

VMW99VMW

TYPE OF RECORD: PERMANENT

CATEGORY OF RECORD: DEVELOPMENT IMPROVEMENTS AGREEMENT

NAME OF AGENCY OR CONTRACTOR: VMW DEVELOPMENT, LLP

STREET ADDRESS/PARCEL NAME/SUBDIVISION/PROJECT: VALLEY MEADOWS WEST  
SUBDIVISION - DATED AUGUST 27, 1999

CITY DEPARTMENT: COMMUNITY DEVELOPMENT

YEAR: 1999

EXPIRATION DATE: NONE

DESTRUCTION DATE: NONE

**DEVELOPMENT IMPROVEMENTS AGREEMENT**

1. **Parties:** The parties to this Development Improvements Agreement ("the Agreement" or "Agreement") are VMW Development, LLP., (the "Developer") and **THE CITY OF GRAND JUNCTION**, Colorado ("the City" or "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 will be { 8/27/99 (mm/dd/yy)}

**RECITALS**

The Developer seeks permission to develop property within the City to be known as **Valley Meadows West Subdivision**, which property is more particularly described on Exhibit A attached and incorporated by this reference ("the Property" or "Property"). The City seeks to protect the health, safety and general welfare of the community by requiring the completion of various improvements in the Property and limiting the harmful effects of substandard developments. The purpose of this Agreement is to protect the City from the cost of completing necessary improvements itself and 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 Agreement are authorized by state law, the Colorado Constitution and the City's land development ordinances.

**DEVELOPER'S OBLIGATION**

3. **Improvements:** The Developer will 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 ("the Improvements" or "Improvements"). The Developer agrees to pay the City for inspection services performed by the City, in addition to amounts shown on Exhibit B. The hourly rate of "in-house" inspection services is \$45.00 per hour. The scope of this project is such that the City may have to engage independent consultant(s) to adequately provide inspection services; Developer agrees to pay such costs, in addition to all others. The Developer's obligation to complete the improvements is and will be independent of any obligations of the City contained herein.

4. **Security:** To secure the performance of its obligations under this Agreement (except its obligations for warranty under paragraph 6), the Developer shall supply a financial guarantee, in a form and with terms acceptable to the City as indicated below:

~~QAT~~  
~~XXI~~

- (I) disbursement agreement between a bank doing business in Mesa County and the City, or
- (II) a good and sufficient letter of credit acceptable to the City, or
- (III) depositing with the City cash equivalent to the estimated cost of construction of the improvements, or
- (IV) other: Plat held

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

6. **Warranty:** The Developer warrants that the Improvements, each and every one of them, will be free from defects for a period of twelve (12) months from the date that the City Engineer accepts or approves the last improvement completed by the Developer.

7. **Commencement, Completion and Abandonment Periods:** The Developer will commence work on the Improvements within 30 days from the Effective Date of this Agreement ("the Commencement Period") and the Improvements, each and every one of them, shall be completed by the end of the 6 month from the Effective Date of this Agreement { 2 / 27 / 00 (mm/dd/yy) } (the "Completion Period"). The Developer shall not cease construction activities for any period of more than 60 consecutive days ("the Abandonment Period").

8. **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 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 final development approval.

9. **Notice of Defect:** The Developer's Engineer shall provide timely notice to the Developer, contractor, issuer of security and the City Engineer whenever inspection reveals, or the Developer's Engineer otherwise has knowledge, that an improvement does not conform to City standards and any specifications approved in the development application or is otherwise defective. The Developer will have thirty (30) days from the issuance of such notice to correct the defect. The City may grant reasonable extensions.

10. **Acceptance of Improvements:** The City's final acceptance and/or approval of Improvements will not be given or obtained until the Developer presents a document or documents, for the benefit of the City, showing that the Developer owns the Improvements in fee simple and that there are no liens, encumbrances or other restrictions 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 that is detected or which occurs after approval and/or acceptance.

11. **Reduction of Security:** After the acceptance of any Improvement, the amount which the City is entitled to draw on the guarantee will be reduced by an amount equal to 90 percent of the estimated cost of the Improvement as shown in Exhibit B. At the written request of the Developer, the City will execute a certificate verifying the acceptance of the Improvement and waiving its right to draw on the guarantee to the extent of such amount. A Developer in default under this Agreement will have no right to such certification. Upon the acceptance of all of the Improvements the remaining balance that may be drawn under the guarantee shall be available to the City for 90 days after the expiration of the warranty period.

