

PWR08PEC

TYPE OF RECORD:	PERMANENT
CATEGORY OF RECORD:	DEVELOPMENT IMPROVEMENTS AGREEMENT
NAME OF CONTRACTOR:	POWER LAND COMPANY II LLC
PROJECT/ SUBDIVISION:	POWER EQUIPMENT COMPANY
ADDRESS:	2331 RIVER ROAD
PARCEL #:	2945-232-07-010
FILE #:	SPR-2006-029
CITY DEPARTMENT:	PUBLIC WORKS AND PLANNING
YEAR:	2008
EXPIRATION DATE:	NONE
DESTRUCTION DATE:	NONE

PROFILE INFORMATION

Document Type: DIA
Project ID #: SPR-2006-029
Name: Power Equipment Company
Location: 2331 River Road
Parcel #: 2945-232-07-010

Delivered to Steph

DEVELOPMENT IMPROVEMENTS AGREEMENT

1. **Parties:** The parties to this Development Improvements Agreement ("Agreement") are Power Land Company II, LLC ("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 Power Equipment Company has been reviewed and approved under Community Development file # SPR-2006 029 ("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 \$ 116,606.11 (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) X Disbursement Agreement ~~A~~

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 \$ 19,434³⁵ (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: 2/1/2007
Completion Date: 2/1/2008 *gbb*

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 \$ 97,171.76 (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: Power Land Company II, LLC Name -Developer/Company
P.O. Box 28 Address (Street and Mailing)
500 East 62nd Avenue
Denver 80201 (80216) City, State & Zip Code
(303) 288-6801 Telephone and Fax Numbers
(303) 288-6809 Fax
dmate@power-equip.com E-mail

Development Construction Services, Inc.
Cc: 2350 G Road #240
Grand Junction CO 81505
970-242-3674
970-245-3674 (Fax) email: jana@developmentconstructionservices.com

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.

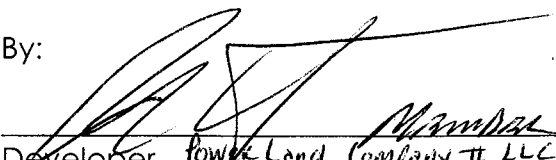
30b. Developer shall also construct and pay for end-transitions, intersection paving, drainage facilities and adjustments to existing utilities necessary to open the street to traffic.

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;

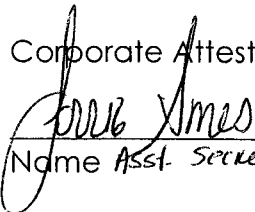
(ii) provides written evidence to the City Engineer under signature of a qualified expert that the earth, soils, lands and surfaces upon in and under which the Improvement(s) have been constructed or which are necessary for the Improvements are free from toxic, hazardous and other regulated substances 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: 

Developer Power Land Company II LLC Date 12/11/06
Robert Matz, member

Name (printed)

Corporate Attest:


Name Asst. Secretary Date 12/11/06

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



Community Development Dept. Date 12-22-06

6/13/2003

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

EXHIBIT A

LOT 1, POWER EQUIPMENT SUBDIVISION

Mesa County, Colorado

EXHIBIT B
IMPROVEMENTS COSTS ESTIMATE

DATE: 1/18/06 (REVISED 5/26/06)

DEVELOPMENT NAME: Power Equipment Subdivision

LOCATION: 2331 River Road

PRINTED NAME OF PERSON PREPARING: Austin Civil Group, Inc.

Item#	Item Description	Unit	Quantity	Unit Price	Extended Price
A. SANITARY SEWER					
1	8"PVC Sanitary Sewer Main	LF			\$ -
2	"PVC Sanitary Sewer Main	LF			\$ -
3	6"PVC Sanitary Sewer Main	LF			\$ -
4	4" Sewer Services	LF	50	15	\$ 750.00
5	Sanitary Sewer Manhole - 48' Diameter	EA			\$ -
6	Sanitary Sewer Drop Manhole	EA			\$ -
7	Connection to Existing Main	EA	2	1000	\$ 2,000.00
8	Traffic Control	LS	1	2000	\$ 2,000.00
					\$ -
Subtotal Part A - Sanitary Sewer					\$ 4,750.00
B. DOMESTIC WATER					
1	8" PVC Water Main	LF	512	21	\$ 10,752.00
2	6 "PVC Water Main	LF			\$ -
3	4"PVC Water Main	LF			\$ -
4	8" Gatevalve	EA			\$ -
5	6""Gatevalve	EA			\$ -
6	4"Gatevalve	EA			\$ -
7	3/4" Service Line Connection - Pit to Main	EA	1	500	\$ 500.00
8	Connect to Existing Water Line	EA			\$ -
9	Fire Hydrant with Valve	EA	2	2000	\$ 4,000.00
10	3/4" Meter Pit	EA			\$ -
11	Wet Tap Connection To Main	EA	2	2000	\$ 4,000.00
12	Traffic Control	LS	1	1000	\$ 1,000.00
13	Blowoff	EA			\$ -
					\$ -
Subtotal Part B - Domestic Water					\$ 20,252.00

