

**AGREEMENT  
BETWEEN THE SANTA CLARA VALLEY WATER DISTRICT  
AND THE  
CITY OF GILROY  
FOR THE  
RECYCLED WATER PIPELINE FACILITIES EXPANSION  
WITHIN GLEN LOMA RANCH DEVELOPMENT PROJECT –  
HOME RANCH AND WILD CHESTNUT NEIGHBORHOODS**

This **REIMBURSEMENT AGREEMENT** ("Agreement") between the Santa Clara Valley Water District, a California independent special district (hereinafter referred to as "District") and the City of Gilroy, a California municipal corporation (hereinafter referred to as "City") sets forth the respective roles and responsibilities of the District and City in regard to the design and construction of a pipeline extension to the District's recycled water distribution facilities located in the City of Gilroy, and is made and entered into as of 18th of September, 2017.

District and City are collectively referred to hereinafter as the Parties, and may be referred to individually as Party.

**RECITALS**

**WHEREAS**, District manages groundwater and provides wholesale water supply in Santa Clara County, including the City; and

**WHEREAS**, the Parties developed a South County Recycled Water Master Plan report for expanding recycled water use in southern Santa Clara County; and

**WHEREAS**, District owns and operates a recycled water distribution system in southern Santa Clara County; and

**WHEREAS**, Glen Loma Corporation, a California corporation and Filice Family Estate, a California Limited partnership (hereinafter referred to as "Glen Loma/Filice Family Estate") has gained City's approval of a proposed residential development project in the City of Gilroy; and

**WHEREAS**, Glen Loma/Filice Family Estate is required to install a portion of a 16-inch inside diameter (16-inch diameter) recycled water pipeline in the public street and right-of-way that will extend the District's master recycled water distribution system located in the City of Gilroy within and adjacent to an area where Glen Loma/Filice Family Estate will be performing work related to their residential development project; and

**WHEREAS**, instead of Glen Loma/Filice Family Estate installing said 16-inch diameter recycled water pipeline, District desires Glen Loma/Filice Family Estate to install a 30-inch inside diameter (30-inch Diameter Recycled Water Piping) plus additional lengths of 24-inch inside diameter and 30-inch diameter recycled water pipelines (Additional Recycled Water Piping), and with respect to such work has requested that City act as a conduit between District and Glen Loma/Filice Family Estate and to provide administrative services with respect to the work; and

**WHEREAS**, the City has therefore asked Glen Loma/Filice Family Estate to install a 30-inch Diameter Recycled Water Piping and Additional Recycled Water Piping in the public street, right-of-way and certain other real property that will extend the District's recycled water distribution system located in the City of Gilroy within and adjacent to an area where Glen Loma/Filice Family Estate will be performing work related to their residential development project, subject to the terms and conditions of an Agreement between City and Glen Loma/Filice Family Estate to be negotiated and described in this Agreement below as the Glen Loma/Filice Family Estate Construction Contract; and

**WHEREAS**, the 30-inch Diameter Recycled Water Piping and Additional Recycled Water Piping work that City has asked Glen Loma/Filice Family Estate to perform also constitutes a portion of the work that Glen Loma/Filice Family Estate will perform pursuant to the terms and requirements of the following Property Improvement Agreements, that are currently pending execution:

- A Property Improvement Agreement for real estate and property improvements known as and called: Glen Loma Ranch Phase 1 West – Home Ranch Neighborhood, Tract No 10302 APN: 808-18-018 between City and Glen Loma/Filice Family Estate (the "Home Ranch PIA"); and
- A Property Improvement Agreement for real estate and property improvements known as and called: Glen Loma Ranch Phase 1 West – Wild Chestnut Neighborhood ("Wild Chestnut Neighborhood Property Improvement Agreement"), Tract No 10301 APNs: 808-18-014, 808-18-016, and 808-18-018 between City and Glen Loma/Filice Family Estate (the "Wild Chestnut PIA")

Both the "Home Ranch PIA" and "Wild Chestnut PIA" are hereafter, collectively, referred to as the "Property Improvement Agreements") and are attached hereto as Exhibit "C"; and

**WHEREAS**, Glen Loma/Filice Family Estate has indicated that it desires to install the 30-inch Diameter Recycled Water Piping and Additional Recycled Water Piping instead of a 16-inch diameter recycled water pipeline so long as it is reimbursed for the difference in cost for installing the 30-inch Diameter Recycled Water Piping and Additional Recycled Water Piping instead of the 16-inch diameter recycled water, subject to the terms and conditions of the Glen Loma/Filice Family Estate Construction Contract to be negotiated with the City.

**NOW, THEREFORE**, in consideration of the recitals and mutual obligations of the Parties herein expressed, District and City hereby agree as follows:

## **AGREEMENT PROVISIONS**

### **1. PROJECT DESCRIPTION**

The project will expand the District's recycled water southern Santa Clara County distribution system by increasing the size of approximately 2,825 linear feet of High Density Polyethylene (HDPE) recycled water pipeline and constructing approximately 1,175 linear feet of additional HDPE recycled water pipeline as generally shown as Home Ranch Neighborhood and Wild Chestnut Neighborhood in Exhibit "A-1" titled "Development Recycled Water System Map," in Exhibit "A-2" titled "Recycled Water System – Home Ranch Neighborhood," and in Exhibit "A-3" titled "Recycled Water System

– Wild Chestnut Neighborhood,” all attached hereto and incorporated into this Agreement by this reference (“Project”). City shall ensure Glen Loma/Filice Family Estate employs its best efforts to complete the Project with the targeted goal of achieving Project completion pursuant to the terms and requirements of the Property Improvement Agreements, but not later than three (3) years after the effective date of this Agreement (“Completion Deadline”). Additional expansion of recycled water may be included in future phases of this residential development and will be covered by separate agreements.

The City shall have no liability to District if the targeted Completion Deadline is not met. If both Parties determine the Project cannot be completed by this date, then the Parties will meet and confer to identify a revised Completion Deadline. In addition, if the City approves of extensions to Project completion date under the applicable Property Improvement Agreement, such extensions shall also be deemed extensions of the Completion Deadline.

## **2. ESTIMATED COST OF THE PROJECT**

Based on engineering estimates, the estimated cost for Glen Loma/Filice Family Estate to design and construct the Project, which includes design and installation of (i) the increased size of 2,825 linear feet of 30-inch Diameter Recycled Water Piping in the Home Ranch and Wild Chestnut Neighborhoods, as One Million One Hundred Forty-Nine Thousand Eight Hundred Sixteen Dollars and Thirty Cents (\$1,149,816.30), and (ii) 1,175 linear feet of the Additional Recycled Water Piping in the Home Ranch and Wild Chestnut Neighborhoods, as Four Hundred Ninety-six Thousand Eight Hundred and Eighty-Four Dollars and Forty Cents (\$496,884.40).

Based on engineering estimates, the estimated cost for Glen Loma/Filice Family Estate to design and construct the original: (i) 2,825 linear feet of 16-inch diameter recycled water pipeline in the Home Ranch and Wild Chestnut Neighborhood, as Three Hundred Fifty-Eight Thousand Six Hundred and Forty-Nine Dollars and no Cents (\$358,649.00).

The cost to be reimbursed to Glen Loma/Filice Family Estate by the District is the difference between the cost of installing the increased size of 2,825 linear feet of 30-inch Diameter Recycled Water Piping and Additional Recycled Water Piping in the Home Ranch and Wild Chestnut Neighborhoods (\$1,646,700.70) minus the estimated amount it would have cost to install a 16-inch diameter recycled water pipeline in the Home Ranch and Wild Chestnut Neighborhoods pursuant to the Property Improvement Agreements (\$358,649.00). This estimated difference in cost is One Million Two Hundred Eighty-Eight Thousand Fifty-one Dollars and Seventy Cents (\$1,288,051.70) and shall be referred to as the “Eligible Cost” as more fully described in Exhibit “B”, attached hereto and incorporated into this Agreement by this reference. In no event shall City be liable to District if the difference in cost or reimbursement to Glen Loma/Filice Family Estate exceeds the Eligible Cost. The potential for cost overruns shall be addressed in the Glen Loma/Filice Family Estate Construction Contract.

## **3. CONSTRUCTION CONTRACT BETWEEN CITY AND GLEN LOMA/FILICE FAMILY ESTATE**

City shall use good faith efforts to negotiate and enter into an agreement with Glen Loma/Filice Family Estate whereby Glen Loma/Filice Family Estate would construct the Project on a cost reimbursement basis on terms acceptable to City, subject to this Section 3 below (“Glen Loma/Filice Family Estate Construction Contract”). If the City is successful

in negotiating the Glen Loma/Filice Family Estate Construction Contract, the Glen Loma/Filice Family Estate Construction Contract must be in writing, executed by Glen Loma/Filice Family Estate and City, and must incorporate and pass through to Glen Loma/Filice Family Estate all of the following terms, unless otherwise approved by the District (which approval shall not be unreasonably withheld, conditioned or delayed):

- (a) District shall have the benefit of all rights, remedies and redress against Glen Loma/Filice Family Estate that the City has against Glen Loma/Filice Family Estate, insofar as applicable to the Glen Loma/Filice Family Estate Construction Contract; and Glen Loma/Filice Family Estate shall have the benefit of all rights, remedies and redress against the District that Glen Loma/Filice Family Estate has against the City, insofar as applicable to payment for the construction of the Project. The Glen Loma/Filice Family Estate Contract shall provide the City with a right, at any time, to assign City's rights under the Glen Loma/Filice Family Estate Contract to District, and thereupon be relieved of all obligations under the Glen Loma/Filice Family Estate Contract, such that the Glen Loma/Filice Family Estate Contract shall become a direct contract between District and Glen Loma/Filice Family Estate.
- (b) To the extent permitted by law, Glen Loma/Filice Family Estate and all of its contractors and subcontractors performing work under this Agreement, if any, shall indemnify, defend, save and hold harmless the District and City and their respective directors, council members, officers, employees, volunteers and agents from and against any and all claims, actions, liabilities, damages, losses, or expenses, including attorneys' fees, arising from Glen Loma/Filice Family Estate's (or its contractors' and subcontractors') negligence or willful misconduct directly or indirectly related to the Project.
- (c) Glen Loma/Filice Family Estate and all of its contractors performing work on the Project shall obtain and maintain insurance of the types and in the amounts provided in Exhibit "D" of this Agreement. Glen Loma/Filice Family Estate shall name the District and City (including District's board members, officers, employees, and agents) as additional insureds on such insurance. Insurance requirements provided for under the Property Improvement Agreements shall meet these requirements so long as Glen Loma/Filice Family Estate names the District and City (including District's board members, officers, employees, and agents) as additional insureds.
- (d) Glen Loma/Filice Family Estate shall meet with the District and City prior to finalizing the design work for the Project to discuss final design matters and construction scheduling.
- (e) Glen Loma/Filice Family Estate' contractor shall provide a written Project cost estimate, Exhibit "B", and guaranty bond in favor of District covering all work for construction of the Project for a period of one (1) year after Project completion. Glen Loma/Filice Family Estate shall agree that the contractor's and subcontractors contractual warranty obligations as to the Project will include the District as a beneficiary, and that Glen Loma/Filice Family Estate will provide the District with a copy of all documentation

provided by contractors and subcontractors of any warranties related to the Project and District rights as a beneficiary to such warranties. Faithful performance and payment bonds provided for under the Property Improvement Agreements shall meet this bonding requirement so long as the Project is covered by the Property Improvement Agreements.

- (f) Glen Loma/Filice Family Estate and its contractor(s) will be solely responsible for the construction of the Project and for all persons or entities engaged in such work, including, but not limited to; contractors, subcontractors, suppliers, and providers of services. Glen Loma/Filice Family Estate shall agree to require its contractor(s) to construct the Project in conformance with the final design agreed to by the District and City and all applicable laws. Glen Loma/Filice Family Estate will be responsible for all permit acquisitions, construction management, testing, and acceptance of the Project and other work performed by its contractors. Glen Loma/Filice Family Estate will provide District and City with a copy of all submittals and Requests for Information ("RFI") associated with the Project for the District's and City's review in conjunction with Glen Loma/Filice Family Estate providing them to the engineer of record. Glen Loma/Filice Family Estate will contractually obligate the engineer of record to accept input from the City regarding such submittals and RFIs and to discuss and provide the City with a written explanation for any disagreement.
- (g) Glen Loma/Filice Family Estate shall ensure that its contractor prepares as-built drawings certified by a California licensed professional engineer. Glen Loma/Filice Family Estate will supply such drawings to the District and City with electronic AutoCAD "dwg" file version within ninety (90) calendar days after City's acceptance of the Project.
- (h) Glen Loma/Filice Family Estate shall provide the District's construction inspectors with access to the Project construction site during normal business hours. District will not direct the work of contractor. District will communicate any concerns to the City's inspector who shall be responsible for addressing those concerns and when applicable use reasonable efforts to facilitate resolution of any disagreements related to the Project construction.
- (i) After completion and District's acceptance of the Project, whichever is later, Glen Loma/Filice Family Estate will assign ownership of all deliverables, including the installed recycled water pipeline, resulting from the Project to the District free and clear of all liens, security interests, and other encumbrances. Glen Loma/Filice Family Estate shall grant the District an ingress/egress easement on real property, not within the public right-of-way, where any portion of the installed recycled water pipeline and appurtenances are located, which is generally depicted in Exhibit A-2 of this Agreement. The scope of the ingress/egress easement grant shall enable the District to access, operate, maintain, repair, replace and carry out any activities related to the installed recycled water pipeline and appurtenances.

