

Staff Report

TO: Board of Directors

FROM: Doug Roderick, P.E., Engineering Manager

Shannon Wood, Business Services Technician

DATE: April 13, 2022

SUBJECT: Loma Rica Ranch Phase 1 Waterline Extension -

Conveyance Agreement

_____ Engineering Dept

RECOMMENDATION:

Approve Conveyance Agreement with GVC Property 18, LLC for installation of approximately 9,624 lineal feet of 8-inch pipe, 17 public fire hydrants, one Pressure Reducing Station and all appurtenances to serve Nevada County parcels 035-412-012, 014, & -026 creating 234 new lots.

BACKGROUND:

SCO Planning, Engineering & Surveying submitted improvement plans for the extension of water infrastructure to the proposed Loma Rica Ranch Subdivision. The plan check and inspection deposit has been collected and the improvement plans have been reviewed by District staff and approved by the Engineering Manager.

The conveyance agreement (Form 10-A) addresses components of construction, inspection, and dedication of improvements to the District. After an in-depth staff review of the improvement plans, and approval by the Engineering Manager, the agreement typically goes to the Board for execution via the consent agenda.

As previously discussed with the Board, Staff originally proposed to add a transmission main through the new subdivision connecting the transmission mains on Brunswick Road and Sutton Way. This would have been a 16-inch high pressure main that requires ductile iron pipe. The justification was that this would be an ideal time to get a transmission main installed before any paving and in conjunction with other utilities. However, due to the lead times currently being experienced for ductile iron pipe, approximately 6 months, the construction of this

line will not be able to be completed prior to final paving. Additionally, construction costs for this transmission main have increased by approximately 20% since August of 2021.

Staff now proposes that the future construction of the line be considered in a new capacity fee study that is planned to be initiated later this year. This proposal will also allow for the project to be prioritized along with other capacity related projects.

BUDGETARY IMPACT: Developer pays all costs for engineering and construction.

DR/sw

Attachments: (2)

- Conveyance Agreement w/Exhibits
- Location Map

AGREEMENT

(Conveyance)

THIS AGREEMENT made and entered into this 5th day of April, 2022, by and between the NEVADA IRRIGATION DISTRICT, hereinafter referred to as "District" and GVC PROPERTY 18, LLC, hereinafter referred to as "Developer".

RECITALS

WHEREAS, Developer has prepared or caused to be prepared, at Developer's sole cost, expense, and responsibility, plans and specifications entitled Loma Rica Ranch, (filed in District's office as Loma Rica Ranch Phase 1 Waterline Extension"), as prepared by SCO Planning, Engineering, & Surveying for construction of water system improvements consisting generally of 9,624 lineal feet of 8-inch PVC C900 waterline, 17 public fire hydrants, one Pressure Reducing Station and all appurtenances thereto, to provide treated water to Nevada County AP 035-412-012, -014 & -026 ultimately creating 234 new lots, a copy of which is attached hereto marked Exhibit "A" and made a part of this Agreement; and

WHEREAS, the plans and specifications contained in Exhibit "A" meet with the State Water Resources Control Board Division of Drinking Water and District Engineer's acceptance; and

WHEREAS, the facilities and lands to be served treated water by said water system improvements lie within the boundaries of the District and are more particularly described in Exhibit "A": and

WHEREAS, Developer desires District to accept said water system improvements into District's overall water system upon completion; and

WHEREAS, District, subject to the following terms and conditions, as well as those contained in the District's Regulations Relating to Water Service, is willing to accept said water system improvements upon completion, provided the water system improvements are constructed in accordance with the plans and specifications and in a manner meeting District's approval;

NOW, THEREFORE, the parties mutually agree as follows:

ARTICLE 1 - RECITALS: The recitals contained herein are an integral part of this Agreement.

ARTICLE 2 - PLANS: Attached hereto marked Exhibit "A" and made a part of this Agreement is one set of plans reduced to 11" x 17", prepared by the Developer's licensed civil engineer, and consisting of 82 sheets, and specifications for construction of water system improvements. The District's acceptance of these plans and specifications does not constitute a warranty or guaranty by District of proper design nor does it relieve Developer of responsibility for the proper design and construction of the improvements thereon.

