective Date of this Agreement; that date is known as the "Commencement Date."

7a. The Developer shall complete the Improvements by the end of the twelfth month from the Effective 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:

Commencement Date: 1 month after approval date  
Completion Date: 1 year after approval date

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 \$6009<sup>00</sup> (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:	<u>Elaine &amp; Brian Heath</u>	Name -Developer/Company
	<u>619 1942 Rd</u>	Address (Street and Mailing)
	<u>Grand Junction</u>	
	<u>Colo. 81507</u>	City, State & Zip Code
	<u>(970) 241-6314</u>	Telephone and Fax Numbers
	<u>( )</u>	
	<u>Relaxaranch@Bresnan.net</u>	E-mail

Cc:

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

Cc: Public Works & Planning Department  
250 North 5<sup>th</sup> 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:

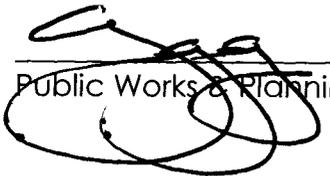
Elaine Heath Brian F. Heath July 28, 2009  
Developer Date

Elaine Heath Brian F. Heath  
Name (printed)

Corporate Attest:

\_\_\_\_\_  
Name Date

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

 \_\_\_\_\_ 8.17.09  
Public Works & Planning Dept. Date

5/15/2007

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

**EXHIBIT A**

Lots 3 and 4 in Block 2 of Vista Villa subdivision, City of Grand Junction,  
Colorado.

**EXHIBIT B**

**IMPROVEMENTS COST ESTIMATE**

DATE: 6-09-08  
 DEVELOPMENT NAME: HEATH SUBDIVISION  
 LOCATION: SOUTH RIM DRIVE + 23 ROAD  
 PRINTED NAME OF PERSON PREPARING: KENNETH J. BROTSKY

Item #	Item Description	Unit	Quantity	Unit Price	Extended Price
<b>A. SANITARY SEWER</b>					
1	" PVC Sanitary Sewer Main	LF			\$ -
2	" PVC Sanitary Sewer Main	LF			\$ -
3	" PVC Sanitary Sewer Main	LF			\$ -
4	Sewer services <u>4"</u>	<del>EA</del> LF	<u>45</u>	<u>32.00</u>	<u>\$ 1,440.00</u>
5	Sanitary Sewer Manhole	EA			\$ -
6	Sanitary Sewer Drop Manhole	EA			\$ -
7	Connection to Existing Manhole <u>SEWER</u>	EA	<u>1</u>	<u>900.00</u>	<u>\$ 900.00</u>
8	Concrete Encasement	LF			\$ -
<b>Subtotal Part A Sanitary Sewer</b>					<b>\$ 2,340.00</b>
<b>B. DOMESTIC WATER</b>					
1	" PVC Water Main	LF			\$ -
2	" PVC Water Main	LF			\$ -
3	" PVC Water Main	LF			\$ -
4	" Gatevalve	EA			\$ -
5	" Gatevalve	EA			\$ -
6	" Gatevalve	EA			\$ -
7	Water Services <u>3/4"</u>	<del>EA</del> LF	<u>42</u>	<u>22.00</u>	<u>\$ 924.00</u>
8	Connect to Existing Water Line	EA	<u>1</u>	<u>500.00</u>	<u>\$ 500.00</u>
9	Fire Hydrant with Valve	EA			\$ -
10	Utility Adjustments	EA			\$ -
11	Blowoff	EA			\$ -
<b>Subtotal Part B - Domestic Water</b>					<b>\$ 1,724.00</b>