If City is able to negotiate a draft Glen Loma/Filice Family Estate Construction Contract acceptable to the City, then not later than 30 business days after delivery of that negotiated draft contract to District, District shall respond whether such draft contract is acceptable to the District. If the draft Glen Loma/Filice Family Estate Construction Contract is not acceptable to the District, then the City shall not execute it, and this Agreement shall be terminated, unless such date is extended by mutual agreement of the Parties (without any obligation on the part of either Party to so agree).

#### **4. ENCROACHMENT PERMIT(S) FOR CONTINUING ENCROACHMENT**

City represents that the Project deliverables, including the recycled water pipeline, will be installed under a public street and right-of-way, except that a portion of the recycled water pipeline and appurtenances will be installed on Glen Loma/Filice Family Estate Construction real property as generally depicted in Exhibit A-2 of this Agreement. City shall issue all encroachment permit(s) necessary to enable the District to continue to own, operate and maintain the Project deliverables under the public street and right-of-way, without cost to District, but otherwise subject to and in accordance with City's normal policies and procedures.

#### **5. REIMBURSEMENT OF PROJECT WORK**

- (a) The City shall request from the District reimbursement to Glen Loma/Filice Family Estate for Eligible Costs by submitting an invoice: (i) not more frequently than on a monthly basis during the course of construction; and (ii) after 100% completion of the Project and District's acceptance of all deliverables resulting from the Project. The District will withhold a retainage of 10% from each approved invoice. Within 30 days of the District's acceptance of the Project (including acceptance of the professional engineer's certified as-built drawings), the District will release the accrued retainage to the City.
- (b) Each invoice for reimbursement of Eligible Costs shall contain the following information: (i) the total Eligible Costs that have been incurred by Glen Loma/Filice Family Estate for the Project during the period identified in that particular invoice; and (ii) the initials of the Glen Loma/Filice Family Estate's project manager, certifying that the invoice being submitted accurately and reasonably reflects the construction costs of the Project during the period identified in the particular invoice. As used in this Agreement, "Eligible Costs" means all costs invoiced to City by Glen Loma/Filice Family Estate for the design and construction of the Project and reimbursable to Glen Loma/Filice Family Estate under the Glen Loma/Filice Family Estate Construction Contract, including without limitation the costs of materials, supplies, equipment and labor expended towards the Project.
- (c) District shall promptly review a submitted invoice. If District disapproves of any portion of the submitted invoice, District shall notify City within fifteen (15) calendar days after District's receipt of that invoice of the amounts disapproved and the reasons for disapproval. Any portion of the submitted invoice not disapproved by District within this fifteen (15) day period shall be deemed approved by District. If any portion of the invoice is approved by District (which approval shall not be unreasonably withheld or

conditioned), District shall pay the approved portion of the invoice to City within thirty (30) calendar days after District's receipt of that invoice. Any and all funds paid to the City under this Agreement shall be used solely to pay Glen Loma/Filice Family Estate the Eligible Costs.

**6. CITY'S ADDITIONAL RESPONSIBILITIES**

- (a) Provide engineering and construction management for the Project.
- (b) Manage City's contractual relationship with Glen Loma/Filice Family Estate for construction of the Project, including paying all related Glen Loma/Filice Family Estate invoices funded by District.
- (c) Invoice District for Eligible Costs.
- (d) Use good faith efforts to negotiate for the inclusion in the Glen Loma/Filice Family Estate Construction Contract of all of the terms specified in Section 3 of this Agreement.
- (e) Use good faith efforts to obtain a Project cost estimate from Glen Loma/Filice Family Estate.
- (f) Notify District of all approved Project change orders that will increase the total cost of the Project to exceed \$1,646,700.70. The total Project cost shall not cause the Eligible Costs to exceed \$1,288,051.70 plus a 15% Contingency (i.e., \$193,207.76) for approved Project change orders.
- (g) Provide District with copies of Project contract documents and documentation for all costs incurred to the extent in City's possession.

**7. DISTRICT'S ADDITIONAL RESPONSIBILITIES**

- (a) Pay approved City invoices within thirty (30) calendar days after receipt.
- (b) Notify City of invoice problems within fifteen (15) calendar days after receipt.
- (c) Provide engineering review and inspection support as requested by the City for the Project.
- (d) Provide special inspection support as requested by the City for any specialty pipe installations, coatings etc. requested by the District for the Project.
- (e) Provide design specifications for the pipe and allow Glen Loma/Filice Family Estate and City to determine the final line and grade of the pipe within the City street Right of Way.
- (f) Participate in construction progress meetings.

- (g) Not unreasonably withhold, condition or delay approval of Eligible Costs.

**8. DOCUMENT REVIEW**

City will, upon reasonable advance written notice, shall make available for inspection to the City and District all records, books and other documents relating to the Project that are in the possession of the City.

**9. TERM**

- (a) The term of this Agreement commences on the date first written above and shall continue until construction close-out of the Project and all payments of Eligible Costs are made by the District, unless earlier terminated as provided in Section 3 or subsection 9(b) of this Agreement.
- (b) This Agreement may be terminated for cause by either Party for failure to comply with any terms and conditions of this Agreement, provided, however, that the Party in breach shall have twenty (20) calendar days or such period as the Parties may otherwise agree in writing to cure such breach following written notification. In the event of termination of this Agreement, the Glen Loma/Filice Family Estate Construction Contract shall be deemed to have been assigned to and assumed by District, the Glen Loma/Filice Family Estate Construction Contract shall become a direct contract between District and Glen Loma/Filice Family Estate, and District shall indemnify, defend and hold City and City's council members, officers, employees, volunteers and agents from and against any and all claims, actions, liabilities, damages, losses, or expenses, including attorneys' fees, arising from District's breach of its obligations under the Glen Loma/Filice Family Estate Construction Contract.

**10. NOTICE**

Any notice given under this Agreement shall be in writing and delivered by personal delivery or by United States mail depository, first class postage prepaid and addressed to the Party for whom intended.

- (a) If to District:

Hossein Ashktorab, Water Use Efficiency Unit Manager  
Santa Clara Valley Water District  
5750 Almaden Expressway  
San Jose, CA 95118

- (b) If to City:

Girum Awoke, Director of Public Works  
City of Gilroy  
7351 Rosanna Street  
Gilroy, CA 95020

Any Party may change such address by notice given to the other Party as provided herein.

#### 11. MISCELLANEOUS TERMS

- (a) This Agreement embodies the entire understanding between the Parties pertaining to the subject matter contained in it; supersedes any and all prior negotiations, correspondence, understandings, or Agreements of the Parties; and may be waived, altered, amended, modified, or repealed, in whole or in part, only on the written consent of both Parties to this Agreement.
- (b) No failure or delay on the part of either Party in exercising any right, power, or remedy hereunder shall operate as a waiver thereof; nor shall any single or partial exercise of any such right, power, or remedy preclude any other or further exercise thereof or the exercise of any other right, power, or remedy hereunder.
- (c) This Agreement shall be binding on and enforceable by and against the Parties to it and their respective heirs, legal representatives, successor governmental entities, and permitted assigns, except that neither this Agreement nor the duties or obligations under this Agreement may be assigned by a Party without the prior written consent of the other Party (which consent may be withheld by a Party in its sole and absolute discretion).
- (d) Each individual executing this Agreement on behalf of their respective entity represents and warrants that (i) the individual is duly authorized to execute and deliver this Agreement on behalf of that entity; (ii) this Agreement is valid and binding on that entity and enforceable against that entity in accordance with its terms; and (iii) that entity is duly organized, validly existing, and in good standing under the laws of its jurisdiction.
- (e) This Agreement shall be governed by and construed in accordance with the laws of the State of California without giving effect to any conflict of law provisions thereof.
- (f) The federal and state courts within County of Santa Clara, California shall have exclusive jurisdiction to adjudicate any dispute arising out of or related to this Agreement. Each Party expressly consents to the personal jurisdiction of and venue in such courts.
- (g) Each Party was represented by legal counsel in the preparation of this Agreement. Therefore, any rule of construction to the effect that

ambiguities are to be resolved against the drafting Party shall not apply in interpreting this Agreement.


- (h) This Agreement may be executed in one or more counterparts, each of which shall be deemed an original, but all of which together shall constitute one and the same instrument.
- (i) All provisions of this Agreement are separate and divisible, and if any part is held invalid, the remaining provisions shall continue in full force and effect.


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IN WITNESS WHEREOF, the PARTIES have executed this AGREEMENT effective as of the date first set forth above.

APPROVED AS TO FORM:


SANTA CLARA VALLEY WATER DISTRICT


  
Anthony T. Fulcher  
Sr. Assistant District Counsel

 for N.C.  
Norma J. Camacho  
Chief Executive Officer

APPROVED AS TO FORM:

CITY OF GILROY

  
Andrew L. Faber  
City Attorney

  
Gabriel A. Gonzalez  
City Administrator

ATTEST:

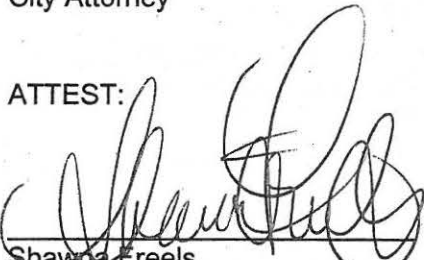
  
Shawna Freels  
City Clerk

EXHIBIT "A-1": Development Recycled Water System Map

EXHIBIT "A-2": Recycled Water System – Home Ranch Neighborhood

EXHIBIT "A-3": Recycled Water System – Wild Chestnut Neighborhood

EXHIBIT "B": Project Cost Estimate

EXHIBIT "C": Property Improvement Agreements

EXHIBIT "D": Insurance Requirements

**CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT**

**CIVIL CODE § 1189**

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

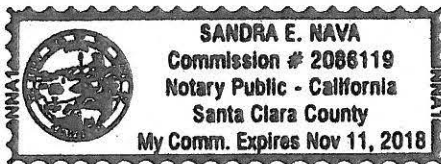
State of California )  
County of Santa Clara )

On October 17, 2017 before me, Sandra E. Nava, Notary Public,  
Date Here Insert Name and Title of the Officer  
personally appeared Gabriel A. Gonzalez  
Name(s) of Signer(s)

who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.



Signature Sandra E. Nava  
Signature of Notary Public

Place Notary Seal Above

**OPTIONAL**

Though this section is optional, completing this information can deter alteration of the document or fraudulent reattachment of this form to an unintended document.