ARTICLE 3 - CONNECTION FEES: Attached hereto and marked Exhibit "B" and made a part of this Agreement, is Schedule 4-A of the Board of Directors of Nevada Irrigation District entitled, "Treated Water System, Standby Charges, and Connection Fees". Developer understands and agrees to be bound by any District alterations, additions, amendments, revisions or modifications to Schedule 4-A or any other District policies, rules, or regulations. All parties hereby agree hereto that District is entitled to those connection fees (the sum of the meter installation and capacity charges) as specified in Schedule 4-A. District shall collect said connection fees at the time

application for water service is made. It shall be incumbent upon the water service applicant to pay the then current connection fees and all other then applicable fees and charges.

ARTICLE 4 - ENGINEERING, PLAN-CHECK, AND INSPECTION SERVICES PERFORMED BY DISTRICT: District and Developer understand and agree that Developer shall assume the cost and expense of District's performance of "engineering, plan-check, and inspection services", hereinafter referred to as "inspection", in connection with Developer's construction of water system improvements described in Exhibit "A" attached hereto. Developer shall deposit the sum of \$66,245, receipt of which is hereby acknowledged by District, which sum shall be applied to Developer's payment for inspection services performed by District. Should the fee for inspection services exceed the above deposit, Developer agrees to pay any balance due within 30 days after the date of the billing. A late payment charge of 1.5 percent per month will be added on any unpaid balance thereafter. Furthermore, the Developer agrees to pay any balance due prior to offering the improvements to District. District shall not accept conveyance until any balance due is paid. Should the fee for inspection services be less than the above deposit, District shall refund the remaining amount to Developer. The primary purpose of this paragraph within Article 4 is intended to compensate and reimburse District for any and all inspection services performed in connection with Developer's construction of treated water system facilities described in Exhibit "A" attached hereto. District's acceptance of payment for inspection services performed is not a warranty or guarantee by District of proper design or proper specifications of materials or construction.

ARTICLE 5 - LABOR AND MATERIAL PAYMENT BONDING REQUIREMENTS: The Developer shall defend and indemnify the District against all claims for nonpayment of labor, material, and other obligations incurred by the Developer, its agents, contractors, employees, and assigns. The estimated cost of construction of the water system improvements is \$1,530,289.

Should the estimated cost of constructing the improvements be less than \$50,000 at the time of offering the water system improvements to the District, the Developer shall provide a written "OFFER OF DEDICATION" in the form as described in Exhibit "C" attached hereto and made a part hereof. The "OFFER OF DEDICATION" shall state <u>inter alia</u> that the improvements are free and clear of all liens, encumbrances, and other expense.

Should the estimated cost of constructing the water system improvements be less than \$500,000, but more than \$50,000, in addition to supplying a written "OFFER OF DEDICATION" in the form as described in Exhibit "C", the Developer shall either submit a "RELEASE" agreement in the form of Exhibit "D", attached hereto and made a part hereof, from each and every contractor, subcontractor, corporation, firm, person, or business entity furnishing materials for or performing labor or other services in performing the terms and provisions of this Agreement, or a Labor and Material Payment Bond to the District in the form prescribed by Exhibit "E" attached hereto and made a part hereof the principal sum of not less than the estimated construction cost as provided herein. In addition, Developer shall maintain an accurate and current list of all contractors, subcontractors, business entities, corporations, firms, and/or persons performing the terms and provisions of this Agreement, and shall make this list available to the District engineer upon request.

Should the estimated cost of constructing the water system improvements be in excess of \$500,000, the Developer shall, prior to commencing construction, submit a Labor and Material Payment Bond in the form as shown in Exhibit "E" attached hereto and made a part hereof. The bond shall be obtained at the sole cost of Developer and shall be in a principal amount of not less than the estimated cost of construction as set forth herein. In addition, the Developer shall, at the time of offering the water system improvements to the District, provide an "OFFER OF DEDICATION" statement in the form as set forth in Exhibit "C", attached hereto and made a part hereof, which statement verifies that the water system improvements are free and clear of all liens, encumbrances, and other expense.