Item#	Item Description	Unit	Quantity	Unit Price	Extended Price
C1 STREETS					
1	"PVC Utility/Irrigation Sleeves	LF			\$ -
2	"PVC Utility/Irrigation Sleeves	LF			\$ -
3	Reconditioning	SY			\$ -
4	Agg. Base Course(Class 3-12" THK.)	TON			\$ -
5	Aggregate Base Course (Class 6) (11" Compacted Thickness)	SY			\$ -
6	Aggregate Base Course (Class 6) (8" Compacted Thickness under shared drwy.	SY			\$ -
7	Aggregate Base Course (Class 6) (6" Compacted THK. under shared parking	SY			\$ -
8	Hot Bituminous Paving, including tack oil (3" Thick)	SY	33	12	\$ 396.00
9	Hot Bituminous Paving, Patching _____ (_____"Thick)	SY			\$ -
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 (6.5' Wide),incl. 6" Class VI	LF			\$ -
15	Drive Over Curb, Gutter, and Sidewalk (_____'Wide)				\$ -
16	Concrete Sidewalk (_____"Wide)	LF			\$ -
17	Concrete Gutter and Driveway Section (_____"Thick)	SY			\$ -
18	Concrete Drainage Pan (6' Wide, (8" Thick)	SY			\$ -
19	Concrete Corner Fillet	SY			\$ -
20	Concrete Curb Ramp	EA			\$ -
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)	GAL			\$ -
27	Street Signs	EA			\$ -
28	Street Lights	EA			\$ -
29	Relocate Power Pole Tower (1/2 Cost)	LS			\$ -
29	Signal Construction or Reconstruction	LS			\$ -
30	Flowable Fill	CY			\$ -
31	Sleeves, _____", _____ PVC				\$ -
32	Subgrade Cut/Compaction	SY			\$ -
33	Traffic Control	DAY			\$ -
34	Testing	LS			\$ -

Item#	Item Description	Unit	Quantity	Unit Price	Extended Price
C2 BRIDGES					
1	Box Culvert Pre-Cast	LS			\$ -
2	Box Culvert Cast-in -Place	LS			\$ -
3	Wingwalls/Headwalls	LF			\$ -
4	Parapet Wall	LS			\$ -
5	Railing (Handrail, Guardrail)	LS			\$ -
6	10'-0" x 4'-10" Conspan Arch Culverts	LS			\$ -
Subtotal Part C - Streets and Bridges					\$ 396.00
D1. EARTHWORK					
1	Mobilization	LS			\$ -
2	Clearing and Grubing	LS			\$ -
3	Unclassified Excavation	CY			\$ -
4	Unclassified Embankment	CY			\$ -
5	Erosion Control	LS	1	4500	\$ 4,500.00
6	Watering (Dust Control)	AC	1.92	100	\$ 192.00
D2. REMOVALS AND RESETTING					
1	Removal of Asphalt	SF	295	1	\$ 295.00
2	Removal of Miscellaneous Concrete	SY			\$ -
3	Remove Curb and Gutter	LF			\$ -
4	Removal of Culverts	LF			\$ -
5	Remove Existing Outlet Structure	LS			\$ -
6	Remove Signs	EA			\$ -
7	Remove Fence	LF			\$ -
8	Adjust Manhole	EA			\$ -
9	Adjust Valvebox	EA			\$ -
10	Relocate or Adjust Utilites	LS			\$ -
11	Saw Cut	LF	220	0.75	\$ 165.00
D3. SEEDING AND SOIL RETENTION					
1	Sod	SY			\$ -
2	Seeding (Native)	SY or AC			\$ -
3	Seeding (Bluegrass/Lawn)	LS			\$ -
4	Hydro Mulch & Fertilizer	LS			\$ -
5	Soil Retention Blanket	SY			\$ -