**Description of Attached Document**

Title or Type of Document: \_\_\_\_\_ Document Date: \_\_\_\_\_

Number of Pages: \_\_\_\_\_ Signer(s) Other Than Named Above: \_\_\_\_\_

**Capacity(ies) Claimed by Signer(s)**

Signer's Name: \_\_\_\_\_

☐ Corporate Officer — Title(s): \_\_\_\_\_

☐ Partner — ☐ Limited ☐ General

☐ Individual ☐ Attorney in Fact

☐ Trustee ☐ Guardian or Conservator

☐ Other: \_\_\_\_\_

Signer Is Representing: \_\_\_\_\_

Signer's Name: \_\_\_\_\_

☐ Corporate Officer — Title(s): \_\_\_\_\_

☐ Partner — ☐ Limited ☐ General

☐ Individual ☐ Attorney in Fact

☐ Trustee ☐ Guardian or Conservator

☐ Other: \_\_\_\_\_

Signer Is Representing: \_\_\_\_\_

**RECLAIMED WATER ROUTING**

- PREVIOUSLY CONSTRUCTED
- WILD CHESTNUT
- HOME RANCH
- FUTURE CONNECTION (60" I.D.)
- FUTURE EXTENSION (24" I.D.) (WITH TRACT 10426 - PALOMINO & McCUTCHIN CREEK NEIGHBORHOODS)

**LEGEND**

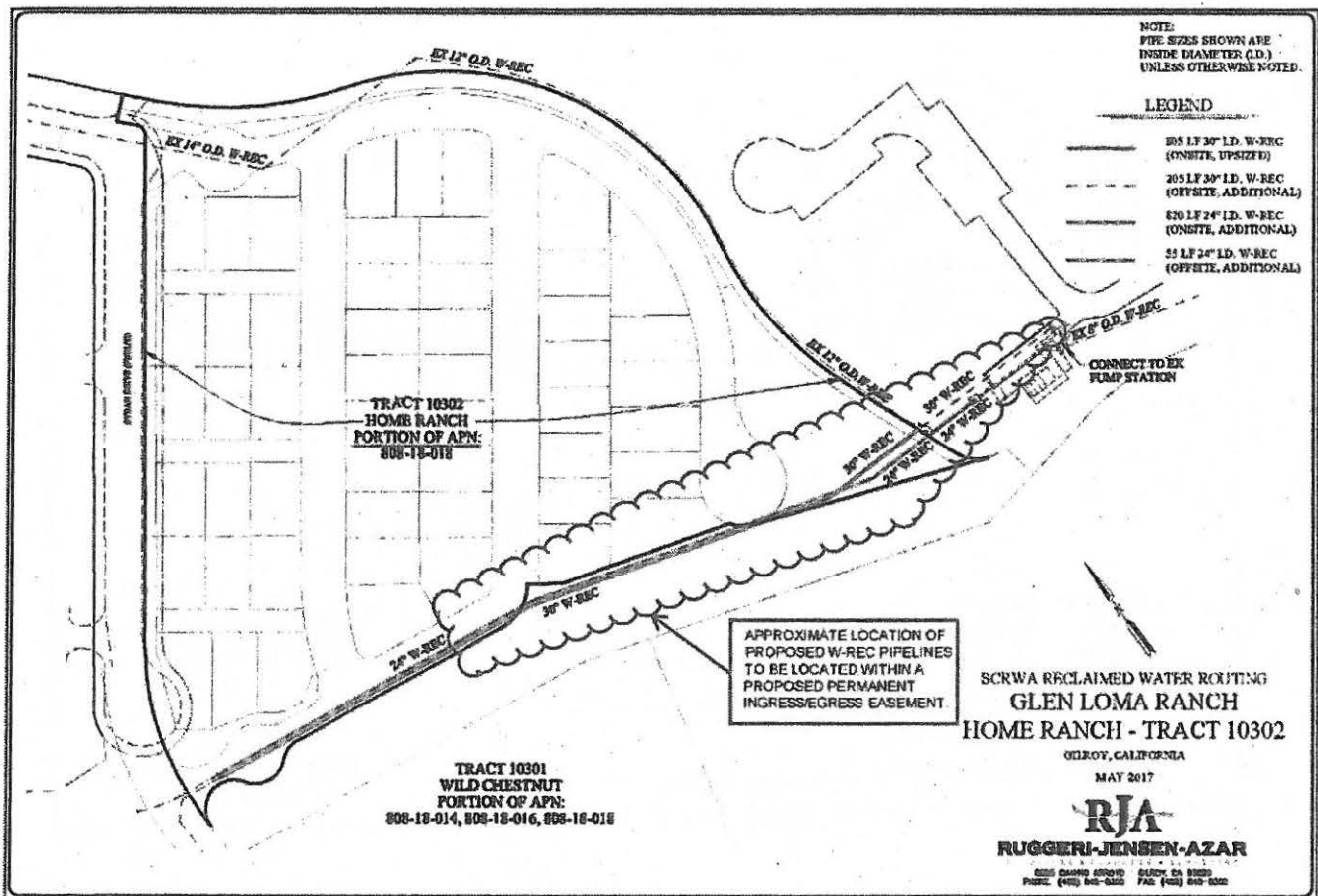
PROPOSED	DESCRIPTION	EXISTING
W-RWC	RECLAIMED WATER	W-RWC
	BACKFLOW RECLAIMED WATER	

**ANTICIPATED SCVWD SOUTH COUNTY RECLAIMED WATER ROUTING GLEN LOMA RANCH GILROY, CALIFORNIA**

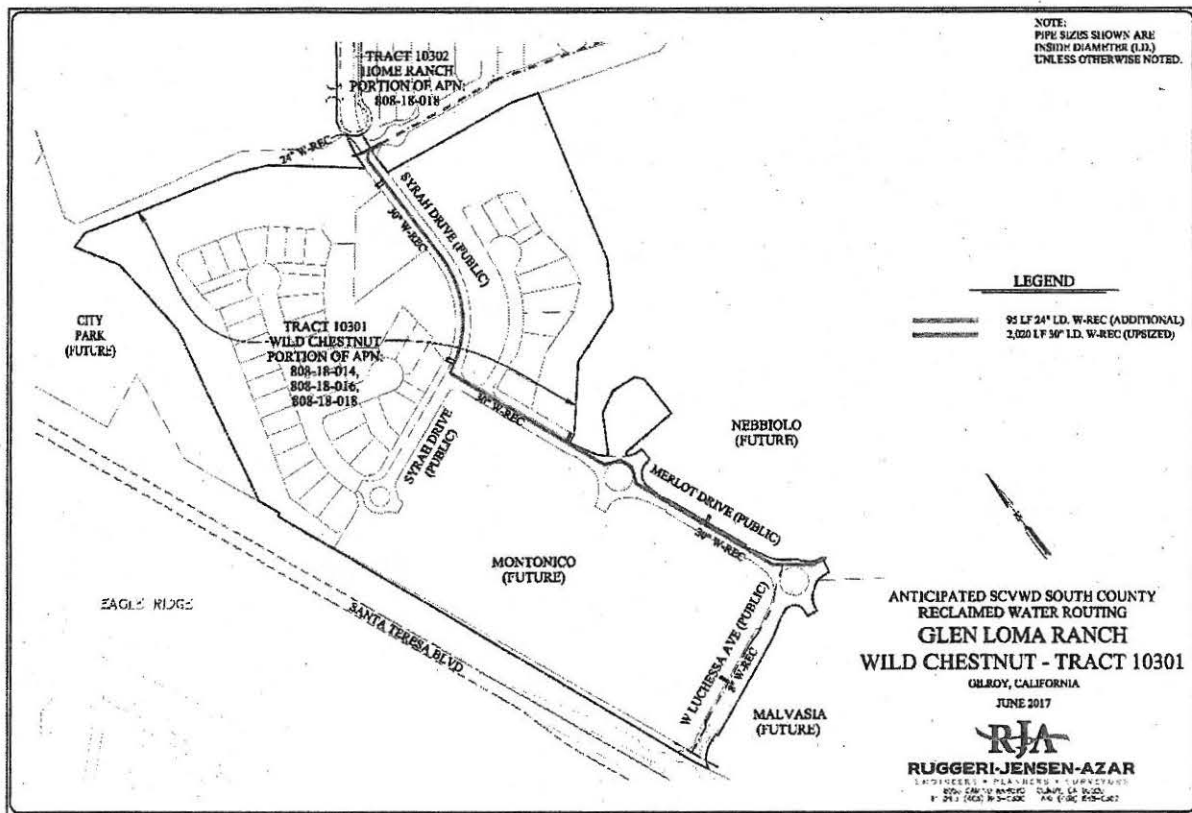
JUNE 2017

**RJA**  
RUGGERI-JENSEN-AZAR  
ENGINEERS & ARCHITECTS - CIVIL/ENVIRONMENTAL  
10000 SANTA ANITA AVENUE, SUITE 200, SAN JOSE, CA 95138  
PHONE: (408) 262-0077 FAX: (408) 262-0078

# EXHIBIT "A-2" – Recycled Water System – Home Ranch Neighborhood



# EXHIBIT "A-3" – Recycled Water System – Wild Chestnut Neighborhood



**EXHIBIT "B"****Project Cost Estimate****Table 1: Glen Loma Ranch Phase 1 West – Home Ranch and Wild Chestnut Neighborhoods Project Cost Estimate**

<b>Item No.</b>	<b>Item</b>	<b>Quantity</b>	<b>Unit</b>	<b>Unit Price</b>	<b>Total Price</b>
1	Development Pipeline: 30" HDPE Upsized	2,825	LF	\$ 407.01	\$ 1,149,816.30
2	Development Pipeline: Additional 24" and 30" HDPE	1,175	LF	\$ 422.88	\$ 496,884.40
3	Developer Responsibility per the Project Improvement Agreements: 16" DIP	2,825	LF	\$ (126.96)	\$ (358,649.00)
<b>Eligible Cost</b>					<b>\$ 1,288,051.70</b>
<b>Project Contingency (15%)</b>					<b>\$ 193,207.76</b>

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**EXHIBIT "C"**

**Property Improvement Agreements**

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RECORDING REQUESTED BY:

City of Gilroy

WHEN RECORDED, MAIL TO:

Shawna Freels  
City of Gilroy  
7351 Rosanna Street  
Gilroy, CA 95020

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(SPACE ABOVE THIS LINE FOR RECORDER'S USE)

Property Improvement Agreement No. 2018-02  
HOME RANCH – Tract 10302  
APN: 808-43-005  
CalAtlantic Group, Inc., a Delaware Corporation

**PROPERTY IMPROVEMENT AGREEMENT  
RESIDENTIAL**

AGREEMENT FOR EXTENSIONS OF WATER DISTRIBUTION SYSTEMS:  
IMPROVEMENT OF STREETS: INSTALLATION OF SEWERS, STORM  
DRAINS AND OTHER PUBLIC WORKS FACILITIES  
Property Improvement Agreement No. 2018-02

This Property Improvement Agreement ("Agreement") is made and entered into this \_\_\_\_ day of \_\_\_\_\_, 2018, by and between the City of Gilroy, a municipal corporation, herein called the "City," and CalAtlantic Group, Inc., a Delaware Corporation, herein called the "Developer".

WHEREAS, a final map of subdivision, record of survey or building permit (Site Clearance) application has now been submitted to the City for approval and acceptance, covering certain real estate and property improvements known as and called: Home Ranch, APN: 808-43-005, a legal description of which is attached hereto and incorporated herein as Exhibit "A" (the "Property"), and as described in the project improvement plans entitled Improvement Plans for Home Ranch Tract 10302.

WHEREAS, the Developer is the fee owner of the Property and requires certain utilities and public works facilities in order to service the Property under the minimum standards established by the City and,

WHEREAS, the City, by and through its City Council, has enacted certain Codes, Ordinances and Resolutions and certain Rules and Regulations have been promulgated concerning the subject matter of this Agreement and,

WHEREAS, the City has certain responsibilities for maintenance and operation of such utilities and public service facilities after acceptance by City, and for providing the necessary connecting system, general plant and appurtenances, and the City is agreeing to discharge those responsibilities, provided that Developer has faithfully and fully complied with all of the terms, covenants, conditions to be performed by Developer pursuant to this Agreement.

NOW THEREFORE, in consideration of the foregoing premises and in order to carry on the intent and purpose of said Codes, Ordinances, Resolutions and Regulations and established policies of the City and the laws of the State of California and the United States of America it is agreed by and between the parties as follows:

SECTION 1

That all Codes, Ordinances, Resolutions, Rules and Regulations and established policies of the City and the laws of the State of California and the United States of America concerning the subject matter of this Agreement are hereby referred to and incorporated herein to the same effect as if they were set out at length herein. Said Codes, Ordinances, Resolutions, Rule and Regulations include, but are not limited to, the following: the Code of the City of Gilroy, the current Zoning Ordinance, and the currently adopted Uniform Building Code.