Item #	Item Description	Unit	Quantity	Unit Price	Extended Price
<b>C1</b>	<b>STREETS</b>				
1	" PVC Utility/Irrigation sleeves	LF		\$	-
2	" PVC Utility/Irrigation sleeves	LF		\$	-
3	Reconditioning	SY		\$	-
4	Aggregate Base Course (Class 3)	TN		\$	-
5	Aggregate Base Course (Class 6) ( " Compacted Thickness)	SY		\$	-
6	Aggregate Base Course (Class 6) ( " Compacted Thickness)	SY		\$	-
7	Hot Bituminous Paving, Grading ( " thick)	SY		\$	-
8	Hot Bituminous Paving, Grading ( " thick)	SY		\$	-
9	Hot Bituminous Paving, Patching ( " Thick)	SY	12	40 <sup>00</sup>	\$ 480 <sup>00</sup>
10	Geotextile	SY		\$	-
11	Concrete Curb ( " Wide by " High)	LF		\$	-
12	Concrete Curb and Gutter (2' wide)	LF		\$	-
13	Concrete Curb and Gutter (1.5' wide)	LF		\$	-
14	Monolithic, Vertical Curb, Gutter and Sidewalk ( ' Wide)	LF		\$	-
15	Drive Over Curb, Gutter, and Sidewalk ( ' Wide)			\$	-
16	Concrete Sidewalk ( " Wide)	LF	6	12 <sup>00</sup>	\$ 72 <sup>00</sup>
17	Concrete Gutter and Driveway Section ( " Thick)	SY		\$	-
18	Concrete Drainage Pan ( ' Wide, " Thick)	LF		\$	-
19	Concrete Corner Fillet	SY		\$	-
20	Concrete Curb Ramp	SY		\$	-
21	Complete Concrete Corner	SY		\$	-
22	Concrete Driveway ( " Thick)	SY		\$	-
23	Driveway/Concrete Repair	SY		\$	-
24	Retaining Walls	LF		\$	-
25	Street Signs	EA		\$	-
26	Striping (New, Remove/Replace)	LF		\$	-
27	Street Lights	EA		\$	-
28	Signal Construction or Reconstruction	LS		\$	-
29	Flowable Fill	CY		\$	-
30	Sleeves, " , PVC	LF		\$	-
				\$	-
				\$	-

Item #	Item Description	Unit	Quantity	Unit Price	Extended Price
<b>C2</b>	<b>BRIDGES</b>				
1	Box Culvert Pre-Cast	LS			\$ -
2	Box Culvert Cast-in-Place	LS			\$ -
3	Wingwalls	LS			\$ -
4	Parapet Wall	LS			\$ -
5	Railing (handrail, guardrail)	LS			\$ -
					\$ -
					\$ -
	<b>Subtotal Part C - Streets and Bridges</b>				<b>\$ 552.<sup>00</sup></b>
<b>D1</b>	<b>EARTHWORK</b>				
1	Mobilization	LS			\$ -
2	Clearing and Grubbing	AC or LS			\$ -
3	Unclassified Excavation	CY			\$ -
4	Unclassified Embankment	CY			\$ -
<b>D2</b>	<b>REMOVALS AND RESETTING</b>				
1	Removal of Asphalt	SY	12	10	\$ 120. <sup>00</sup>
2	Removal of Miscellaneous Concrete	SY	6	10	\$ 60. <sup>00</sup>
3	Remove Curb and Gutter	LF			\$ -
4	Removal of Culverts	LF			\$ -
5	Remove Structures	EA			\$ -
6	Remove Signs	EA			\$ -
7	Remove Fence	LF			\$ -
8	Adjust Manhole	EA			\$ -
9	Adjust Valvebox	EA			\$ -
10	Relocate or Adjust Utilities	LS			\$ -

Item #	Item Description	Unit	Quantity	Unit Price	Extended Price
<b>D3 EROSION CONTROL, SEEDING, AND SOIL RETENTION</b>					
1	Sod	SY			\$ -
2	Seeding (Native)	SY or AC			\$ -
3	Seeding (Bluegrass/Lawn)	SY or AC			\$ -
4	Hydraulic Seed and Mulching	SY or AC			\$ -
5	Soil Retention Blanket	SY			\$ -
6	Silt Fence	LF			\$ -
7	Straw Waddles	LF			\$ -
8	Temporary Berms	LF			\$ -
9	Inlet Protection	EA			\$ -
10	Sediment Trap/Basin	EA			\$ -
11	Monthly Maintenance/Inspection	Month			\$ -
12	Watering (Dust Control)	AC or LS			\$ -
13	Temporary Irrigation				\$ -
<b>D4 STORM DRAINAGE FACILITIES</b>					
1	Finish Grading (incl. Channels, Swales, and Ponds)	CY			\$ -
2	" Storm Drain Pipe	LF			\$ -
3	" Storm Drain Pipe	LF			\$ -
4	" Storm Drain Pipe	LF			\$ -
5	" Storm Drain Pipe	LF			\$ -
6	" Storm Drain Pipe	LF			\$ -
7	" Flared End Section	EA			\$ -
8	" Flared End Section	EA			\$ -
9	48" Storm Drain Manhole	EA			\$ -
10	60" Storm Drain Manhole	EA			\$ -
11	72" Storm Drain Manhole	EA			\$ -
12	Manhole with Box Base	EA			\$ -
13	Connection to Existing MH	EA			\$ -
14	Single Curb Opening Storm Drain Inlet	EA			\$ -
15	Double Curb Opening Storm Drain Inlet	EA			\$ -
16	Area Storm Drain Inlet	EA			\$ -
17	Detention Area Outlet structure	EA			\$ -
18	Rip-Rap D <sub>50</sub> = "	CY			\$ -
19	Sidewalk Trough Drain	EA			\$ -
20	Pump Systems including Electrical	LS			\$ -
<b>Subtotal Part D - Grading and Drainage</b>					<b>\$ 752.00</b>