ARTICLE 6 - INSURANCE REQUIREMENTS: Prior to Developer's commencement of construction of the water system improvements as otherwise set forth in the terms and provisions of this Agreement, general liability insurance naming the District as additional named insured shall be taken out and maintained for the duration of this Conveyance Agreement by Developer or Developer's contractor for claims for damages to property, personal injury, bodily injury, and accidental death. The types of insurance covered under the general liability policy shall include, but not be limited to, comprehensive form, premises-operations, underground hazard, products/completed operations hazard, broad form property damage, independent contractor, and personal injury. Prior to any blasting operations for removal of rock, stumps, or other materials from the work area, the general liability policy must also contain explosion and collapse hazard coverage. It shall also include coverage for Products-Completed Operations liability losses for a period of 12 months from the date of District's acceptance of the completed works. (This time period corresponds with the 12-month maintenance bond requirement.) All insurance acquired under the terms of this article must be obtained through an insurance company authorized and licensed to do business in the State of California. The general liability policy shall contain limits of liability as follows:

- 1. Bodily Injury: \$1,000,000 for each occurrence, \$1,000,000 aggregate
- 2. Property Damage: \$500,000 each occurrence, \$500,000 aggregate.

General Liability Insurance policies having combined single limits damage combined of liability shall carry limits for bodily injury and property damage combined of \$1,000,000 each occurrence and \$1,000,000 aggregate.

The certificate of insurance shall also have a description of operations/locations/vehicles that refers specifically to the water system improvements.

ARTICLE 7 - PROOF OF INSURANCE: The Developer shall submit or cause to be submitted a copy of the insurance policy(ies) with endorsements and exclusions, and shall submit a certified copy of the endorsement naming the District as additional insured to the District as proof of general liability insurance as required by this Agreement. Developer shall receive District approval that the insurance requirements of this Agreement have been met. The Developer must receive this approval prior to the start of construction pursuant to the terms of this Agreement.

ARTICLE 8 - HOLD HARMLESS AND INDEMNIFICATION: Developer shall hold District and District's agents, officers, and employees harmless from any and all claims, lawsuits, acts, or omissions arising out of Developer's performance of the terms and conditions of this Agreement. Likewise, Developer shall defend and/or pay the cost of defending and indemnifying District together with District's Agents, employees, and officers from all civil proceedings, claims, and/or judgments including, but not limited to, payment of all attorney fees and litigation costs.

ARTICLE 9 – INSPECTION OF WORK: Developer shall give two working days' advance notice prior to Developer's contractor starting any work associated with the water system improvements and shall keep District informed of construction schedules throughout the course of the work in order for District to properly schedule inspection personnel. It is suggested that Developer's contractor provide District submittals on any materials proposed for the water system improvements for approval prior to purchase.

ARTICLE 10 - BEGINNING OF WORK OR TERMINATION: This Agreement shall terminate and be of no further force or effect at District's discretion should District determine that Developer has failed to cause construction of the water system improvements as shown on Exhibit "A" to commence within nine (9) months from the date of this Agreement.

For purposes of this Article, Developer's commencement of construction shall not be deemed to have occurred upon one or any combination of the following actions or events:

- 1. Bid advertisement
- 2. Execution of contracts or bonds
- Ordering of material and supplies or the delivery and stockpiling of materials and supplies on the job site.
- 4. Clearing and grubbing for or construction of roads including the completion of rough subgrade work.

District and Developer understand and agree that construction upon the water system improvements shall be deemed to have commenced when Developer causes its properly-licensed contractor to excavate and backfill pipeline in excess of 10 percent of the total water system to be constructed pursuant to the terms of this Agreement. The District engineer shall make the determination as to the percentage of water system caused to be constructed and installed by Developer.

ARTICLE 11 - CONSTRUCTION: Developer shall cause the water system improvements described in Exhibit "A" to be constructed by a properly-licensed contractor, without expense to District, and District shall not be responsible for any of the cost of said improvements. The Developer is not acting as a contractor, agent, official, or representative of District in constructing or providing such water system improvements, or in causing such improvements to be installed. This Agreement simply provides for the transfer and assumption of responsibility for such water system improvements to be installed upon completion and upon performance of all terms of this Agreement to be performed by Developer. The approval of the plans and specifications as presented by Developer shall not be deemed as a warranty or guarantee by District of proper design or proper specifications of materials or construction. District specifically relies upon the design and specifications as prepared or caused to be prepared by Developer as being in keeping with the requirements of District, as being in accordance with the conditions of the geography, and as having specific materials and equipment of the highest practicable quality and character. The Developer will provide a licensed civil engineer to act as the project engineer during construction.