## SECTION 2

The Developer agrees:

- a. To perform each and every provision required by the City to be performed by the Developer in each and every one of said Codes, Ordinances, Resolution, Rules and other Regulations and established policies of the City and the laws of the State of California and the United States of America, including without limitation, the California Labor Code and California Public Contract Code. Developer further agrees and acknowledges that it is its obligation to determine whether, and to what extent, the work performed under this Agreement is subject to any Codes, Ordinances, Resolutions, Rules and other Regulations and established policies of the City and the laws of the State of California, the United States of America, the California Labor Code and Public Contract Code relating to public contracting and prevailing wage laws.
- b. To grant to the City without charge, free and clear of encumbrances, any and all easements and rights of way in and to the Property necessary for the City in order that its water, electricity, and/or sewer lines in or to said Property may be extended.
- c. To indemnify, defend with counsel of City's choice and hold the City free and harmless from all suits, fees, claims, demands, causes of action, costs, losses, damages, liabilities and expenses (including without limitation attorneys' fees) incurred by City in connection with (i) any damage done to any utility, public facility or other material or installation of the City on said Property which the Developer or any contractor or subcontractor of the Developer, or any employee of the foregoing, shall do in grading or working upon said Property; or (ii) arising or resulting directly or indirectly from any act or omission of Developer or Developer's contractors, or subcontractors, or any employee of the foregoing in connection with the work performed by them in connection with this Agreement, including without limitation all claims relating to injury or death of any person or damage to any property.
- d. To construct and improve all public works facilities and other improvements described in this Agreement and the improvement plans submitted to the City of Gilroy in furtherance of this Agreement on file with the City of Gilroy. All construction and improvements shall be completed in accordance with all standards established in the Codes, Ordinances, Resolutions, Rules and Regulations and established policies of the City and the laws of the State of California and the United States of America and this agreement, and in accordance with the grades, plans, and specifications approved by the City Engineer. Developer shall furnish two good and sufficient bonds, a Payment Bond on a form provided by the City and a Faithful Performance Bond, both of which shall be secured from a surety company admitted to do business in California. Each bond shall set forth a time period for performance by the contractor of its obligations and the terms and conditions on which the City may obtain the proceeds of the bond.

The Faithful Performance Bond shall be in an amount not less than one hundred percent (100%) of the total estimated amount payable for the improvements described in this Agreement, and shall secure payment to City and the Developer of any loss due to the default of the contractor or its inability or refusal to perform its contract. The performance bond shall by its terms remain in full force and effect for a period of not less than one year after completion of the improvements by Developer and acceptance of the improvements by City, to guarantee the repair and replacement of defective material and faulty workmanship. Upon completion of the improvements by Developer and acceptance of the improvements by City, Developer may substitute for the performance bond securing maintenance described above, a separate maintenance bond issued by an admitted surety in

the amount of ten percent (10%) of the total contract price of the improvements (provided that the amount of said bond shall not be less than One Thousand Dollars (\$1,000) to cover the one-year maintenance period.

The Payment Bond shall be in an amount not less than one hundred percent (100%) of the total estimated amount payable for the improvements described in this Agreement. The Payment Bond shall secure the payment of those persons or entities to whom the Developer may become legally indebted for labor, materials, tools, equipment or services of any kind used or employed by the contractor or subcontractor in performing the work, or taxes or amounts to be withheld thereon. The Payment Bond shall provide that the surety will pay the following amounts should the Contractor or a Subcontractor fail to pay the same, plus reasonable attorneys' fees to be fixed by the court if suit is brought upon the bond: (1) amounts due to any of the persons named in California Civil Code Section 9100; (2) amounts due under the Unemployment Insurance Code with respect to work or labor performed for the improvements described in this Agreement; and (3) any amounts required to be deducted, withheld, and paid over to the Employment Development Department from the wages of employees of the Contractor and Subcontractors pursuant to Section 13020 of the Unemployment Insurance Code with respect to the work and labor. The Payment Bond shall, by its terms, inure to the benefit of any of the persons named in Civil Code Section 3181 so as to give a right of action to those persons or their assigns in any suit brought upon the bond.

Simultaneously with the submission of its building permit application (Site Clearance), the Developer shall submit the following for both the surety that furnishes the Payment Bond and the surety that furnishes the Faithful Performance Bond: (1) a current printout from California Department of Insurance's website ([www.insurance.ca.gov](http://www.insurance.ca.gov)) showing that the surety is admitted to do business in the State; or (2) a certificate from the Clerk of the County of Santa Clara that the surety's certificate of authority has not been surrendered, revoked, canceled, annulled, or suspended or in the event that it has, that renewed authority has been granted.

- e. Except as otherwise expressly provided in this Agreement, all plan check and inspection fees which are payable by Developer pursuant to the attached comprehensive fee schedule are due and payable to the City prior to Council approval of the final map of the subdivision. Upon approval of the record of survey or the building permit covering the real estate to be improved and before any work is done therein, the Developer shall pay to the City all other sums payable by Developer pursuant to the attached comprehensive fee schedule.
- f. At all times during the term of this Agreement and until the improvements constructed by Developer are accepted by City, Developer shall, at no cost to City obtain and maintain (a) a policy of general liability and property damage insurance in the minimum amount of One Million Dollars (\$1,000,000), combined single limit for both bodily injury and property damage; (b) workers' compensation insurance as required by law; and (c) broad form "Builder's Risk" property damage insurance with limits of not less than 100% of the estimated value of the improvements to be constructed by Developer pursuant to this Agreement.

All such policies shall provide that thirty (30) days written notice must be given in advance to City prior to termination, cancellation or modification. The insurance specified in (a) above shall name City as an additional insured and the insurance specified in (c) shall name City as a loss payee, and shall provide that City, although an additional insured or loss payee, may recover for any loss suffered by reason of the acts or omissions of Developer or Developer's contractors or subcontractors or their respective employees. Developer hereby waives, and Developer shall cause each of its contractors and subcontractors to waive, all rights to recover against City for any loss or

damage arising from a cause covered by the insurance required to be carried pursuant to this Agreement or actually carried by Developer in connection with the work described in this Agreement, and will cause each insurer to waive all rights of subrogation against City in connection therewith. All policies shall be written on an occurrence basis and not on a claims made basis and shall be issued by insurance companies acceptable to City. Prior to commencing any work pursuant this Agreement, Developer shall deliver to City the insurance company's certificate evidencing the required coverage, or if required by City a copy of the policies obtained.

### SECTION 3

That all the provisions of this Agreement and all work to be done pursuant to the terms of this Agreement are to be completed to City's satisfaction within one year from and after the date and year of this Agreement first above written. Developer shall maintain such public works facilities and other improvements described in this Agreement at Developer's sole cost and expense at all times prior to acceptance by City in a manner which will preclude any hazard to life or health or damage to property.

### SECTION 4

That the faithful and prompt performance by the Developer of each and every term and condition contained herein is made an express condition precedent to the duty of the City to perform any act in connection with this transaction, and the failure, neglect or refusal of the Developer to so perform, or to pay any monies due hereunder when due shall release the City from any and all obligations hereunder and the City, at its election, may enforce the performance of any provision herein, or any right accruing to the City or may pursue any remedy whatsoever it may have under applicable laws or the Codes, Ordinances, Resolutions, Rules and Regulations of the City, in the event of any such default by Developer.

### SECTION 5

That this Agreement, including without limitation the general stipulations outlined in Section 6 below, is an instrument affecting the title or possession of the real property and runs with the land. Except as expressly provided in the second sentence of Item 9 of the general stipulations set forth in Section 6 below (relating to the payment of reimbursement to the original Developer named in this Agreement), all the terms, covenants and conditions herein imposed shall be binding upon and inure to the benefit of City, Developer, the successors in interest of Developer, their respective successors and permitted assigns and all subsequent fee owners of the Property. The obligations of the Developer under this Agreement shall be the joint and several obligations of each and all of the parties comprising Developer, if Developer consists of more than one individual and/or entity. Upon the sale or division of the Property, the terms of this Agreement shall apply separately to each parcel and the fee owners of each parcel shall succeed to the obligations imposed on Developer by this Agreement.

### SECTION 6

1. That the following general stipulations shall be completed subject to the approval of the Public Works Director/City Engineer.
2. The Project shall comply with all Tentative Map conditions and applicable mitigation measures as contained in City Council Resolution 2014-19 (TM 13-08 approval).
3. All work within the public right-of-way shall be subject to the approval of the City Engineer.

4. The Developer shall perform all work in compliance with the City of Gilroy Specifications Standards Design Criteria, Glen Loma Development Agreement and Glen Loma Specific Use District and is subject to all laws of this community by reference. Street improvements and the design of all storm drainage, sewer lines, and all street sections shall be in accordance with City Standards and Glen Loma Specific Plan, Glen Loma Development Agreement and Glen Loma Backbone Plans and shall follow the most current City Master plan for streets and each utility.
5. The developer shall defend, indemnify, and hold harmless the City, its City Council, Planning Commission, agents, officers, and employees from any claim, action, or proceeding against the City or its City Council, Planning Commission, agents, officer, and employees to attack, set aside, void, or annul an approval of the City, City Council, Planning Commission, or other board, advisory agency, or legislative claim, action, or proceeding against it, and will cooperate fully in the defense. This condition is imposed pursuant to California Government Code Section 66474.9.
6. No occupancy permit shall be issued in connection with this project if the owner or developer of such development (i) is not in compliance with the City's Residential Development Ordinance (City Zoning Ordinance Sections 50.60 et seq.) referred to as the RDO, any conditions of approval issued in connection with such development or other City requirements applicable to such development; or (ii) is in default under any agreement entered into with the City in connection with such development pursuant to the RDO. The project must also comply with any of condition of exemption granted from the RDO, including but not limited to time limits in obtaining City approvals and completion of construction of the dwelling units.
7. The City shall be notified at least two (2) working days prior to the start of any construction work and at that time the contractor shall provide a project schedule and a 24-hour emergency telephone number list.
8. At least one week prior to commencement of work, the developer shall post the site and mail to owners of property within (500') Five hundred feet of the exterior boundary of the project site, to the homeowner associations of nearby residential projects and to the Engineering Division, a notice that construction work will commence on or around the stated date. The notice shall include a list of contact persons with name, title, phone number and area of responsibility. The person responsible for maintaining the list shall be included. The list shall be current at all times and shall consist of persons with authority to initiate corrective action in their area of responsibility. The names of individuals responsible for dust, noise and litter control shall be expressly identified in the notice.
9. If the developer proposes to phase construction with building occupancy, the developer shall create, for City Engineer approval prior to first occupancy, a construction staging plan that addresses the ingress and egress location for all construction vehicles, parking and material storage area separate from occupied residential units.
10. Locate and properly dispose of any wells, septic tanks and underground fuel storage facilities. NOTE: The capping of any well will require inspection by the Santa Clara Valley Water District.
11. Schedule the construction of improvements along existing public roads so that the work affecting vehicular traffic is completed with a minimum interruption to traffic.
12. All work shall be coordinated so that the existing residents on all adjacent streets have access to their properties.

4. The Developer shall perform all work in compliance with the City of Gilroy Specifications Standards Design Criteria, Glen Loma Development Agreement and Glen Loma Specific Use District and is subject to all laws of this community by reference. Street improvements and the design of all storm drainage, sewer lines, and all street sections shall be in accordance with City Standards and Glen Loma Specific Plan, Glen Loma Development Agreement and Glen Loma Backbone Plans and shall follow the most current City Master plan for streets and each utility.
5. The developer shall defend, indemnify, and hold harmless the City, its City Council, Planning Commission, agents, officers, and employees from any claim, action, or proceeding against the City or its City Council, Planning Commission, agents, officer, and employees to attack, set aside, void, or annul an approval of the City, City Council, Planning Commission, or other board, advisory agency, or legislative claim, action, or proceeding against it, and will cooperate fully in the defense. This condition is imposed pursuant to California Government Code Section 66474.9.
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9. If the developer proposes to phase construction with building occupancy, the developer shall create, for City Engineer approval prior to first occupancy, a construction staging plan that addresses the ingress and egress location for all construction vehicles, parking and material storage area separate from occupied residential units.
10. Locate and properly dispose of any wells, septic tanks and underground fuel storage facilities. NOTE: The capping of any well will require inspection by the Santa Clara Valley Water District.
11. Schedule the construction of improvements along existing public roads so that the work affecting vehicular traffic is completed with a minimum interruption to traffic.
12. All work shall be coordinated so that the existing residents on all adjacent streets have access to their properties.