Item #	Item Description	Unit	Quantity	Unit Price	Extended Price
<b>E1</b>	<b>IRRIGATION</b>				
1	Connect to Existing Pipe	LS			\$ -
2	" Irrigation Pipe	LF			\$ -
3	" Irrigation Pipe	LF			\$ -
4	Fittings and Valves	LS			\$ -
5	Services	EA			\$ -
6	Pump System and Concrete Vault	LS			\$ -
7	Irrigation Structure	EA			\$ -
8	Vacuum Relief and/or Air Release Valve	EA			\$ -
<b>E2</b>	<b>LANDSCAPING</b>				
1	Design/Architecture	LS			\$ -
2	Earthwork	CY			\$ -
3	Hardscape Features	LS			\$ -
4	Plant Material & Planting	LS			\$ -
5	Irrigation System	LS			\$ -
6	Curbing	LF			\$ -
7	Retaining Walls & Structures	LS			\$ -
8	1 Year Maintenance Agmnt.	LS			\$ -
9	Topsoil				\$ -
					\$ -
					\$ -
					\$ -
<b>Subtotal Part E - Landscaping and Irrigation</b>					<b>\$ -</b>
<b>Subtotal Construction Costs</b>					<b>\$ 5,348.00</b>

Item #	Item Description	Unit	Quantity	Unit Price	Extended Price
<b>F. Miscellaneous Items</b>					
1	Construction staking/surveying	%	2.00%	\$ -	107. <sup>00</sup>
2	Developer's inspection cost	%		\$ -	110. <sup>00</sup>
3	General construction supervsn	%		\$ -	
4	Quality control testing	%	2.00%	\$ -	107. <sup>00</sup>
5	Construction traffic control	%		\$ -	200. <sup>00</sup>
6	City inspection fees	%	0.50%	\$ -	30.00
7	As-builts	%	2.00%	\$ -	107. <sup>00</sup>
<b>Subtotal Part F - Miscellaneous Items</b>					<b>\$ 661.<sup>00</sup></b>
% = Percentage of total site construction costs <b>G. COST SUMMARY</b>					
1 Total Improvement Costs					\$ 6009. <sup>00</sup>
2 City Security (20%)					\$ 1202. <sup>00</sup>
3 Total Guarantee Amount					\$ 7211. <sup>00</sup>
<b>NOTES</b> 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.					
Signature of Developer <u>[Signature]</u> Date <u>8-4-09</u> Signature of City Engineer <u>[Signature]</u> 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 <u>[Signature]</u> Date <u>8/20/09</u>					
Community Development <u>[Signature]</u> Date <u>8-17-09</u>					



**CALIFORNIA BANK & TRUST**  
International Operations  
550 South Hope Street, 3rd Floor  
Los Angeles, California 90071  
S.W.I.F.T. CALBUS66

## Standby Letter of Credit

### IRREVOCABLE STANDBY LETTER OF CREDIT NO. SB06-1467

Date: December 1, 2008

**BENEFICIARY:**  
CITY OF GRAND JUNCTION  
C/O DIRECTOR OF COMMUNITY  
DEVELOPMENT  
250 NORTH 5TH STREET  
GRAND JUNCTION, CO 81501

**EXPIRATION:**  
November 18, 2009 or any automatically  
extended date as herein below set forth

RE: Project Name/City File No.: HEATH SUBDIVISION - PLANNING FILE #SS-2008-093

AMOUNT: USD 7,211.00

Dear Sir/Madam:

At the request of ELAINE HEATH AND BRIAN F. HEATH, 619 19 1/2 ROAD, GRAND JUNCTION, CO 81507-9501, we hereby establish our Irrevocable Standby Letter of Credit in your favor up to an aggregate amount of Seven Thousand Two Hundred Eleven and 00/100 USDOLLARS (USD7,211.00). This Letter of Credit is available for payment against presentation of your draft(s) at Sight drawn on CALIFORNIA BANK & TRUST, bearing the clause: "Drawn under Letter of Credit no. SB06-1467 of CALIFORNIA BANK & TRUST dated December 1, 2008" accompanied by the following document:

Beneficiary's statement purportedly signed by an authorized designee of City of Grand Junction stating as follows:

"Elaine Heath and Brian F. Heath 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 USD (insert amount)."