ARTICLE 12 - NOTIFICATION OF DEVIATIONS OR FAILURES: District agrees to notify Developer in writing as to any deviations or failure in construction of the water system improvements pursuant to said plans and specifications, and the requirements of said District as soon as any deviation is brought to District's attention, and Developer shall immediately cause such deviation or failure to be corrected at the sole cost of Developer. Developer agrees that District is not, by inspection of the construction or installation of the improvements, representing Developer or providing a substitute for inspection and control of the work by Developer. Developer agrees that any inspections and observations of the work by District are for the sole purposes of providing notice of the stage and character of the work. Developer agrees that the failure of the District to note variances from the plans and specifications for the project does not excuse or exempt Developer from complying with all terms of these plans and specifications.

ARTICLE 13 - COMPLETION OF WORK OR TERMINATION: This Agreement shall terminate and be of no further force or effect at District's discretion should District determine that Developer has failed to cause construction of the water system improvements as shown on Exhibit "A" to be completed within one and one-half (1-1/2) years from the date of this Agreement.

For the purposes of this Article, Developer's completion of the construction shall occur upon the District's accepting conveyance of the water system improvements pursuant to Article 14 of this Agreement. Developer further understands and agrees that District may withhold acceptance of Developer's proposed dedication of the facilities should the District Engineer determine that any portion of the water system improvements have failed to pass appropriate pressure and leakage tests or that samples of water taken from the treated water lines and tested are determined not to be safe by the District Engineer. Developer understands and agrees the District may also withhold acceptance of the proposed dedication of water system should the District Engineer determine that Developer failed to complete all other construction either over, under or adjacent to the water system

improvements including but not limited to final road grade, paving, curbs, gutters, sidewalks, all other utilities, and restoration of rights of way.

ARTICLE 14 - CONVEYANCE: Upon completion of the water system improvements in a manner meeting District's approval, Developer shall immediately convey said improvements and title thereto free and clear of all liens, encumbrances and expense to District by such conveyance and documents as deemed necessary by District, including but not limited to the following:

- 1. An executed "OFFER OF DEDICATION" (Exhibit "C") offering the water system improvements shown on Exhibit "A" to the District.
- 2. "RELEASE" statements (Exhibit "D") from every contractor, subcontractor, corporation, firm or business entity furnishing materials for or performing labor or other services, <u>OR</u> a Labor and Material Payment Bond (Exhibit "E"), all as specified in Article 5.
- 3. Developer shall provide District with proof satisfactory to District that Developer has acquired all local, state, and federal permits, maps or licenses and that Developer shall comply with all local, state and federal rules, ordinances and regulations relevant to the real property on, over or under which the water system improvements are situated.
- 4. Payment of any balance due for engineering, plan-check, and inspection services performed by District.
- 5. One set of 24-inch by 36-inch reproducible "as-built" drawings on Mylar or material of suitable durability of the improvements constructed.
- 6. All easements and rights of way required by District.
- 7. The Developer-constructed water system shall be flushed (or re-flushed) and shall pass bacteriological testing no earlier than 14 calendar days prior to the date the General Manager accepts the Offer of Dedication. The Developer shall provide for proper drainage and dechlorination equipment during flushing operations.
- 8. Developer shall furnish a Maintenance Bond in the form prescribed in Exhibit "F" attached hereto and made part hereof in an amount of not less than 20 percent of construction cost of the water system improvements protecting the District against any failure of the work due to faulty materials, poor workmanship, or defective equipment within a period of one year following acceptance of the "OFFER OF DEDICATION" of the water system improvements by the District's Board of Directors.

In place of a Maintenance Bond, the Developer may offer a certificate of deposit or an irrevocable letter of credit meeting the District's approval as to form and financial institute utilized. Certificates of deposit used in lieu of a maintenance bond must be opened either in the Developer's name and specifically assigned to the District or opened on behalf of the District only. The signatory for the District shall be the Treasurer or Assistant Treasurer of the District.

District, upon approving the work in writing, shall accept the "OFFER OF DEDICATION" of the water system improvements and include said improvements into its overall water system and shall operate, maintain, and repair said improvements except as specified during the warranty period.

ARTICLE 15 - APPLICATION FOR WATER: No water shall be delivered to or conveyed by or through the water system improvements shown on Exhibit "A", other than for testing purposes, until said water system is conveyed to District, formally accepted by District, and proper applications for water service have been filed with District and accepted.