13. Before construction utilizing combustible materials may proceed, an all-weather access must be provided to within 150 feet of the building site; and at least one in service fire hydrant or other water source acceptable to the Fire Marshal must be available within 150 feet of each portion of the site wherein this construction is to take place. Location of the fire hydrants will be determined by the Fire Chief.
14. A complete construction schedule, which shall include a detailed phasing plan (including traffic control for each proposed phase), shall be submitted and approved by the City Engineer prior to start of construction. Any deviation from the approved construction schedule and phasing plan shall be coordinated with the City Engineer. Deviating from the approved construction schedule and phasing plan without prior coordination with the City Engineer may prolong issuance of further building permits.
  - (a) Upon request by the City Engineer, the developer shall provide information for public outreach purposes, which may include maps and schedules for each phase of construction.
15. The developer shall obtain the required Habitat Conservation Plan (HCP) Permit and pay the applicable fees prior to the issuance of a grading permit or improvement plan approval.
16. One hard copy and electronic copy of the approved/stamped PG&E Joint Trench Composite Plans shall be submitted to the Engineering Division. Should there be a delay in obtaining the PG&E-approved joint trench plans, the Developer will be allowed to commence joint trench work "at-risk". The Developer assumes responsibility for any required redesign, and all costs associated with the redesign and additional city review resulting from the at-risk work completed without PG&E-approved joint trench plans. Design revisions and ultimate joint trench construction shall be completed to the satisfaction of the City Engineer.
17. Site preparation and fill construction shall be conducted under the observation of, and tested by, a licensed soils or geotechnical engineer. A report shall be filed with the City of Gilroy stating that all site preparation and fill construction meets the requirements of the geotechnical investigation. This shall be subject to review and approval by the Building Division. [CBC]
18. All grading operations and soil compaction activities shall be per the approved soils report and shall meet with the approval of the City Engineer.
19. New and existing utility lines, appurtenances, and associated equipment, including but not limited to electrical transmission, street lighting, and cable television shall be required to be placed underground. [Municipal Code Section 21, Article V]
20. Construction activity shall be restricted to the period between 7:00 a.m. to 7:00 p.m. Mondays through Fridays, Saturday 9:00 a.m. to 7:00 p.m. No work shall be done on Sundays and City Holidays. The City Engineer will apply additional construction period restrictions, as necessary, to accommodate standard commute traffic along arterial roadways and along school commute routes.
21. Any damage resulting from project construction operations to existing city infrastructure on or adjacent to the subject property shall be repaired to the satisfaction of the City Engineer, at the full expense of the developer/contractor. This shall include slurry seal, overlay, street reconstruction, and repair to curb, gutter and sidewalk, driveway approach if reasonably deemed warranted by the City Engineer.

22. This project is subject to post-construction stormwater quality requirements per Section 27D of the Gilroy Municipal Code.

23. Storm water BMP Operation and Maintenance Agreement

- (a) Prior to the issuance of any building permit requiring stormwater management BMPs or as otherwise determined by the City Engineer, the owner(s) of the site shall enter into a formal written Stormwater BMP Operation and Maintenance Agreement with the City. The City shall record this agreement, against the property or properties involved, with the County of Santa Clara and it shall be binding on all subsequent owners of land served by the storm water management treatment BMPs. The City-standard Stormwater BMP Operation and Maintenance Agreement will be provided by Public Works Engineering.
- (b) This Agreement shall require that the BMPs not be modified and BMP maintenance activities not alter the designed function of the facility from its original design unless approved by the City prior to the commencement of the proposed modification or maintenance activity.
- (c) This Agreement shall also provide that in the event that maintenance or repair is neglected, or the stormwater management facility becomes a danger to public health or safety, the city shall have the authority to perform maintenance and/or repair work and to recover the costs from the owner.
- (d) All on-site stormwater management facilities shall be operated and maintained in good condition and promptly repaired/replaced by the property owner(s), an owners' or homeowners' association or other legal entity approved by the City.
- (e) Any repairs or restoration/replacement and maintenance shall be in accordance with City-approved plans.
- (f) The property owner(s) shall develop a maintenance schedule for the life of any stormwater management facility and shall describe the maintenance to be completed, the time period for completion, and who shall perform the maintenance. This maintenance schedule shall be included with the approved Stormwater Runoff Management Plan.

24. Stormwater BMP Inspections will be required for this project and shall adhere to the following:

- (a) The property owner(s) shall be responsible for having all stormwater management facilities inspected for condition and function by a knowledgeable third party.
- (b) Unless otherwise required by the City Engineer or designee, stormwater facility inspections shall be done at least twice per year, once in Fall, in preparation for the wet season, and once in Winter. Written records shall be kept of all inspections and shall include, at minimum, the following information:
  - 1. Site address;
  - 2. Date and time of inspection;
  - 3. Name of the person conducting the inspection;
  - 4. List of stormwater facilities inspected;
  - 5. Condition of each stormwater facility inspected;
  - 6. Description of any needed maintenance or repairs; and
  - 7. As applicable, the need for site re-inspection.

- (c) Upon completion of each inspection, an inspection report shall be submitted to Public Works Engineering no later than October 1st for the Fall report, and no later than March 15th of the following year for the Winter report.
- 25. A minimum of one exterior monument shall be set. Additional monuments can be required by the City Engineer or City Surveyor as deemed necessary. Location of monuments shall be tied out prior to work.
- 26. In accordance with the California Professional Land Surveyors' Act (Business and Professions Code) Chapter 15 Sections 8771 and 8725, California Penal Code 605, and California Government Code 27581, the developer, their employees, subcontractors, and/or any person performing construction activities that will or may disturb an existing roadway/ street monument, corner stake, or any other permanent surveyed monument shall show all current monuments on the plans and shall ensure that a Corner Record and/or Record of Survey are filed with the County Surveyor Office prior to disturbing said monuments. All disturbed or destroyed monuments shall be reset and filed in compliance with Section 8771 at the developer's sole expense.
- 27. If there are any reimbursements payable to the Developer, they must be specifically identified in this Agreement. Any such reimbursements shall be payable to the original Developer named in this Agreement above, and shall not inure to the benefit of any subsequent owners of all or any portion of the Property. All reimbursements payable to Developer shall be subject to the City's reimbursement policies and ordinances in effect from time to time, including without limitation any expiration dates identified in such policies and ordinances. Such reimbursement shall be solely contingent upon the availability of the City's Traffic Impact Fee Funds and in no case shall the reimbursement be paid beyond ten (10) years after the execution of the Agreement. In addition to any other conditions, requirements and limitations set forth in the City's reimbursement policies and ordinances from time to time, (i) in no event shall any reimbursements be payable to Developer if City determines in its sole and absolute discretion from time to time that there are not sufficient reserves then on hand in the specific reimbursement fund from which Developer's reimbursement is payable, over and above any amounts anticipated to be required to be expended from such reimbursement fund, which reserves, at a minimum, are equal to at least half of the remaining average yearly anticipated expenditures of such reimbursement fund as determined by City from time to time; (ii) City may, in its sole and absolute discretion, make partial reimbursement payments to Developer in yearly increments, as determined by City; and (iii) City may defer payments in any given year if projects deemed by City to be of high importance are determined by City, in its sole and absolute discretion, to be warranted or necessary, and the funds in such reimbursement fund are designated by the City for use on such projects of high importance.
- a. If applicable, recycled water system improvements completed by this tract will not be reimbursed until a recycled water reimbursement agreement is fully executed with the City and until such time as the City fully executes a separate recycled water reimbursement agreement with the Santa Clara Valley Water District.

SECTION 7

That the attached Development Cost Schedule enumerates all fees and their extensions.

TOTAL AMOUNT DUE CITY                      \$ 1,891,663.69 (Minimum, actual amount to be determined)

CITY OF GILROY

DEVELOPER

CalAtlantic Group, Inc., a Delaware  
Corporation

By: \_\_\_\_\_  
Gabriel A. Gonzalez  
City Administrator

By:  \_\_\_\_\_  
Name: **Bridgit Koller**  
**Operational Vice President**

Date: \_\_\_\_\_

Title: \_\_\_\_\_

Date: 1/31/18

ATTEST:

\_\_\_\_\_  
Shawna Freels, City Clerk

APPROVED AS TO FORM:

\_\_\_\_\_  
Andrew L. Faber, City Attorney

NOTE: If Developer is a corporation, the complete legal name and corporate seal of the corporation and the corporate titles of the persons signing for the corporation shall appear above.

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

STATE OF CALIFORNIA

COUNTY OF Alameda

On January 31, 2018, before me, Elizabeth Neal, Notary Public  
(here insert name and title of the officer)

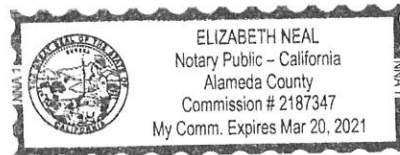
personally appeared Bridgit Koller,

who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/~~are~~ subscribed to the within instrument and acknowledged to me that ~~he~~/she/~~they~~ executed the same in ~~his~~/her/~~their~~ authorized capacity(ies), and that by ~~his~~/her/~~their~~ signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Elizabeth Neal  
Signature



(SEAL)

## **EXHIBIT A**

### **LEGAL DESCRIPTION**

Real property in the City of Gilroy, County of Santa Clara, State of California, described as follows:

Parcel 1:

PARCEL D AS SHOWN ON THE MAP ENTITLED "TRACT 10301 WILD CHESTNUT" FILED FOR RECORD ON SEPTEMBER 20, 2017 IN THE BOOK 907 OF MAPS, PAGE(S) 32-43, SANTA CLARA COUNTY RECORDS.

PARCEL 2:

EASEMENTS AS CONTAINED IN THAT CERTAIN GRANT OF EASEMENT, EXECUTED BY THE CITY OF GILROY, A CALIFORNIA MUNICIPAL CORPORATION, RECORDED OCTOBER 17, 1990 IN BOOK L511, PAGE 1739, AS DOCUMENT NO. 10688433, OFFICIAL RECORDS OF SANTA CLARA COUNTY.

APN: 808-43-005 (AFFECTS THIS AND OTHER PROPERTY)

CITY OF GILROY  
PUBLIC WORKS DEPARTMENT  
ENGINEERING DIVISION  
COST ESTIMATE  
EFFECTIVE 7/1/2017

ENCOMPASS NO: E1 15090020 Revised: \_\_\_\_\_  
DATE: 26-Jan-18 Revision Number: \_\_\_\_\_  
Revision By: \_\_\_\_\_  
NUMBER: Home Ranch TR 10302 @ Glen Loma Ranch  
PROJECT LOCATION: East of Santa Teresa Blvd. between Syrah Dr. and Luchessa Ave.  
PARCEL NUMBER: 808-43-005  
OWNER/DEVELOPER: CalAtlantic Group  
MAILING ADDRESS: 4750 Willow Road, Suite 150, Pleasanton, CA 94588  
TELEPHONE NO: 925-730-1339  
PREPARED BY: BKaderi

Account No.	Key Code	Fee:	Credits:	Amount Due:	Account Description	Paid on Invoice #
100-2601-0000-3625	4904	\$2,822.60		\$2,822.60	Special Public Works Serv	
100-2601-0000-3605	4702	\$174,023.81	40%PlnChkInps \$69,609.52	\$104,414.29	Eng Plan Check & Insp	
420-2600-0000-3660	4501	\$6,910.80		\$6,910.80	Storm Development Fee	
432-2600-0000-3660	3301	\$0.00		\$0.00	Str Tree Development Fee	
433-2600-0000-3660	4905	\$473,148.00		\$473,148.00	Traffic Impact Fee	
435-2600-0000-3660	4509	\$351,728.00		\$351,728.00	Sewer Development Fee	
436-2600-0000-3660	4510	\$90,324.00		\$90,324.00	Water Development Fee	
440-2600-0000-3660	4515	\$862,316.00		\$862,316.00	Public Facility Fee	
720-0433-0000-3620	2202	\$0.00		\$0.00	Const Water Use Fee	
801-2601-PWD0-3899	4703	\$0.00		\$0.00	Reimbursements	
801-2601-PWD0-3899	4703	\$0.00		\$0.00	Other Reimbursements	
Total				<u>\$1,891,663.69</u>		

Payment Bond Amount for all improvements \$1,996,712  
Performance Bond Amount for all improvements \$1,996,712

CITY OF GILROY  
COMMUNITY DEVELOPMENT DEPARTMENT  
ENGINEERING DIVISION  
COST ESTIMATE

ENCOMPASS NO: E1 15090020  
 DATE: 26-Jan-2018  
 NUMBER: Home Ranch TR 10302 @ Glen Loma Ranch  
 PROJECT LOCATION: East of Santa Teresa Blvd. between Syrah Dr. and Luchessa Ave.  
 PARCEL NUMBER: 808-43-005  
 OWNER/DEVELOPER: CalAtlantic Group  
 MAILING ADDRESS: 4750 Willow Road, Suite 150, Pleasanton, CA 94588  
 TELEPHONE NO: 925-730-1339  
 PREPARED BY: BKaderi

FINAL ENGINEERING

COST SCHEDULE TYPE: COST ESTIMATE ? Y PLAN CHECK ? N INCENTIVE AGREEMENT ONLY ? N  
 DEFER PUBLIC FACILITY FEE ? TO PERMIT ? N TO FINAL ? N  
 DEFER SEWER, WATER, TRAFFIC FEES ? TO PERMIT ? N TO FINAL ? N

NOTE: This Preliminary Cost Schedule is an estimate and will be adjusted to the rates in effect at the time permits are issued.