Item#	Item Description	Unit	Quantity	Unit Price	Extended Price
D4. STORM DRAINAGE FACILITIES					
1	Finish Grading (incl. Channels, Swales, and Ponds)	LS	1	3000	\$ 3,000.00
2	36" Storm Drain Pipe	LF			\$ -
3	30" Storm Drain Pipe	LF			\$ -
4	24"Storm Drain Pipe	LF			\$ -
5	18"Storm Drain Pipe	LF	412	47	\$ 19,364.00
6	12"Storm Drain Pipe	LF	138	42	\$ 5,796.00
7	36"Flared End Section	EA			\$ -
8	15"Flared End Section	EA			\$ -
9	48" Storm Drain Manhole	EA			\$ -
10	60" Storm Drain Manhole	EA			\$ -
11	72" Storm Drain Manhole	EA			\$ -
12	Outlet Structure	LS			\$ -
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	2	1500	\$ 3,000.00
17	Detention Area Outlet Structure	EA			\$ -
18	Rip-Rap D ₅₀ =_____"	CY			\$ -
19	Sidewalk Trough Drain	EA			\$ -
20	Pump Systems Including Electrical	LS			\$ -
Subtotal Part D - Grading and Drainage					\$ 36,312.00

Item#	Item Description	Unit	Quantity	Unit Price	Extended Price
E1. IRRIGATION					
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			\$ -
E2. LANDSCAPING					
1	Design/Architecture	LS			\$ -
2	Earthwork	CY			\$ -
3	Hardscape Features	LS			\$ -
4	Plant Material & Pumping	LS	0.25	12101	\$ 3,025.25
5	Trees	EA			\$ -
6	Shrubs	EA	1.25	6000	\$ 7,500.00
7	Rock Mulch / Turf Grass	SF	0.95	12105.263	\$ 11,500.00
8	Irrigation System	LS			\$ -
9	Curbing	LF			\$ -
10	1 Year Maintenance Agreement	LS	0.25	12101	\$ 3,025.25
11	Topsoil	TONS			\$ -
Subtotal Part E - Landscaping and Irrigation					\$ 25,050.50

Item#	Item Description	Unit	Quantity	Unit Price	Extended Price
F. MISCELLANEOUS ITEMS					
1	Construction Staking/Surveying	%	2.00%		\$ 1,735.21
2	Developer's Inspection Cost	%	2.00%		\$ 1,735.21
3	General Construction Supervision	%	2.00%		\$ 1,735.21
4	Quality Control Testing	%	2.00%		\$ 1,735.21
5	Construction Traffic Control	%	2.00%		\$ 1,735.21
6	City Inspection Fees	%	2.00%		\$ 1,735.21
7	As-Builts	%	2.00%		\$ 1,735.21
Subtotal Part F - Miscellaneous Items					\$ 10,411.26

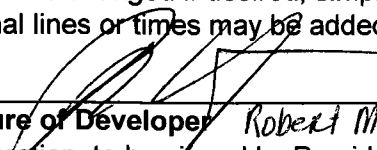
% = Percentage of total site construction costs

G COST SUMMARY

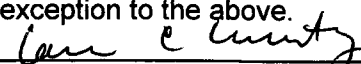
1	Total Improvement Costs	\$ 97,171.76
2	City Security (20%)	\$ 19,434.35
	Total Guarantee Amount	\$ 116,606.11

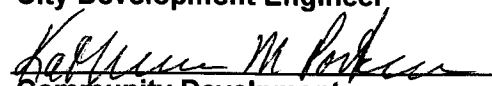
NOTES

- 1 All prices shall be for items complete in place and accepted.
- 2 All pipe 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 sleeve.
- 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 times may be added as needed.