Partial drawings are allowed.

It is a condition of this Letter of Credit that it shall be deemed automatically extended, without amendment, for a period of six (6) months from the present or any future expiration date, unless at least ninety (90) days prior to such expiration date, we notify you in writing at the above address, by certified mail or courier service that we elect not to renew this Letter of Credit for any additional period.

The original of this Letter of Credit is not required to be presented to draw upon this Letter of Credit. However, our total liability under this Standby Letter of Credit shall in no event exceed the Letter of Credit amount and it is understood, as a condition of this Letter of Credit that upon our honoring any Draft(s) presented by you hereunder, the available amount under this Letter of Credit shall be automatically reduced by the amount drawn under such draft.

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.

This Letter of Credit is not transferable.

In the event of a drawing all original documents including original sight Draft must be dispatched in one lot by registered mail, courier services, in person or by any other reasonable business practice directly to California Bank & Trust, International Operations, 550 South Hope Street, 3rd Floor, Los Angeles, CA 90071.

This Standby Letter of Credit expires at our counters at the close of business on the expiration date, or any automatically extended date.

All banking charges outside our counters are for the account of the Beneficiary.

If you have any questions concerning this transaction, please call us at (213) 593-2131, (213) 593-2127 or (213) 593-2128.

We hereby agree with you that all draft(s) drawn under and in compliance with the terms of this letter of Letter of Credit will be honored upon presentation to us as specified herein.

EXCEPT AS OTHERWISE EXPRESSLY STATED HEREIN, THIS LETTER OF CREDIT IS SUBJECT TO THE UNIFORM CUSTOMS AND PRACTICE FOR DOCUMENTARY CREDITS (2007 REVISION), INTERNATIONAL CHAMBER OF COMMERCE, PUBLICATION NO. 600 AND TO THE EXTENT THAT IT DOES NOT CONFLICT WITH ARTICLE 5 OF THE UNIFORM COMMERCIAL CODE OF THE STATE OF COLORADO.

Sincerely,  
CALIFORNIA BANK & TRUST

  
Authorized Signature

**Linda Shum**  
**Vice President**



**CALIFORNIA BANK & TRUST**  
 International Operations  
 550 South Hope Street, 3rd Floor  
 Los Angeles, California 90071  
 S.W.I.F.T. CALBUS66

**Correspondence**

Letter of Credit Validation:  
 Approval   
 App' Agrmt \_\_\_\_\_  
 Dccs \_\_\_\_\_  
 Fees \_\_\_\_\_  
 Checked by *[Signature]*  
 This Letter of Credit is replacing  
 A Letter of Credit that has not  
 expired. Please document accordingly.  
 Send Letter of Credit to officer. \_\_\_\_\_

06/24/2009

To: C/O VECTRA BANK COLORADO  
 ATTN: KATHY RHEIN  
 CC: VICKY PAYNTER

Ref: Letter of Credit Number SB06-1467  
 Your reference number is UNKNOWN.  
 Send by: EMAIL

Applicant's Name and Address:  
 ELAINE HEATH AND BRIAN HEATH  
 619 19 1/2 ROAD  
 GRAND JUNCTION, CO 81507-0501

Beneficiary's Name and Address:  
 CITY OF GRAND JUNCTION  
 C/O DIRECTOR OF COMMUNITY DEVELOPMENT  
 250 NORTH 5TH STREET  
 GRAND JUNCTION, CO 81501  
 L/C AMOUNT: \$7,231,000

**Narrative:**

The expiration date of the above referenced Letter of Credit will be extended for 6 months to MAY 18, 2010 unless the beneficiary is notified before AUGUST 20, 2009 that we have elected not to renew the Letter of Credit for an additional period of one year.

Please contact your customer to determine if this Letter of Credit is to be renewed.