Site Information:	Gross Acres:	Lots:	Units:	Sq Ft:
Residential-Low ?	0.000	0	0	
Residential-High ?	7.800	68	52	
Commercial-Low ?	0.000	0		0
Commercial-High ?	0.000	0		0
Industrial-General ?	0.000	0		0
Industrial-Warehouse ?	0.000	0		0
Assembly Hall?	0.000	0		0
Common Area?	0.000			0

Commercial/Industrial Allocations: Sewer GPD: Water GPD:  
 0 0

Reimbursements and credits:

Front Footage/Square Footage Charges

Street Tree FF:	Water FF:	Sewer FF:	Storm FF:	Const Water Acres to be Developed:
0.0	0.0	0.0	0.0	0.000
Pavement SF:	Median SF:	Sidewalk SF:	Curb/Gutter FF:	Construction Water FF:
0.0	0.0	0.0	0.0	0.0

**SPECIAL PUBLIC WORKS SERVICES** 100-2601-0000-3625 \$2,822.60

Maps:

Final Map	\$1,755.00	+	\$15.70	/ lot	Y	<u>\$2,822.60</u>	Fee ID N0-FINALM
Parcel Map	\$2,035.00	+	\$630.00	/ lot	N	<u>\$0.00</u>	Fee ID N0-PARCELM
Re-assessment Map (Assessment District Parcels)	\$1,710.00	+	\$630.00	/ lot	N	<u>\$0.00</u>	Fee ID N-ASSESM

Administration Fees:

(Cost Schedules, Agreements, R/W Reviews and Other Misc. Services)

0 hr Misc Services \$185.00 / hr. Y \$0.00 Fee ID N-MISC

Special Staff Analysis

0 hr Special Analysis \$143.44 / hr. N \$0.00

## ENGINEERING PLAN CHECK &amp; INSPECTION

100-2601-0000-3605

COST ESTIMATE

\$174,023.81

ACTUAL COST OF PUBLIC IMPROVEMENTS FINAL ENGINEERING PLAN CHECK

\$0.00

At time of Improvement Plan/Final Map submittal 40% of fee is due for Plan Check. Remainder 60% due prior to submittal of Final Map for Council approval

Additional Plan Review After First Three Submittals or Review of Changes, Additions or Revisions to Approved Plans

0 hr Additional Plan Review \$143.44 / hr. N \$0.00 Fee ID N0-GRADINS  
(2 Hour Minimum)

Re-Inspection Fee

0 hr Re-Inspection \$125.00 / hr. N \$0.00 Fee ID N0-GRADINS

Inspections outside of normal business hours

0 hr Inspection \$475.00 + \$160.00 / hr. after 3hrs N \$0.00 Fee ID N0-GRADINS

(Based on total cost of improvements)

Estimated Cost of Improvements COST ESTIMATE ACTUAL COST DIFFERENCE (\$174,023.81)  
\$0 \$1,996,712 \$0 Fee ID N0-PCKINSP

12.6% \$0 \$100,000 Y \$12,600.00 Y \$0.00

10.5% \$100,000 \$200,000 Y \$10,500.00 Y \$0.00

8.4% over \$200,000 Y \$150,923.81 Y \$0.00

Payment Bond Amount for all improvements

\$1,996,712

Performance Bond Amount for all improvements

\$1,996,712

## IMPACT FEES

## Storm Drain Impact Fee

420-2600-0000-3660

\$6,910.80

a. Residential-Low \$564.00 / acre Y \$0.00 Fee ID N0-SD-LD

b. Residential-High \$886.00 / acre Y \$6,910.80 Fee ID N0-SD-HD

c. Commercial \$1,528.00 / acre Y \$0.00 Fee ID N0-SD-C

d. Industrial \$1,128.00 / acre Y \$0.00 Fee ID N0-SD-I

e. Assembly Hall \$564.00 / acre Y \$0.00 Fee ID N0-SD-AH

## Street Tree Fee

432-2600-0000-3660

\$0.00

a. City Planting and Replacement

\$3.06 / f.f. x N 0.0 = \$0.00 Fee ID N0-TREEPLT

b. Inspection and Replacement

\$0.41 / f.f. x Y 0.0 = \$0.00 Fee ID N0-TREEINS

## Traffic Impact Fee

433-2600-0000-3660

\$473,148.00

a. Residential-Low \$11,224.00 / unit Y \$0.00 Fee ID N1-TRAF-LD

b. Residential-High \$9,099.00 / unit Y \$473,148.00 Fee ID N2-TRAF-HD

c. Commercial-Low Traffic \$12,419.00 / k.s.f. Y \$0.00 Fee ID N3-TRAF-CL

( < 10.75 trips/1000 sf )

d. Commercial-High Traffic \$25,087.00 / k.s.f. Y \$0.00 Fee ID N3-TRAF-CH

( >= 10.75 trips/1000 sf )

e. Industrial-General \$4,921.00 / k.s.f. Y \$0.00 Fee ID N4-TRAF-IG

f. Industrial-Warehouse \$3,567.00 / k.s.f. Y \$0.00 Fee ID N4-TRAF-IW

<b>Sewer Impact Fee</b>		435-2600-0000-3660				<u>\$351,728.00</u>
a. Residential-Low	\$12,501.00	/ unit	Y	<u>\$0.00</u>	Fee ID N1-SS-LD	
b. Residential-High	\$6,764.00	/ unit	Y	<u>\$351,728.00</u>	Fee ID N2-SS-HD	
c. Commercial/Industrial	\$3,956.00	/ cgp	Y	<u>\$0.00</u>	Fee ID N5-SS-C/I	
<b>Water Impact Fee</b>		436-2600-0000-3660				<u>\$90,324.00</u>
a. Residential-Low	\$4,294.00	/ unit	Y	<u>\$0.00</u>	Fee ID N1-WATR-LD	
b. Residential-High	\$1,737.00	/ unit	Y	<u>\$90,324.00</u>	Fee ID N2-WATR-HD	
c. Commercial/Industrial	\$6,731.00	/ kgpd	Y	<u>\$0.00</u>	Fee ID N5-WTR-C/I	
<b>Public Facilities Impact Fee</b>		440-2600-0000-3660				<u>\$862,316.00</u>
a. Residential-Low	\$19,710.00	/ unit	Y	<u>\$0.00</u>	Fee ID N1-PF-LD	
b. Residential-High	\$16,583.00	/ unit	Y	<u>\$862,316.00</u>	Fee ID N2-PF-HD	
c. Commercial	\$2,970.00	/ k.s.f.	Y	<u>\$0.00</u>	Fee ID N3-PF-C	
d. Industrial	\$1,315.00	/ k.s.f.	Y	<u>\$0.00</u>	Fee ID N4-PF-I	
<b>Water User Fee (Construction)</b>		720-0433-0000-3620		Y		<u>\$0.00</u>
	\$3.00	/ f.f.		<u>\$0.00</u>	Fee ID N0-CONWTF	
		plus				
	\$182.73	/ a.c.		<u>\$0.00</u>	Fee ID N0-CONWTAC	

**FRONT FOOT CHARGES** (Used to charge and reimburse fees for existing infrastructure)

The Half Pipe schedule is used to determine the front footage reimbursement to former developers for infrastructure previously installed along the front footage of the development.

The Full Pipe schedule is used to determine the oversizing reimbursement to the developer for installing water, sewer, and storm main extensions to sizes required by each master plan that are greater than the sizes required by the development. The oversized portion is the difference between the master planned size for the main and the greater of the main size required by the development or the developer's minimum responsibility for each main.

Water

801-2601-PWD0-3899

\$0.00

Water Mains - including fire hydrants, valves, valve boxes and other pertinenes.

Developer responsibility is up to and including 12" mains

		<u>Half Pipe</u>			<u>Lineal Footage</u>			
6 inch	Main	\$39.00	/	LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR06-1/2
8 inch	Main	\$41.00	/	LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR08-1/2
10 inch	Main	\$47.00	/	LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR10-1/2
12 inch	Main	\$52.00	/	LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR12-1/2
14 inch	Main	\$57.00	/	LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR14-1/2
16 inch	Main	\$62.00	/	LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR16-1/2
18 inch	Main	\$68.00	/	LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR18-1/2
20 inch	Main	\$76.00	/	LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR18-1/2
24 inch	Main	\$82.00	/	LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR24-1/2
30 inch	Main	\$91.00	/	LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR30-1/2
36 inch	Main	\$106.00	/	LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR36-1/2

## Front Foot Charges Continued

(Used to charge and reimburse fees for existing infrastructure)

**Sewer**

801-2601-PWD0-3899

\$0.00

Sewer Mains - including manhole and other pertinenes.  
Developer responsibility is up to and including 12" mains.

		<u>Half Pipe</u>			<u>Lineal Footage</u>		
6 inch	Main	\$73.00	/ LF x	N	0.0	=	\$0.00
8 inch	Main	\$75.00	/ LF x	N	0.0	=	\$0.00
10 inch	Main	\$81.00	/ LF x	N	0.0	=	\$0.00
12 inch	Main	\$83.00	/ LF x	N	0.0	=	\$0.00
15 inch	Main	\$87.00	/ LF x	N	0.0	=	\$0.00
18 inch	Main	\$93.00	/ LF x	N	0.0	=	\$0.00
21 inch	Main	\$102.00	/ LF x	N	0.0	=	\$0.00
24 inch	Main	\$106.00	/ LF x	N	0.0	=	\$0.00
27 inch	Main	\$122.00	/ LF x	N	0.0	=	\$0.00
30 inch	Main	\$144.00	/ LF x	N	0.0	=	\$0.00
33 inch	Main	\$158.00	/ LF x	N	0.0	=	\$0.00
36 inch	Main	\$178.00	/ LF x	N	0.0	=	\$0.00
39 inch	Main	\$212.00	/ LF x	N	0.0	=	\$0.00
42 inch	Main	\$265.00	/ LF x	N	0.0	=	\$0.00

Fee ID N-SS06-1/2

Fee ID N-SS08-1/2

Fee ID N-SS10-1/2

Fee ID N-SS12-1/2

Fee ID N-SS15-1/2

Fee ID N-SS18-1/2

Fee ID N-SS21-1/2

Fee ID N-SS24-1/2

Fee ID N-SS27-1/2

Fee ID N-SS30-1/2

Fee ID N-SS33-1/2

Fee ID N-SS36-1/2

Fee ID N-SS39-1/2

Fee ID N-SS42-1/2

**Street Improvements**

801-2601-PWD0-3899

\$0.00Pavement, Sidewalks & Medians

					<u>Square Footage</u>		
AC/Bike path: base		\$2.55	/ SF x	N	0.0	=	\$0.00
AC/Bike path: pvmt		\$2.50	/ SF x	N	0.0	=	\$0.00
Sidewalk: new		\$9.75	/ SF x	N	0.0	=	\$0.00
Sidewalk: replace		\$13.25	/ SF x	N	0.0	=	\$0.00
Resurfacing		\$2.55	/ SF x	N	0.0	=	\$0.00
Landscaped Median		\$20.35	/ SF x	N	0.0	=	\$0.00
Hardscaped Median		\$11.63	/ SF x	N	0.0	=	\$0.00

Fee ID N-STR-ACB

Fee ID N-STR-ACP

Fee ID N-STR-SAW

Fee ID N-STR-SMR

Fee ID N-STR-RESU

Fee ID N-STR-LANM

Fee ID N-STR-HARD

Traffic Signals (equipment only)

					<u>% of Lump Sum</u>		
Traffic Signal-3 leg	\$130,200.00	/ LS x	N	0%	=	\$0.00	Fee ID N-STR-TS3L
Traffic Signal-4 leg	\$158,500.00	/ LS x	N	0%	=	\$0.00	Fee ID N-STR-TS4L

Curb and Gutter

					<u>Lineal Footage</u>		
Curb/Gutter: new		\$25.85	/ LF x	N	0.0	=	\$0.00
Curb/Gutter: replace		\$33.40	/ LF x	N	0.0	=	\$0.00
Curb Ramps		\$1,057.63	/ LF x	N	0.0	=	\$0.00

Fee ID N-STR-C/G

Fee ID N-STR-C/GR

Fee ID N-STR-CR

## Front Foot Charges Continued

(Used to charge and reimburse fees for existing infrastructure)

**Storm Drain**

801-2601-PWD0-3899

\$0.00

Storm Mains - including manholes, catch basins and other pertinences.