 Signature of Developer *Robert Matz, Member* Date *12/11/06*
 (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 *12/21/06*


 Community Development Date *12-22-06*



TRADE SERVICES DIVISION, NORTHERN CALIFORNIA
ONE FRONT STREET, 21ST FLOOR
SAN FRANCISCO, CALIFORNIA 94111
Contact Phone: 1(800) 798-2815 (Option 1)
Email : sftrade@wellsfargo.com

IRREVOCABLE LETTER OF CREDIT

Letter of Credit No.: NZS605490
Date: September 21, 2007

BENEFICIARY:

City of Grand Junction, Colorado
c/o Director of Public Works & Planning
250 N 5th St.
Grand Junction, CO 81501

Copy
original returned to
applicant 5-14-08

At the request and for the account of Power Land Company II, LLC, 500 E 62nd Avenue, Denver, CO 80216, we hereby establish our irrevocable Letter of Credit in your favor in the amount of One Hundred Sixteen Thousand Six Hundred Six Dollars and 11/100 United States Dollars (US \$116,606.11). This Letter of Credit is available with us at our above office by payment of your draft(s) drawn on us at sight accompanied by your signed and dated statement worded as follows:

"The undersigned, an authorized representative of the City of Grand Junction, Colorado, hereby certifies that Power Land Company II, LLC 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 payment in the amount of the accompanying draft drawn under Wells Fargo Bank, N.A. Letter of Credit number NZS605490."

Each draft must also be accompanied by the original of this Letter of Credit for our endorsement on this Letter of Credit of our payment of such draft.

Partial and multiple drawings are permitted under this Letter of Credit.

Each draft must be marked "DRAWN UNDER WELLS FARGO BANK, N. A. LETTER OF CREDIT NO. NZS605490."

This Letter of Credit expires at our above office on March 22, 2008, but shall be automatically extended, without written amendment, to each September 22 and March 22 thereafter, unless we have sent written notice to you at your address above by registered mail or express courier that we elect not to extend the expiration date of this letter of credit beyond the date specified in such notice which date, will be March 22, 2008 or any subsequent September 22 or March 22 and be at least ninety (90) calendar days after the date you receive such notice.

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 engages us in accordance with the terms thereof.

We hereby engage with you that each draft drawn and presented to us in compliance with the terms and provisions of this Letter of Credit will be duly honored by payment to you of the amount requested.

Very truly yours,
WELLS FARGO BANK, N. A.

By: _____
(Authorized Signature)

MIKE LIN
ASSISTANT VICE PRESIDENT

RECORDING MEMORANDUM
Exhibit D

City of Grand Junction
Community Development Department Community Development
File: # SPR-2006-029

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 Power Land Company II, LLC (Developer) and the City of Grand Junction (City) pertaining to Power Equipment (Project), located at 2331 River Road.

(Subject subdivision is more particularly depicted and described in the recording found at Plat Book 4320 Pages 751)

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-2006-029.

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: [Signature] Date 12/11/2006
(Print Name) Robert Matz, Member
Power Land Company II, LLC

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.

[Signature] Date 12-22-06
Community Development Department

RELEASE OF RECORDING MEMORANDUM
City of Grand Junction
Public Works & Planning Department
FILE: SPR-2006-029

This Release relates to a Recording Memorandum dated 12-22-06, by and between Power Law Company II, LLC (Developer) and the City of Grand Junction, pertaining to POWER EQUIPMENT (Project), located at 2331 RIVER ROAD, recorded at Book 4320, Page 752, Mesa County Clerk and Recorders Office. Project is more particularly described as POWER EQUIPMENT SUBDIVISION AS RECORDED IN BOOK 4320, PAGE 751

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: [Signature] Date: 5/7/08

Planner: [Signature] Date: MAY 7, 2008

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

5.7.08
Date

The foregoing instrument was executed before me this 7th day of May, 2008, by Greg Moberg, of the Public Works & Planning Department for the City of Grand Junction, Colorado.

Witness my hand and official seal:

[Signature]
Notary Public

My commission expires on 10/29/2009



January 22, 2013

Brad Elliot
Wells Fargo Bank N.A.
1700 Lincoln St., 8th Floor
MAC C7300-081
Denver, CO 80203

Re: Letter of Credit No. NZS605490, dated September 21, 2007
Developer: Power Equipment Company LLC

Dear Mr. Elliot:

As beneficiary of the above referenced letter of credit, the City of Grand Junction hereby informs you that it relinquished its rights under the letter of credit and returned the original LOC to the developer on or about May 14, 2008. Because the original letter of credit has apparently been lost or destroyed, by this letter the City confirms that it has released the bank from all obligations it had under Letter of Credit No. NZS605490 and retains no rights or interest under or in said LOC.

Please feel free to contact me if you have any questions or concerns or need additional information.

Regards,



Shelly S. Dackonish
Senior Staff Attorney
City of Grand Junction, Colorado