RETURN THIS MEMO TO INTERNATIONAL BANKING DEPARTMENT (LA HP3 7452) FAX # (213) 593 - 2144 NO LATER THAN AUGUST 5, 2009 INDICATING YOUR INSTRUCTIONS AS LISTED BELOW.  
 IF WE DON'T HEAR FROM YOU ON/BEFORE THAT DATE, A NON-RENEWAL NOTICE WILL BE SENT TO THE BENEFICIARY BECAUSE NO RENEWAL/CREDIT APPROVAL HAS BEEN RECEIVED BY US. AS A RESULT OF THAT, THIS STANDBY L/C WILL PROBABLY BE DRAWN BY THE BENEFICIARY IMMEDIATELY.

If you have any questions please call us at 213/593-2128, 213/593-2131 or 213/593-2127.

**A. THE LETTER OF CREDIT IS TO BE EXTENDED FOR ANOTHER YEAR.**

A copy of the credit approval and risk grade boarding sheet covering the extension of the L/C is attached to this memo.

7-30-09  
 Date

*[Signature]*  
 Authorized Signature

\*\*\* OR \*\*\*

**B. THE LETTER OF CREDIT IS NOT TO BE EXTENDED FOR ANOTHER YEAR.**

Please notify the beneficiary of our intent to cancel.

\_\_\_\_\_  
 Date

\_\_\_\_\_  
 Authorized Signature



August 5, 2009

City of Grand Junction  
C/O Director of Community Development  
250 North 5<sup>th</sup> Street  
Grand Junction, CO 81501

Re: Letter of Credit Number SB06-1467  
Elaine and Brian Heath

Ladies and Gentlemen:

The expiration date of the above referenced Letter of Credit will be extended for six (6) months to MAY 18, 2010.

If you have any questions please call me at 970 248-9761.

Sincerely,

Kat Rhein  
AVP/Branch Manager

KR/dr



GRAND JUNCTION MAIN  
2394 PATTERSON ROAD GRAND JUNCTION, COLORADO 81505  
PHONE: 970 248 9762 FAX: 970 248 9767  
[www.vectrabank.com](http://www.vectrabank.com)

Member FDIC

**RECORDING MEMORANDUM  
Exhibit D**

City of Grand Junction  
Public Works and Planning Department  
File: #

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 BRIAN F. HEATH & ELAINE C. HEATH (Developer) and the City of Grand Junction (City) pertaining to HEATH SUBDIVISION (Project), located at 2306 S. RIM DR.

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 # SS 2008 093.

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: Elaine C. Heath Brian F. Heath (POA) Aug 11, 09  
Elaine C. Heath Date  
(Print Name) Elaine C. Heath Brian F. Heath

**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, Public Works & Planning Department, 250 N. 5<sup>th</sup> Street, Grand Junction Colorado.

  
Public Works & Planning Department  
Date 8.17.09

6/10/2003

RECEPTION #: 2502570, BK 4907 PG 50 08/21/2009 at  
02:11:53 PM, 1 OF 1, R \$5.00 S \$1.00  
Janice Rich, Mesa County, CO CLERK AND RECORDER



**CALIFORNIA BANK & TRUST**  
International Operations  
550 South Hope Street, 3rd Floor  
Los Angeles, California 90071  
S.W.I.F.T. CALBUS66

February 10, 2010

**BENEFICIARY:**  
CITY OF GRAND JUNCTION  
C/O DIRECTOR OF COMMUNITY DEVELOPMENT  
250 NORTH 5TH STREET  
GRAND JUNCTION, CO 81501

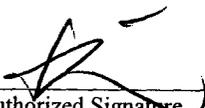
**RE:** Our Standby Letter of Credit No. SB06-1467  
Issue date: DECEMBER 1, 2009  
Amount: USD \$7,211.00  
Applicant: ELAINE HEATH AND BRIAN F. HEATH  
Expiry date: MAY 18, 2010  
Project Name/City File No. : HEATH SUBDIVISION-PLANNING FILE NO. SS-2008-093

Dear Sir/Madam:

This is to inform you that we have elected not to renew the above-referenced Standby Letter of Credit for any additional periods. This credit will expire finally on May 18, 2010.

If you have any questions concerning this transaction, please call us at (213) 593-2131, (213) 593-2128 or (213) 593-2127.

Best regards,

  
Authorized Signature **Linda Shinn**  
**Vice President**

cc: Kathy Rhein

**Leslie Ankrum - Re: Heath Subdivision**

---

**From:** Rick Dorris  
**To:** Leslie Ankrum  
**Date:** 4/15/2010 8:43 AM  
**Subject:** Re: Heath Subdivision

---

Leslie,

This project has been sold and the new owner will be installing the water and sewer taps. Please release the DIA.