ARTICLE 16 - OBLIGATION FOR PIPELINES AND/OR FACILITIES: District shall be under no obligation to provide additional pipelines and/or facilities in order to serve water to Developer's project. Upon acceptance of the water system improvements by District, it shall become the sole property of District and shall be used and operated at District's sole discretion.

ARTICLE 17 - RULES AND REGULATIONS: Upon the water system improvements being accepted by District, Developer, its successors and assigns, shall be subject to and shall comply with all of the rules and regulations of District and shall pay the water rates, tolls and charges, and standby charges as they may be levied and/or established by District's Board of Directors from time to time.

For purposes of determining standby charges, each parcel to be served from the water system improvements will be assessed from the District acceptance date regardless of the status of the recording of the final map by the appropriate county.

ARTICLE 18 - ASSIGNMENT: No transfer or assignment may be made by Developer of this Agreement or any part or interest of law unless such transfer or assignment is approved in writing by the District, provided further that District shall not unreasonably withhold consent to transfer or assignment. In the event of such transfer or assignment, District may, at its sole option and in addition to any other remedy that it may have, elect to terminate this Agreement.

<u>ARTICLE 19 - NOTICES</u>: The mailing addresses of District and Developer for purposes of giving any notice required pursuant to this Agreement are as follows:

DISTRICT

DEVELOPER

NEVADA IRRIGATION DISTRICT 1036 West Main Street Grass Valley, CA 95945

GVC PROPERTY 18, LLC 12885 Alcosta Blvd., Suite A San Ramon, CA 94583

IN WITNESS WHEREOF, the parties hereto have executed this Agreement on the day and year first above written.

NEVADA IRRIGATION DISTRICT:

Ву	
3	Chris Bierwagen, Board Presiden
Ву	
- ,	Kris Stepanian, Board Secretary
DEVELOPER	:
Ву	
	James F. Baldacci, Manage
;	St. Thomas Construction, Inc., Manage
Bv	
- J	Thomas A. Baldacci, its Presiden

DEVELOPER'S IMPROVEMENT PLANS

(Click here to view)

TREATED WATER SYSTEM STANDBY CHARGES AND CONNECTION FEES

STANDBY CHARGES²: \$6.00 per month per parcel **CONNECTION FEES**³, Non-Commercial use

Drop In (Existing Meter Box and Water Service Lateral)

Simple Drop In		Capacity Charge		
Meter Size	Installation Charge	Parcels In District Prior to 03/01/2007	Parcels Annexed to District After 03/01/2007	
5/8"	445.20	\$ 11,985.00	\$ 16,073.00	
3/4"	468.70	17,258.00	23,146.00	
Complex Drop In, Domestic Meter & Fire Meter Installation				
5/8" & 1"	\$2,052.30	\$ 11,985.00	\$ 16,073.00	
3/4" & 1"	2,075.80	17,258.00	23,146.00	

Installation Requiring Tap to Main*

		Capacity Charge			
Meter Size	Installation Charge	Parcels In District Prior to 03/01/2007			
5/8"	\$ 7,562.60	\$ 11,985.00	\$ 16,073.00		
3/4"	7,586.20	17,258.00	23,146.00		
1"	7,628.70	30,683.00	41,043.00		
1 ½"	7,843.60	69,021.00	92,910.00		
2"	8,013.30	122,725.00	164,599.00		
Over 2"		DETERMINED BY DISTRICT			
Domestic Meter	& Fire Meter Insta	Illation			
5/8" & 1"	\$ 8,031.90	\$ 11,985.00	\$ 16,073.00		
3/4" & 1"	8,055.50	17,258.00	23,146.00		

*Service Lateral Installation Cost

\$108.00 per foot of service lateral installed per standard detail (in addition to meter installation cost)

NOTE:

Add 25% to all charges above for existing accounts serving lands outside the District (amount rounded to the nearest dollar.) The District does not presently offer treated water service to new accounts serving lands outside the District.