12. **Use of Proceeds:** The City will use funds deposited with it, drawn or guaranteed pursuant to any written agreement entered into between the parties only for the purpose of completing the Improvements or correcting defects in or failure of the Improvements.

13. **Events of Default:** The following conditions, occurrences or actions will constitute a default by the Developer during the Completion Period:

- a. Developer's failure to complete each portion of the Improvements in conformance with the time schedule provided in paragraph number seven (7.), above;
- b. Developer's failure to demonstrate reasonable intent to correct defective construction of any Improvement within the applicable correction period;
- c. 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;
- d. Notification to the City, by any lender with a lien on the property, of a default on an obligation; the City may immediately declare a default without prior notification to the Developer;
- e. Initiation of any foreclosure action of any lien or initiation of mechanics lien(s) procedure(s) against the Property or a portion of the Property or assignment or conveyance of the Property in lieu of foreclosure; the City may immediately declare a default without prior notification to the Developer.

Unless specifically provided herein the City may not declare a default until written notice has been sent 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.

14. **Measure of Damages:** The measure of damages for breach of this Agreement by the Developer will be the reasonable cost of satisfactorily completing the Improvements plus reasonable City administrative expenses. Administrative 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 will be prima facie evidence of the minimum cost of completion, however, neither that amount or the amount of a letter of credit, the subdivision improvements disbursement agreement or cash escrow establish the maximum amount of the Developer's liability.

15. **City's Rights Upon Default:** When any event of default occurs, the City may draw on the letter of credit, escrowed collateral, or collect any other security to the extent of the face amount of the credit or full amount of escrowed collateral, cash, or security less ninety percent (90%) of the estimated cost (as shown on Exhibit B) of all improvements previously accepted by the City or may exercise its rights to disbursement of loan proceeds or other funds under the improvements disbursement agreement. The City will have the right to complete 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. Alternatively, the City may assign the proceeds of the letter of credit, the improvements disbursement agreement, the escrowed collateral, cash, or other funds or assets to a subsequent developer (or lender) who has acquired the Property by purchase, foreclosure or otherwise who will then have the same rights of completion as the City if and only if the subsequent developer (or lender) agrees in writing to complete the unfinished improvements and provides to the City reasonable security for the obligation. In addition, the City may also enjoin the sale, transfer, or conveyance of lots within the development, until the improvements are completed or accepted. 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 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 or the Property being developed 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 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 of work pursuant to this Agreement except where such suit is brought by the Developer against the City. The Developer is not an agent or employee of the City.

17. **No Waiver:** No waiver of any provision of this Agreement by the City will be deemed or constitute a waiver of any other provision, nor will 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 will 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 will not constitute the approval of any wrongful act by the Developer or the acceptance of any Improvement.

18. **Amendment or Modification:** The parties to this Agreement may amend or modify the Agreement only by written instrument executed on behalf of the City by the City Manager 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.

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, 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.

20. **Vested Rights:** The City does not warrant by this Agreement that the Developer is entitled to any other approval(s) required by the City, if any, before the Developer is entitled to commence development 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 and no statement(s), promise(s) or inducement(s) that is/are not contained in this Agreement will be binding on the parties.

22. **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.

23. **Time:** For the purpose of computing the Abandonment and Completion Periods, and time periods for City action, such times in which war, civil disasters, or acts of God occur or exist will not be included if such times prevent the Developer or City from performing its obligations under the Agreement.

24. **Severability:** If any part, term, or provision of this Agreement 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 rights of the parties will 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. 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 right of 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. When the Improvements are completed and approved by the City, the City agrees to state same in writing, with appropriate acknowledgments. The City will 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 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: VMW Development LLP  
JM Loosdon - TM Laduke  
P.O. Box 2569  
Grand Jct, CO 81502

If to City: City of Grand Junction  
Community Development Director  
250 N. 5th Street  
Grand Junction, Colorado 81501

27. **Recordation:** Developer will pay for all costs to record this Agreement or a Memorandum thereof in the Clerk and Recorder's Office of Mesa County, Colorado.

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, letter of credit, improvements disbursements agreement, or cash escrow agreement or any action to collect security 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.

- 30. a. **Conditions of 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 improvements shall have been finally accepted by the City.
- b. **Phased Development:** 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 his side of the street to enable an initial two-way traffic operation without on-street parking. That Developer is also responsible for end-transitions, intersection paving, drainage facilities, and adjustments to existing utilities necessary to open the street to traffic.

- c. Prior to requesting final acceptance of any street, storm drainage facility, or other required improvement(s), the Developer shall: (i) furnish 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) provide 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 improvements have been constructed, or which are necessary for the improvements, are free from toxic, hazardous or other regulated substances or materials; (iii) provide 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.