Thanks,

Rick Dorris, PE, CFM  
Development Engineer  
City of Grand Junction  
250 N. 5th Street  
Grand Junction, CO 81501  
voice 970-256-4034  
fax 970-256-4031  
email: rickdo@gjcity.org

>>> On 3/24/2010 at 1:12 PM, Leslie Ankrum wrote:

Rick,

Could you come see me regarding the above referenced subdivision?

Thank you!

*Leslie Ankrum  
City of Grand Junction  
Public Works & Planning  
Senior Administrative Assistant  
(970) 244-1438 phone  
(970) 256-4031 fax*



Public Works & Planning  
Planning Division

April 15, 2010

California Bank & Trust  
International Operations  
550 South Hope Street, 3<sup>rd</sup> Floor  
Los Angeles, CA 90071

Re: Cancellation of Letter of Credit #**SB06-1467**  
**Elaine Heath and Brian F. Heath**  
Internal Reference: **Heath Subdivision: SS-2008-093**

To Whom It May Concern:

Enclosed please find the original Letter of Credit #**SB06-1467** for **Elaine Heath and Brian F. Heath**. 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,

A handwritten signature in cursive script that reads "Lisa E. Cox".

---

Lisa E. Cox, Planning Manager

Encl. Letter of Credit #**SB06-1467**

Pc: Planning File SS-2008-093  
Peggy Sharpe, Planning

**Developer:**  
**Brian F. and Elaine Heath**  
**619 19 ½ Road**  
**Grand Junction, CO 81507**

**RELEASE OF RECORDING MEMORANDUM**  
**City of Grand Junction**  
**Public Works & Planning Department**  
**FILE: 55-2008-093**

This Release relates to a Recording Memorandum dated August 17, 2009, by and between Brian F. Heath and Elaine C. Heath (Developer) and the City of Grand Junction, pertaining to Heath Subdivision (Project), located at 2855 2306 South Rim Drive, Grand Junction, CO, recorded at Book 4907, Page 50, 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: *Leslie Ankrum* Date: 4-15-10

Planner: *Michelle H. Hill* Date: 3-26-10

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 Date 4-19-10

The foregoing instrument was executed before me this 19<sup>th</sup> day of April, 2010, by Greg Hoberg, 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.



My Commission Expires 08/21/2013



PUBLIC WORKS & PLANNING

April 19, 2010

Mr and Mrs. Heath  
533 Hacienda Drive  
Grand Junction, CO 81503

Ref: Heath Simple Subdivision, FP-2008-093, DIA Release

Dear Mr. and Mrs. Heath,

It is my understanding the parcel at 2304 South Rim Drive that was created by this project has been sold. I met with the new owner, who plans to build a house there soon, and he understands the water and sewer services are his responsibility. Consequently, the City is releasing your DIA guaranteeing the services.

Please call me at 256-4034 if you have any questions.

Sincerely,

Rick  
Dorris

Digitally signed by Rick  
Dorris  
DN: cn=Rick Dorris, o=City  
of Grand Junction,  
ou=Public Works and  
Planning,  
email=rkdor@city.org,  
c=US  
Date: 2010.04.19 06:17:51  
-06'00'

Rick Dorris, PE, CFM  
Development Engineer

Cc: Leslie Ankrum  
Lori Bowers



Public Works & Planning  
Planning Division

April 29, 2010

Vectra Bank  
Attn: Ms. Debra Rodriguez  
2394 F Road  
Grand Junction, CO 81505

Re: Cancellation of Letter of Credit #**SB06-1467**  
**Elaine Heath and Brian F. Heath**  
Internal Reference: **Heath Subdivision: SS-2008-093**

Dear Ms. Rodriguez:

Enclosed please find the original Letter of Credit #**SB06-1467** for **Elaine Heath and Brian F. Heath**. 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.

Per our conversation today, please forward the original letter of credit to California Bank & Trust. I'm sorry for any confusion the previous letter may have caused.

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

Sincerely,

A handwritten signature in cursive script, appearing to read "Leslie Ankrum", is written over a horizontal line.

Leslie Ankrum, Sr. Administrative Assistant

Encl. Letter of Credit #**SB06-1467**

Pc: Planning File SS-2008-093  
Peggy Sharpe, Planning

**Developer:**  
**Brian F. and Elaine Heath**  
**619 19 ½ Road**  
**Grand Junction, CO 81507**