Developer responsibility is up to and including 24" mains.

		<u>Half Pipe</u>		<u>Lineal Footage</u>		
18 inch	Main	\$63.00 / LF x	N	0.0	=	\$0.00 Fee ID N-SD18-1/2
21 inch	Main	\$69.00 / LF x	N	0.0	=	\$0.00 Fee ID N-SD21-1/2
24 inch	Main	\$70.00 / LF x	N	0.0	=	\$0.00 Fee ID N-SD24-1/2
27 inch	Main	\$82.00 / LF x	N	0.0	=	\$0.00 Fee ID N-SD27-1/2
30 inch	Main	\$89.00 / LF x	N	0.0	=	\$0.00 Fee ID N-SD30-1/2
33 inch	Main	\$91.00 / LF x	N	0.0	=	\$0.00 Fee ID N-SD33-1/2
36 inch	Main	\$95.00 / LF x	N	0.0	=	\$0.00 Fee ID N-SD36-1/2
42 inch	Main	\$99.00 / LF x	N	0.0	=	\$0.00 Fee ID N-SD42-1/2
48 inch	Main	\$117.00 / LF x	N	0.0	=	\$0.00 Fee ID N-SD48-1/2
54 inch	Main	\$137.00 / LF x	N	0.0	=	\$0.00 Fee ID N-SD54-1/2
60 inch	Main	\$158.00 / LF x	N	0.0	=	\$0.00 Fee ID N-SD60-1/2
66 inch	Main	\$179.00 / LF x	N	0.0	=	\$0.00 Fee ID N-SD66-1/2
72 inch	Main	\$200.00 / LF x	N	0.0	=	\$0.00 Fee ID N-SD72-1/2
78 inch	Main	\$216.00 / LF x	N	0.0	=	\$0.00 Fee ID N-SD78-1/2
84 inch	Main	\$231.00 / LF x	N	0.0	=	\$0.00 Fee ID N-SD84-1/2
90 inch	Main	\$246.00 / LF x	N	0.0	=	\$0.00 Fee ID N-SD90-1/2
96 inch	Main	\$261.00 / LF x	N	0.0	=	\$0.00 Fee ID N-SD96-1/2

NOTE: All deferred and/or estimated fees will be adjusted to the rates in effect at the time fees are paid.

The undersigned agrees to provide actual construction costs for recalculation of fees and pay any underestimated

fees prior to final acceptance. If the recalculated fees are less than the estimate, the City of Gilroy will refund the difference.

Additional plan review required by changes, additions or revisions to approved plans, reinspections and inspections outside of normal business hours will be billed as shown in the City of Gilroy's most current comprehensive fee schedule at the hourly rates in effect at the time of inspection.

Accepted by: \_\_\_\_\_

Print Name: \_\_\_\_\_

**Bridgit Koller**  
**Operational Vice President**

Date: \_\_\_\_\_

## OVERSIZING SCHEDULE

(Used to reimburse oversized infrastructure)

## Total Oversized Water, Sewer and Storm Drain Main Reimbursement

\$0.00

## Total Oversized Water Main Reimbursement

(Developer is responsible for up to and including 12" mains)

\$0.00

		Oversized Full Pipe \$/foot	Minimum 12" main Full Pipe \$/foot	Oversized Footage	Oversized Reimbursement	
14 inch	Main	\$114.00	- \$104.00	x 0.0 =	\$0.00	N
16 inch	Main	\$124.00	- \$104.00	x 0.0 =	\$0.00	N
18 inch	Main	\$135.00	- \$104.00	x 0.0 =	\$0.00	N
20 inch	Main	\$151.00	- \$104.00	x 0.0 =	\$0.00	N
24 inch	Main	\$164.00	- \$104.00	x 0.0 =	\$0.00	N
30 inch	Main	\$182.00	- \$104.00	x 0.0 =	\$0.00	N
36 inch	Main	\$211.00	- \$104.00	x 0.0 =	\$0.00	N

## Total Oversized Sewer Main Reimbursement

(Developer is responsible for up to and including 12" mains)

\$0.00

		Oversized Full Pipe \$/foot	Minimum 12" main Full Pipe \$/foot	Oversized Footage	Oversized Reimbursement	
15 inch	Main	\$174.00	- \$166.00	x 0.0 =	\$0.00	N
18 inch	Main	\$186.00	- \$166.00	x 0.0 =	\$0.00	N
21 inch	Main	\$204.00	- \$166.00	x 0.0 =	\$0.00	N
24 inch	Main	\$211.00	- \$166.00	x 0.0 =	\$0.00	N
27 inch	Main	\$244.00	- \$166.00	x 0.0 =	\$0.00	N
30 inch	Main	\$287.00	- \$166.00	x 0.0 =	\$0.00	N
33 inch	Main	\$315.00	- \$166.00	x 0.0 =	\$0.00	N
36 inch	Main	\$356.00	- \$166.00	x 0.0 =	\$0.00	N
39 inch	Main	\$423.00	- \$166.00	x 0.0 =	\$0.00	N
42 inch	Main	\$529.00	- \$166.00	x 0.0 =	\$0.00	N

## Total Oversized Storm Drain Main Reimbursement

(Developer is responsible for up to and including 24" mains)

\$0.00

		Oversized Full Pipe \$/foot	Minimum 24" main Full Pipe \$/foot	Oversized Footage	Oversized Reimbursement	
27 inch	Main	\$164.00	- \$140.00	x 0.0 =	\$0.00	N
30 inch	Main	\$177.00	- \$140.00	x 0.0 =	\$0.00	N
33 inch	Main	\$182.00	- \$140.00	x 0.0 =	\$0.00	N
36 inch	Main	\$189.00	- \$140.00	x 0.0 =	\$0.00	N
42 inch	Main	\$197.00	- \$140.00	x 0.0 =	\$0.00	N
48 inch	Main	\$233.00	- \$140.00	x 0.0 =	\$0.00	N
54 inch	Main	\$273.00	- \$140.00	x 0.0 =	\$0.00	N
60 inch	Main	\$315.00	- \$140.00	x 0.0 =	\$0.00	N

Oversizing Schedule Continued

(Used to reimburse oversized infrastructure)

Oversized Storm Drain Main Reimbmnt Continued

		<u>Oversized Full Pipe \$/foot</u>	<u>Minimum 24" main Full Pipe \$/foot</u>	<u>Oversized Footage</u>	<u>Oversized Reimbursement</u>	
66 inch	Main	\$357.00	- \$140.00	x 0.0 =	\$0.00	N
72 inch	Main	\$399.00	- \$140.00	x 0.0 =	\$0.00	N
78 inch	Main	\$431.00	- \$140.00	x 0.0 =	\$0.00	N
84 inch	Main	\$461.00	- \$140.00	x 0.0 =	\$0.00	N
90 inch	Main	\$492.00	- \$140.00	x 0.0 =	\$0.00	N
96 inch	Main	\$522.00	- \$140.00	x 0.0 =	\$0.00	N

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RECORDING REQUESTED BY:

City of Gilroy

WHEN RECORDED, MAIL TO:

Shawna Freels  
City of Gilroy  
7351 Rosanna Street  
Gilroy, CA 95020

**23781391**

**Regina Alcomendras**  
Santa Clara County - Clerk-Recorder

10/20/2017 10:13 AM

**Titles: 1      Pages: 23**

Fees: \$91.00  
Taxes: \$0  
Total: \$91.00



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(SPACE ABOVE THIS LINE FOR RECORDER'S USE)

Property Improvement Agreement No. 2017-04  
WILD CHESTNUT – Tract 10301  
APN: 808-18-014 AND 808-18-018  
CalAtlantic Group, Inc. a Delaware Corporation  
And  
Filice Family Estate, a California Limited Partnership

**PROPERTY IMPROVEMENT AGREEMENT  
RESIDENTIAL**

**AGREEMENT FOR EXTENSIONS OF WATER DISTRIBUTION SYSTEMS:  
IMPROVEMENT OF STREETS: INSTALLATION OF SEWERS, STORM  
DRAINS AND OTHER PUBLIC WORKS FACILITIES  
Property Improvement Agreement No. 2017-04**

This Property Improvement Agreement ("Agreement") is made and entered into this 18<sup>th</sup> day of September, 2017, by and between the City of Gilroy, a municipal corporation, herein called the "City," Filice Family Estate, herein called the "Owner" and CalAtlantic Group, Inc. a Delaware Corporation herein called the "Developer".

WHEREAS, a final map of subdivision, record of survey or building permit (Site Clearance) application has now been submitted to the City for approval and acceptance, covering certain real estate and property improvements known as and called: Wild Chestnut, APN: 808-18-014 and 808-18-018, a legal description of which is attached hereto and incorporated herein as Exhibit "A" (the "Property"), and as described in the project improvement plans entitled Improvement Plans for Wild Chestnut Tract 10301.

WHEREAS, the Developer is the fee owner of the Property and requires certain utilities and public works facilities in order to service the Property under the minimum standards established by the City and,

WHEREAS, the City, by and through its City Council, has enacted certain Codes, Ordinances and Resolutions and certain Rules and Regulations have been promulgated concerning the subject matter of this Agreement and,

WHEREAS, the City has certain responsibilities for maintenance and operation of such utilities and public service facilities after acceptance by City, and for providing the necessary connecting system, general plant and appurtenances, and the City is agreeing to discharge those responsibilities, provided that Developer has faithfully and fully complied with all of the terms, covenants, conditions to be performed by Developer pursuant to this Agreement.

NOW THEREFORE, in consideration of the foregoing premises and in order to carry on the intent and purpose of said Codes, Ordinances, Resolutions and Regulations and established policies of the City and the laws of the State of California and the United States of America it is agreed by and between the parties as follows:

**SECTION 1**

That all Codes, Ordinances, Resolutions, Rules and Regulations and established policies of the City and the laws of the State of California and the United States of America concerning the subject matter of this Agreement are hereby referred to and incorporated herein to the same effect as if they were set out at length herein. Said Codes, Ordinances, Resolutions, Rule and Regulations include, but are not limited to, the following: the Code of the City of Gilroy, the current Zoning Ordinance, and the currently adopted Uniform Building Code.

## SECTION 2

The Developer agrees:

- a. To perform each and every provision required by the City to be performed by the Developer in each and every one of said Codes, Ordinances, Resolution, Rules and other Regulations and established policies of the City and the laws of the State of California and the United States of America, including without limitation, the California Labor Code and California Public Contract Code. Developer further agrees and acknowledges that it is its obligation to determine whether, and to what extent, the work performed under this Agreement is subject to any Codes, Ordinances, Resolutions, Rules and other Regulations and established policies of the City and the laws of the State of California, the United States of America, the California Labor Code and Public Contract Code relating to public contracting and prevailing wage laws.
- b. To grant to the City without charge, free and clear of encumbrances, any and all easements and rights of way in and to the Property necessary for the City in order that its water, electricity, and/or sewer lines in or to said Property may be extended.
- c. To indemnify, defend with counsel of City's choice and hold the City free and harmless from all suits, fees, claims, demands, causes of action, costs, losses, damages, liabilities and expenses (including without limitation attorneys' fees) incurred by City in connection with (i) any damage done to any utility, public facility or other material or installation of the City on said Property which the Developer or any contractor or subcontractor of the Developer, or any employee of the foregoing, shall do in grading or working upon said Property; or (ii) arising or resulting directly or indirectly from any act or omission of Developer or Developer's contractors, or subcontractors, or any employee of the foregoing in connection with the work performed by them in connection with this Agreement, including without limitation all claims relating to injury or death of any person or damage to any property.
- d. To construct and improve all public works facilities and other improvements described in this Agreement and the improvement plans submitted to the City of Gilroy in furtherance of this Agreement on file with the City of Gilroy. All construction and improvements shall be completed in accordance with all standards established in the Codes, Ordinances, Resolutions, Rules and Regulations and established policies of the City and the laws of the State of California and the United States of America and this agreement, and in accordance with the grades, plans, and specifications approved by the City Engineer. Developer shall furnish two good and sufficient bonds, a Payment Bond on a form provided by the City and a Faithful Performance Bond, both of which shall be secured from a surety company admitted to do business in California. Each bond shall set forth a time period for performance by the contractor of its obligations and the terms and conditions on which the City may obtain the proceeds of the bond.