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

 William M. Parker 8/31/99  
Community Development WM 8/31/99 date

Wanda A. Martney 8/31/99  
City Clerk, Deputy WAM date

Developer: VMW Development LLP

By: John M. Logsdon 8-27-99  
date

Print name: John M. Logsdon Thomas M. LaDuke

Attest: \_\_\_\_\_  
Secretary date



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

EXHIBIT A

DESCRIPTION OF VALLEY MEADOWS WEST SUBDIVISION

A parcel of land located in SE 1/4 of the NW 1/4 of Section 3, Township 1 South, Range 1 West, Ute Meridian, Mesa County, Colorado, being more particularly described as follows:

Beginning at a point on the north boundary line of the SE 1/4 of the NW 1/4 of Section 3, Township 1 South, Range 1 West of the Ute Meridian, being on the centerline of the Grand Valley Canal, whence the NW 1/16 corner of said Section 3 bears S 89° 29' 30" W, 44.24 feet;

1. Thence N 89° 29' 30" E, 369.39 feet along the north boundary line of the SE 1/4 of the NW 1/4 of said Section 3;
2. Thence S 00° 00' 00" W, 429.46 feet;
3. Thence S 69° 02' 21" E, 97.49 feet;
4. Thence S 77° 38' 37" E, 795.31 feet;
5. Thence S 00° 00' 00" W, 51.18 feet to the centerline of the Grand Valley Canal;
6. Thence along said centerline of the Grand Valley Canal the following five (5) courses and distances:
  - A. N 77° 38' 37" W, 810.05 feet;
  - B. N 69° 02' 21" W, 187.55 feet;
  - C. N 60° 45' 20" W, 150.29 feet;
  - D. N 32° 45' 52" W, 144.30 feet;
  - E. N 14° 00' 04" W, 254.79 feet to the point of beginning.

The parcel of land as described above contains 4.027 acres more or less.

**EXHIBIT "B"**

**IMPROVEMENTS LIST/DETAIL**

(PAGE 1 OF 3)

DATE: 8/30/99

NAME OF DEVELOPMENT: \_Valley Meadows West

LOCATION: West end of Westwood Dr.

PRINTED NAME OF PERSON PREPARING: Brad Rickard/David Hartmann

	UNITS	TOTAL QTY.	UNIT PRICE	TOTAL AMOUNT
<b>I. SANITARY SEWER</b>				
1. Clearing and grubbing	L.S.			\$ -
2. Cut and remove Asphalt	S.Y.			\$ -
3. PVC sanitary sewer main (incl. trenching, bedding & backfill)	L.F.	247	\$ 20.00	\$ 4,940.00
				\$ -
4. Sewer Services (incl. Trenching bedding & backfill)	L.F.	412	\$ 16.50	\$ 6,798.00
				\$ -
5. Sanitary sewer manhole(s)	ea.	3	\$ 2,000.00	\$ 6,000.00
6. Connection to existing manhole(s)	ea.	1	\$ 750.00	\$ 750.00
7. Aggregate Base Course	S.Y.			\$ -
8. Pavement replacement	S.Y.			\$ -
9. Driveway restoration	S.Y.			\$ -
10. Utility Adjustments	ea.			\$ -
<b>II. DOMESTIC WATER</b>				\$ -
1. Clearing and grubbing	L.S.			\$ -
2. Cut and remove Asphalt	S.F.			\$ -
3. Water Main (incl. excavation, bedding, backfill, valves and appurtenances)	L.F.	193	\$ 16.00	\$ 3,088.00
				\$ -
4. Water services (incl. excavation, bedding, backfill, valves and appurtenances)	L.F.	335	\$ 17.00	\$ 5,695.00
				\$ -
5. Connect to existing water line	ea.	1	\$ 2,400.00	\$ 2,400.00
6. Aggregate Base Course	S.Y.			\$ -
7. Pavement replacement	S.Y.			\$ -
8. Utility Adjustments	ea.			\$ -
<b>III. STREETS</b>				\$ -
1. Clearing and grubbing	S.Y.	1775	\$ 0.50	\$ 887.50
2. Earthwork, including excavation and embankment construction	C.Y.	445	\$ 6.00	\$ 2,670.00
				\$ -
3. Utility relocations	ea.			\$ -
4. Aggregate sub-base course (square yard)	S.Y.			\$ -