¹BOD 01/25/2017; 09/13/2017; 06/27/2018; 12/08/2021

² BOD 12/12/1990, 12/09/1993; Rules & Regulations Section 4.02.01

³ Rules & Regulations Section 4.04

⁴ Rules & Regulations Section 4.01.04

TREATED WATER SYSTEM STANDBY CHARGES AND CONNECTION FEES (CONTINUED)

CONNECTION FEES: Commercial, Industrial, Municipal and Multi-Unit Master Meters⁵

	Installation (Installation Charge			
Meter Size	Simple Drop-In (Existing Meter Box and Water Service Lateral)	Installation Requiring Tap to Main*	Capacity Charge		
5/8"	\$445.20	\$ 7,562.60			
3/4"	468.70	7,586.20			
1"	511.20	7,628.70	Requires Water Demand		
1 ½"	726.20	7,843.60	Analysis - See Belov		
2"	895.90	8,013.30			
Over 2"	DETERMINED BY				
Complex Drop I	n, Domestic Meter & Fire Met	er Installation			
5/8" & 1"	\$ 2,052.30	\$ 8,031.90	Requires Water Demand		
3/4" & 1"	2,075.80	8,055.50	Analysis - See Below		

*Service Line Installation Cost

\$108.00 per foot of service line installed per standard detail (in addition to meter installation cost)

Capacity Charge

Fees will be based on an engineering analysis of expected peak day water capacity provided by the developer's engineer. The District will review the report for acceptance. If accepted, the District will utilize the report to calculate fees based on the peak capacity in Equivalent Residential Units (5/8 inch meter). The 2014 Adopted Capacity Fee Study indicates a peak day capacity of 1,250 GPD per 5/8 inch meter or equivalent (p. 12).

An example of calculation is as following:

Approved Meter Capacity by developers engineer: 6250 GPD Equivalent ERU Calculation: 6250 GPD/1250 gal per ERU = 5 ERU

Capacity Fee Calculation: 5 ERU X \$11,985/ ERU = \$59,925 for capacity fees

NOTE:

Add 25% to all charges above for existing accounts serving lands outside the District (amount rounded to the nearest dollar.) The District does not presently offer treated water service to new accounts serving lands outside the District.

⁵ Rules & Regulations Section 4.01.03 Conveyance_Agreement_04052022.docx

OFFER OF DEDICATION

I/We hereby extend an offer to convey, transfer, and dedicate all rights, title, and interest in and to that certain water system and appurtenances more particularly described in Exhibit "A" attached to the Agreement by and between NEVADA IRRIGATION DISTRICT and GVC PROPERTY 18, LLC hereinafter referred to as DEVELOPER, dated April 5, 2022, a copy of which is on file in District headquarters located in Grass Valley, California; to Nevada Irrigation District, assuring and warranting to said District that the water system for the project known as Loma Rica Ranch (filed in District's office as "Loma Rica Ranch Phase 1 Waterline Extension"), is free and clear of all liens, encumbrances, and other expense.

I/We have constructed or caused the construction and installation of the water system and improvements described in Exhibit "A" attached to said Agreement, and do hereby assure and warrant to NEVADA IRRIGATION DISTRICT that the water system improvement facilities together with the contractors, subcontractors, employees, or agents of the Developer have been fully and completely paid and there exist no liens, encumbrances, stop notices, or claims on the water system improvement facilities or by any of the subcontractors, employees, or agents against the water system improvement facilities constructed pursuant to the terms of the above Agreement or against NEVADA IRRIGATION DISTRICT.

I/We declare under penalty of perjury	y that the foregoing is true and correct. Executed this
, day of, 2	0, in the City of, County of
, State of California.	
	DEVELOPER
	By
	James F. Baldacci, Manager
	St. Thomas Construction, Inc., Manager
	ByThomas A. Baldacci, its President
We accept this "OFFER OF DEDICA	TION" made by
on this day o	f, 20
	NEVADA IRRIGATION DISTRICT
	By
	Jennifer Hanson, General Manager

Note: All blanks must be completed properly; otherwise the Nevada Irrigation District will not accept the Offer.

RELEASE

FOR ADEQUATE CONSIDERATION, receipt of which is hereby acknowledged, the undersigned, jointly, severally, and individually releases and forever discharges the Developer, GVC PROPERTY 18, LLC, and NEVADA IRRIGATION DISTRICT, together with all other persons, firms, business entities, irrigation districts, and government entities whatsoever of and from any and all actions, causes of action, claims, demands, damages, stop notice actions, costs, expenses, liens, and compensation on account of or in any way growing out of the construction, installation, and work of those certain water system facilities described in the Conveyance Agreement dated April 5, 2022, by and between NEVADA IRRIGATION DISTRICT and the Developer named above; the project being known as Loma Rica Ranch, (filed in District's office as "Loma Rica Ranch Phase 1 Waterline Extension").