	UNITS	TOTAL QUANTITY	UNIT PRICE	TOTAL AMOUNT
5. Aggregate base course (square yard)	S.Y.	1155	\$ 5.30	\$ 6,121.50
6. Sub-grade stabilization	Ton	10	\$ 18.00	\$ 180.00
7. Asphalt or concrete pavement (square yard)	S.Y.	1155	\$ 6.50	\$ 7,507.50
8. Curb, gutter & sidewalk (linear feet)	L.F.	620	\$ 16.90	\$ 10,478.00
9. Driveway sections (square yard)	S.Y.			\$ -
10. Crosspans & fillets	S.F.	168	\$ 7.25	\$ 1,218.00
11. Retaining walls/ structures	L.F.			\$ -
12. Storm drainage system	L.S.	1	\$ 8,162.00	\$ 8,162.00
13. Signs and other traffic control devices	ea.	1	\$ 500.00	\$ 500.00
14. Construction staking	L.S.	1	\$ 2,000.00	\$ 2,000.00
15. Dust Control	L.S.	1	\$ 1,300.00	\$ 1,300.00
16. Street lights (each)	ea.	1	\$ 1,500.00	\$ 1,500.00
17. 8' detached sidewalk	L.F.	92	\$ 25.00	\$ 2,300.00
<b>IV. LANDSCAPING</b>				\$ -
1. Design/Architecture	L.S.			\$ -
2. Earthwork (incl. top soil, fine grading, & berming)	C.Y.			\$ -
3. Hardscape features (includes wall, fencing, and paving)	L.F.			\$ -
4. Plant material and planting	L.S.			\$ -
5. Irrigation system	L.S.			\$ -
6. Other features (incl. statues, water displays, park equipment, and outdoor furniture)	L.S.	1	\$ 400.00	\$ 400.00
7. Curbing	L.F.			\$ -
8. Retaining walls and structures	S.Y.			\$ -
9. One year maintenance agreement	L.S.			\$ -
<b>V. MISCELLANEOUS</b>				\$ -
1. Design/Engineering	L.S.			\$ -
2. Surveying	L.S.	1	\$ 1,500.00	\$ 1,500.00
3. Developer's inspection costs	L.S.	1	\$ 1,500.00	\$ 1,500.00
4. Quality control testing	L.S.	1	\$ 2,000.00	\$ 2,000.00
5. Construction traffic control	L.S.	1	\$ 2,000.00	\$ 2,000.00
6. Rights-of-way/Easements	L.S.			\$ -
7. City inspection fees	L.S.	1	\$ 1,400.00	\$ 1,400.00
8. Permit fees	L.S.	1	\$ 500.00	\$ 500.00
9. Recording costs	L.S.	1	\$ 5,600.00	\$ 5,600.00
10. Bonds	L.S.			\$ -
11. Newsletters	L.S.			\$ -

	UNITS	TOTAL QUANTITY	UNIT PRICE	TOTAL AMOUNT
12. General Construction Supervision	L.S.	1	\$ 1,000.00	\$ 1,000.00
13. Other	L.S.		\$	\$ -
14. Other: As Built Drawings	L.S.	1	\$ 1,500.00	\$ 1,500.00

TOTAL ESTIMATED COST OF IMPROVEMENTS: \$ 91,895.50

Note: Shaded items are not included in contractor's estimate

### SCHEDULE OF IMPROVEMENTS

- I SANITARY SEWER September 1, 1999
- II DOMESTIC WATER September 15, 1999
- III STREETS October 30, 1999
- IV LANDSCAPING November 15, 1999
- V MISCELLANEOUS December 15, 1999

I have reviewed the estimated costs and time schedule shown above and based on the plans and the current costs of construction agree to construct and install the Improvements as required above

*John M. Fogel* *Tom Latta* 8-27-99  
 SIGNATURE OF DEVELOPER DATE

(If corporation, to be signed by President and attested to by Secretary together with corporate seals.)

Reviewed and approved

*Trent Harbert*  
 CITY ENGINEER  
 DEVELOPMENT

31-Aug-99  
 DATE

*Kathleen M. Perkins*  
 COMMUNITY DEVELOPMENT

8-31-99  
 DATE



618 Dike Road, P.O. Box 3609  
Grand Junction, CO 81502  
(970) 243-4900  
FAX: (970) 243-5945

21830 Hwy. 550 South, P.O. Box 1909  
Montrose, CO 81402  
(970) 249-1815  
FAX: (970) 240-8497

1300 County Road 442N, P.O. Box 928  
Norwood, CO 81423  
(970) 327-4586  
FAX: (970) 327-4113

August 24, 1999

Mr. David Hartman  
Banner Engineering  
2777 Crossroads Blvd.  
Grand Junction, CO 81506

Dear Mr. Hartman:

As per your request, I submit the following information for the Valley Meadows West Subdivision:

<u>ITEM</u>	<u>APPROXIMATE QUANTITY</u>
Excavation	370 CY
Overlot Grading	855 CY
Subgrade Preparation	1,618 SY
Base Course	711 Tons
3" Hot Bituminous pavement	1,167 SY
Raise Manholes	3 Each
Raise Water Valve	1 Each
Weed Fabric	113 SY
6'6" Driveover Curb, Gutter, and Sidewalk	630 LF
8" Concrete Crosspan	168 SF
4" x 8' 0" Sidewalk	720 SF
Detachable Bollard	1 Each

*\$ 450.00  
bollard*

Sanitary Sewer:

Tie into Existing Manhole	1 Each
8" SDR Pipe	246 Feet
Manholes with Boots and Inverts	3 Each
Sewer Services	8 Each
4" Sewer Service	420 LF

Water Line:

8" C-900 Pipe	253 LF
8" End Plug with Kicker	1 Each
Fire Hydrant	1 Each
6" Gate Valve	1 Each
Elbow	1 Each
Service Taps	8 Each
8" Gate Valve	1 Each
3/4" Copper Line	420 LF



618 Dike Road, P.O. Box 3609  
Grand Junction, CO 81502  
(970) 243-4900  
FAX: (970) 243-5945

21830 Hwy. 550 South, P.O. Box 1909  
Montrose, CO 81402  
(970) 249-1815  
FAX: (970) 240-8497

<b>PROPOSAL TO:</b>	Mr. Tom LaDuke TML Enterprises P. O. Box 2401 Grand Junction, CO 81502	<b>FAX #:</b> <b>PHONE #:</b>	970-248-9815
<b>DATE:</b>	July 20, 1999	<b>ARCHITECT:</b>	Banner Associates, Inc.
<b>JOB LOCATION:</b>	25 1/2 Rd. & F 3/4 Rd. Grand Junction, CO	<b>PLANS DATE:</b>	June 24, 1999
		<b>JOB NAME:</b>	Valley Meadows West Subdiv.

<u>Item</u>	<u>Description</u>
1.	Clear and grub site.
2.	Rough cut roadway and overlot grading.
3.	Install sanitary sewer, domestic water line, irrigation lines, and storm sewer. Excavation, stabilization, and recompaction of soft trench bottoms is not included.
4.	Subgrade preparation. Place landscape fabric on 8' sidewalk area.
5.	Furnish, place, and compact Class 6 roadbase for roadway and under concrete.
6.	Furnish and place concrete as per plans.
7.	Furnish, place, and compact a 3" mat of hot bituminous pavement as per plans. Raise and patch around manholes and water valves.
8.	Furnish all necessary testing required by Mesa County.

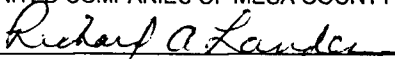
**Notes:**

1. This proposal does not include excavation or stabilization of soft areas.
2. This proposal does not include surveying.

All of the above work to be completed in a substantial and workmanlike manner for the sum of **Seventy-Eight Thousand Eight Hundred Ninety-Five and 00/100 (\$78,895.00)** Dollars.

**IMPORTANT:** The terms and conditions stated on the reverse side hereof are expressly made a part of this contract. This proposal shall not become a binding contract unless and until the Acceptance of Proposal and Confirmation by contractor on the reverse side have been executed. This proposal must be accepted as provided and delivered to United Companies, 30 days from above date, or it shall expire.

Respectfully submitted,  
UNITED COMPANIES OF MESA COUNTY, INC.

  
Richard A. Landes  
Estimator/Project Manager

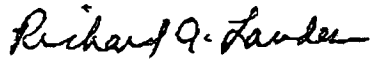
To accept the terms of this proposal, sign the reverse side and return to United Companies.

In the event additional excavation is needed on roadway it will be accomplished for \$4.75/CY if done with a scraper or loader. In the event pit run is needed to stabilize trenches, it will be furnished and placed for \$13.00 per ton.

I anticipate being able to rough cut the subdivision within a few days after staking. Utility work can begin immediately following the rough cut. This schedule is based on receipt of the signed contract, verification of funding, and staking being completed before September 1, 1999.

Please call me if you have further questions.

Sincerely,  
UNITED COMPANIES OF MESA COUNTY, INC.



Richard A. Landes  
Estimator/Project Manager

RAL:bkb