INDIVIDUAL OF	R FIRM	
(Print Name)		
(Fillit Name)		
(Address)		
(City)	(State)	(Zip)
Ву		
	(Signature)	
(Title)		(Date)

Note: All blanks must be completed properly; otherwise the Nevada Irrigation District will not accept the release.

LABOR AND MATERIAL PAYMENT BOND

By this A	reement						
of					, here	inafter referr	ed to
as "Principal", a	nd						of
insurer), hereing DISTRICT, here or furnish mater be performed ur	after referred to einafter referred ial to be used in nder an agreem	poration admitted as "Surety" are to as "District", a n, or furnish appl ent (filed in Distri specifically	held and firm and to any and iances, trucks, ct's office as "l described	nly bound all perso , or powe Loma Rid in	d to NEV ons who p or contribute ca Ranch the	ADA IRRIGA erform labor uting to the w Phase 1 Wat amounts	TION upon, ork to terline of
and Surety here		(۵ elves, their heirs	s, legal repres				

On the date of April 5, 2022, Principal entered into an agreement with District for the principal purposes of constructing or providing for the construction of certain water system improvements, together with appurtenances thereto, to which agreement references are made for further particulars. A copy of the Agreement is attached hereto labeled Exhibit "A" and made a part hereof.

The condition of this obligation is that if the Principal shall promptly and faithfully make payment to all persons, firms, subcontractors, and corporations furnishing material for or performing labor thereof including all amounts due for materials, lubricants, labor, in the prosecution of the work provided for in the Agreement attached hereto as Exhibit "A" and any authorized extension or modification thereof including all amounts due for materials, lubricants, oil, gasoline, power, repairs on machinery, equipment, and tools consumed or used in connection with the construction of such work, and all insurance premiums on said work, and for all other labor, performed in such work whether by subcontractor or otherwise, then this obligation shall be void; otherwise this obligation shall remain in full force and effect.

FOR VALUE RECEIVED, the Surety hereby agrees that no change, extension of time, alteration, or addition to the terms of the Agreement attached hereto as Exhibit "A" or to the work to be performed thereunder or the specifications accompanying the same shall in any way affect the Surety's obligation on this Bond, and said Surety does hereby waive notice of any such change, extension of time, alteration, or addition or modification to the terms of the Agreement or to the work to be performed or to the specifications.

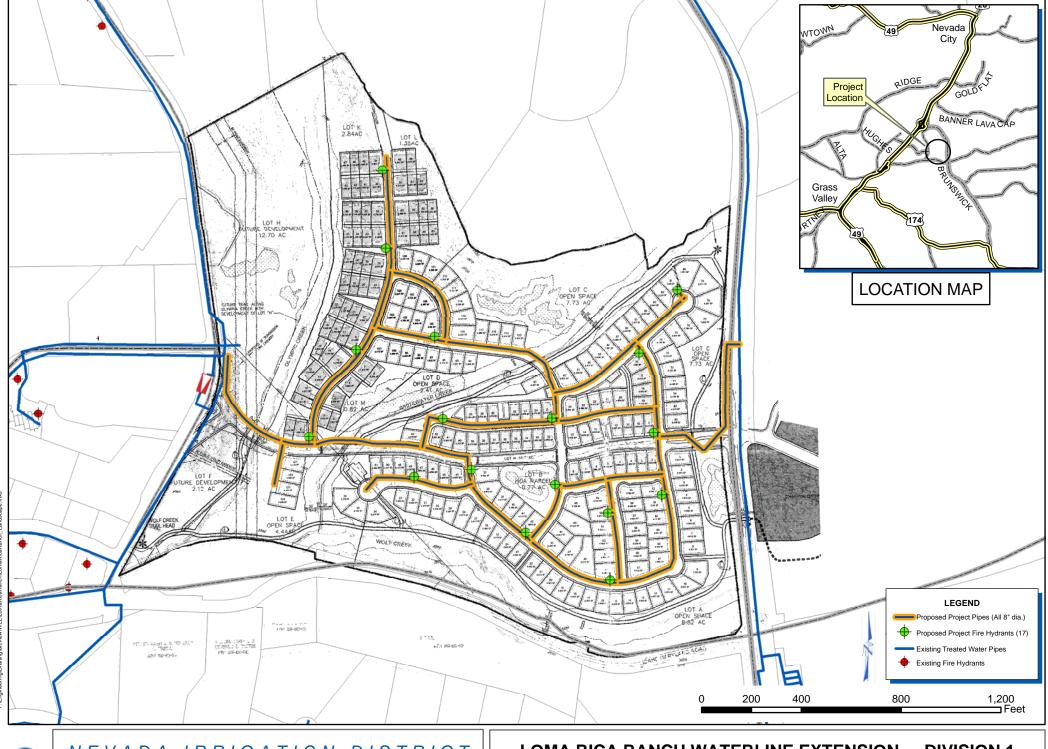
The lien claimants to whom the provisions of this Bond inure shall have a right of action to recover hereon in any suit brought to foreclose liens as provided by the Mechanics Lien Laws and Public Work Lien Laws of the State of California, or in a separate suit brought hereon. No final settlement or compromise between the District and the Developer shall abridge the right of any beneficiary hereunder to pursue such remedies as may be provided such beneficiary by California Law.

IN WITNESS WH	EREOF, this Labor and	Material Payment Bond is	s executed on the
day of, S		ity of	, County of
[Seal]			
		"PRINCI	PAL"
[Seal]		"SURET	·V"
		OOKLI	1
State of California	} } ss		
County of	}		
Subscribed and s		day of	, 20, at
		Nota	ry Public

1) No	ANCE BOND	
KNOW ALL MEN BY THESE PRESENT		
called "Principal", and (3)		of
firmly bound unto the Nevada Irrigation District, 95945, hereinafter called "C (5)_ the payment of which, well and truly to be made jointly, severally, and firmly by these presents to successors, and assigns.	Obligee", in the Dollars, (6) (\$ e, the said Principal and Surety b	alley, California sum of) for) for themselves,
The condition of this obligation is such the certain Agreement with the Obligee (filed in I Waterline Extension") dated (7) April 5, 2022, Agreement, for the construction and the instal appurtenances thereto, the conditions of said Principal agrees to repair, maintain, and remappurtenances for a period of one year followoneyeance of the water system improvements	District's office as "Loma Rica In this Maintenance Bond being Expallation of water system improved Agreement being made a part medy the water system improved wing the date of Obligee's according to the date of Obligee's accor	Ranch Phase 1 khibit "F" of that ements and all hereof, wherein ements and all
NOW, THEREFORE, if the Principal s defects in materials and workmanship for a per Board of Directors of the Obligee formally access this obligation shall be void; otherwise, it shall re	riod of one year following the da epts conveyance of work describ	te on which the
IN WITNESS WHEREOF, this Mainte	nance Bond is executed on th	e day of
, 20, in the City of	, County of	, State of
California.		
(Seal) (If Applicable)	(8)	
	(9) By	PAL"
(Seal)	(10)	
	(11) By	Υ"
	(12) Address	
		

State of California	}			
County of	} ss }}			
Subscribed and sworn to before, California.	me this	_ day of	, 20	_, at
		Notary	Public	-

- (1) Surety's Bond number for reference.
- (2) Same as "Developer" in Conveyance Agreement.
- (3) Full name of Surety Company.
- (4) State in which it was duly organized.
- (5) Amount as agreed to by District Engineer spell out.
- (6) Numerical dollar amount.
- (7) Date of Agreement with the District.
- (8) Type or print Principals (correct) Corporate, Partnership, or individual's name, as the case may be.
- (9) Signature and seal, if applicable, must be witnessed and notarized.
- (10) Type or print Surety's corporate name.
- (11) Signature and seal must be witnessed and notarized. If signator for Surety is Attorney-in-fact, attach the proper Power of Attorney.
- (12) Enter mailing address of Surety for purposes of giving any notice pursuant to this Maintenance Bond.





NEVADA IRRIGATION DISTRICT

NEVADA COUNTY -- PLACER COUNTY GRASS VALLEY, CALIFORNIA

LOMA RICA RANCH WATERLINE EXTENSION - DIVISION 1

Drawn By: L. Hammer

Date: 4/7/2022

Scale: 1" = 400' @ 8-1/2x11

Sheet: _1_ of _1_