The Faithful Performance Bond shall be in an amount not less than one hundred percent (100%) of the total estimated amount payable for the improvements described in this Agreement, and shall secure payment to City and the Developer of any loss due to the default of the contractor or its inability or refusal to perform its contract. The performance bond shall by its terms remain in full force and effect for a period of not less than one year after completion of the improvements by Developer and acceptance of the improvements by City, to guarantee the repair and replacement of defective material and faulty workmanship. Upon completion of the improvements by Developer and acceptance of the improvements by City, Developer may substitute for the performance bond securing maintenance described above, a separate maintenance bond issued by an admitted surety in

the amount of ten percent (10%) of the total contract price of the improvements (provided that the amount of said bond shall not be less than One Thousand Dollars (\$1,000) to cover the one-year maintenance period.

The Payment Bond shall be in an amount not less than one hundred percent (100%) of the total estimated amount payable for the improvements described in this Agreement. The Payment Bond shall secure the payment of those persons or entities to whom the Developer may become legally indebted for labor, materials, tools, equipment or services of any kind used or employed by the contractor or subcontractor in performing the work, or taxes or amounts to be withheld thereon. The Payment Bond shall provide that the surety will pay the following amounts should the Contractor or a Subcontractor fail to pay the same, plus reasonable attorneys' fees to be fixed by the court if suit is brought upon the bond: (1) amounts due to any of the persons named in California Civil Code Section 9100; (2) amounts due under the Unemployment Insurance Code with respect to work or labor performed for the improvements described in this Agreement; and (3) any amounts required to be deducted, withheld, and paid over to the Employment Development Department from the wages of employees of the Contractor and Subcontractors pursuant to Section 13020 of the Unemployment Insurance Code with respect to the work and labor. The Payment Bond shall, by its terms, inure to the benefit of any of the persons named in Civil Code Section 3181 so as to give a right of action to those persons or their assigns in any suit brought upon the bond.

Simultaneously with the submission of its building permit application (Site Clearance), the Developer shall submit the following for both the surety that furnishes the Payment Bond and the surety that furnishes the Faithful Performance Bond: (1) a current printout from California Department of Insurance's website ([www.insurance.ca.gov](http://www.insurance.ca.gov)) showing that the surety is admitted to do business in the State; or (2) a certificate from the Clerk of the County of Santa Clara that the surety's certificate of authority has not been surrendered, revoked, canceled, annulled, or suspended or in the event that it has, that renewed authority has been granted.

- e. Except as otherwise expressly provided in this Agreement, all plan check and inspection fees which are payable by Developer pursuant to the attached comprehensive fee schedule are due and payable to the City prior to Council approval of the final map of the subdivision. Upon approval of the record of survey or the building permit covering the real estate to be improved and before any work is done therein, the Developer shall pay to the City all other sums payable by Developer pursuant to the attached comprehensive fee schedule.
- f. At all times during the term of this Agreement and until the improvements constructed by Developer are accepted by City, Developer shall, at no cost to City obtain and maintain (a) a policy of general liability and property damage insurance in the minimum amount of One Million Dollars (\$1,000,000), combined single limit for both bodily injury and property damage; (b) workers' compensation insurance as required by law; and (c) broad form "Builder's Risk" property damage insurance with limits of not less than 100% of the estimated value of the improvements to be constructed by Developer pursuant to this Agreement.

All such policies shall provide that thirty (30) days written notice must be given in advance to City prior to termination, cancellation or modification. The insurance specified in (a) above shall name City as an additional insured and the insurance specified in (c) shall name City as a loss payee, and shall provide that City, although an additional insured or loss payee, may recover for any loss suffered by reason of the acts or omissions of Developer or Developer's contractors or subcontractors or their respective employees. Developer hereby waives, and Developer shall cause each of its contractors and subcontractors to waive, all rights to recover against City for any loss or

damage arising from a cause covered by the insurance required to be carried pursuant to this Agreement or actually carried by Developer in connection with the work described in this Agreement, and will cause each insurer to waive all rights of subrogation against City in connection therewith. All policies shall be written on an occurrence basis and not on a claims made basis and shall be issued by insurance companies acceptable to City. Prior to commencing any work pursuant this Agreement, Developer shall deliver to City the insurance company's certificate evidencing the required coverage, or if required by City a copy of the policies obtained.

### SECTION 3

That all the provisions of this Agreement and all work to be done pursuant to the terms of this Agreement are to be completed to City's satisfaction within one year from and after the date and year of this Agreement first above written. Developer shall maintain such public works facilities and other improvements described in this Agreement at Developer's sole cost and expense at all times prior to acceptance by City in a manner which will preclude any hazard to life or health or damage to property.

### SECTION 4

That the faithful and prompt performance by the Developer of each and every term and condition contained herein is made an express condition precedent to the duty of the City to perform any act in connection with this transaction, and the failure, neglect or refusal of the Developer to so perform, or to pay any monies due hereunder when due shall release the City from any and all obligations hereunder and the City, at its election, may enforce the performance of any provision herein, or any right accruing to the City or may pursue any remedy whatsoever it may have under applicable laws or the Codes, Ordinances, Resolutions, Rules and Regulations of the City, in the event of any such default by Developer.

### SECTION 5

That this Agreement, including without limitation the general stipulations outlined in Section 6 below, is an instrument affecting the title or possession of the real property and runs with the land. Except as expressly provided in the second sentence of Item 9 of the general stipulations set forth in Section 6 below (relating to the payment of reimbursement to the original Developer named in this Agreement), all the terms, covenants and conditions herein imposed shall be binding upon and inure to the benefit of City, Developer, the successors in interest of Developer, their respective successors and permitted assigns and all subsequent fees owners of the Property. The obligations of the Developer under this Agreement shall be the joint and several obligations of each and all of the parties comprising Developer, if Developer consists of more than one individual and/or entity. Upon the sale or division of the Property, the terms of this Agreement shall apply separately to each parcel and the fee owners of each parcel shall succeed to the obligations imposed on Developer by this Agreement.

### SECTION 6

1. That the following general stipulations shall be completed subject to the approval of the Public Works Director/City Engineer.
2. The Project shall comply with all Tentative Map conditions and applicable mitigation measures as contained in City Council Resolution 2014-19 (TM 13-08 approval).
3. All work within the public right-of-way shall be subject to the approval of the City Engineer.

4. The Developer shall perform all work in compliance with the City of Gilroy Specifications Standards Design Criteria, Glen Loma Development Agreement and Glen Loma Specific Use District and is subject to all laws of this community by reference. Street improvements and the design of all storm drainage, sewer lines, and all street sections shall be in accordance with City Standards and Glen Loma Specific Plan, Glen Loma Development Agreement and Glen Loma Backbone Plans and shall follow the most current City Master plan for streets and each utility.
5. The developer shall defend, indemnify, and hold harmless the City, its City Council, Planning Commission, agents, officers, and employees from any claim, action, or proceeding against the City or its City Council, Planning Commission, agents, officer, and employees to attack, set aside, void, or annul an approval of the City, City Council, Planning Commission, or other board, advisory agency, or legislative claim, action, or proceeding against it, and will cooperate fully in the defense. This condition is imposed pursuant to California Government Code Section 66474.9.
6. No occupancy permit shall be issued in connection with this project if the owner or developer of such development (i) is not in compliance with the City's Residential Development Ordinance (City Zoning Ordinance Sections 50.60 et seq.) referred to as the RDO, any conditions of approval issued in connection with such development or other City requirements applicable to such development; or (ii) is in default under any agreement entered into with the City in connection with such development pursuant to the RDO. The project must also comply with any of condition of exemption granted from the RDO, including but not limited to time limits in obtaining City approvals and completion of construction of the dwelling units.
7. The City shall be notified at least two (2) working days prior to the start of any construction work and at that time the contractor shall provide a project schedule and a 24-hour emergency telephone number list.
8. At least one week prior to commencement of work, the developer shall post the site and mail to owners of property within (500') Five hundred feet of the exterior boundary of the project site, to the homeowner associations of nearby residential projects and to the Engineering Division, a notice that construction work will commence on or around the stated date. The notice shall include a list of contact persons with name, title, phone number and area of responsibility. The person responsible for maintaining the list shall be included. The list shall be current at all times and shall consist of persons with authority to initiate corrective action in their area of responsibility. The names of individuals responsible for dust, noise and litter control shall be expressly identified in the notice.
9. If the developer proposes to phase construction with building occupancy, the developer shall create, for City Engineer approval prior to first occupancy, a construction staging plan that addresses the ingress and egress location for all construction vehicles, parking and material storage area separate from occupied residential units.
10. Locate and properly dispose of any wells, septic tanks and underground fuel storage facilities. NOTE: The capping of any well will require inspection by the Santa Clara Valley Water District.
11. Schedule the construction of improvements along existing public roads so that the work affecting vehicular traffic is completed with a minimum interruption to traffic.
12. All work shall be coordinated so that the existing residents on all adjacent streets have access to their properties.

13. Before construction utilizing combustible materials may proceed, an all-weather access must be provided to within 150 feet of the building site; and at least one in service fire hydrant or other water source acceptable to the Fire Marshal must be available within 150 feet of each portion of the site wherein this construction is to take place. Location of the fire hydrants will be determined by the Fire Chief.
14. A complete construction schedule, which shall include a detailed phasing plan (including traffic control for each proposed phase), shall be submitted and approved by the City Engineer prior to start of construction. Any deviation from the approved construction schedule and phasing plan shall be coordinated with the City Engineer. Deviating from the approved construction schedule and phasing plan without prior coordination with the City Engineer may prolong issuance of further building permits.
  - (a) Upon request by the City Engineer, the developer shall provide information for public outreach purposes, which may include maps and schedules for each phase of construction.
15. The developer shall obtain the required Habitat Conservation Plan (HCP) Permit and pay the applicable fees prior to the issuance of a grading permit or improvement plan approval.
16. One hard copy and electronic copy of the approved/stamped PG&E Joint Trench Composite Plans shall be submitted to the Engineering Division. Should there be a delay in obtaining the PG&E-approved joint trench plans, the Developer will be allowed to commence joint trench work "at-risk". The Developer assumes responsibility for any required redesign, and all costs associated with the redesign and additional city review resulting from the at-risk work completed without PG&E-approved joint trench plans. Design revisions and ultimate joint trench construction shall be completed to the satisfaction of the City Engineer.
17. Site preparation and fill construction shall be conducted under the observation of, and tested by, a licensed soils or geotechnical engineer. A report shall be filed with the City of Gilroy stating that all site preparation and fill construction meets the requirements of the geotechnical investigation. This shall be subject to review and approval by the Building Division. [CBC]
18. All grading operations and soil compaction activities shall be per the approved soils report and shall meet with the approval of the City Engineer.
19. New and existing utility lines, appurtenances, and associated equipment, including but not limited to electrical transmission, street lighting, and cable television shall be required to be placed underground. [Municipal Code Section 21, Article V]
20. Construction activity shall be restricted to the period between 7:00 a.m. to 7:00 p.m. Mondays through Fridays, Saturday 9:00 a.m. to 7:00 p.m. No work shall be done on Sundays and City Holidays. The City Engineer will apply additional construction period restrictions, as necessary, to accommodate standard commute traffic along arterial roadways and along school commute routes.
21. Any damage resulting from project construction operations to existing city infrastructure on or adjacent to the subject property shall be repaired to the satisfaction of the City Engineer, at the full expense of the developer/contractor. This shall include slurry seal, overlay, street reconstruction, and repair to curb, gutter and sidewalk, driveway approach if reasonably deemed warranted by the City Engineer.

22. This project is subject to post-construction stormwater quality requirements per Section 27D of the Gilroy Municipal Code.

23. Storm water BMP Operation and Maintenance Agreement

- (a) Prior to the issuance of any building permit requiring stormwater management BMPs or as otherwise determined by the City Engineer, the owner(s) of the site shall enter into a formal written Stormwater BMP Operation and Maintenance Agreement with the City. The City shall record this agreement, against the property or properties involved, with the County of Santa Clara and it shall be binding on all subsequent owners of land served by the storm water management treatment BMPs. The City-standard Stormwater BMP Operation and Maintenance Agreement will be provided by Public Works Engineering.
- (b) This Agreement shall require that the BMPs not be modified and BMP maintenance activities not alter the designed function of the facility from its original design unless approved by the City prior to the commencement of the proposed modification or maintenance activity.
- (c) This Agreement shall also provide that in the event that maintenance or repair is neglected, or the stormwater management facility becomes a danger to public health or safety, the city shall have the authority to perform maintenance and/or repair work and to recover the costs from the owner.
- (d) All on-site stormwater management facilities shall be operated and maintained in good condition and promptly repaired/replaced by the property owner(s), an owners' or homeowners' association or other legal entity approved by the City.
- (e) Any repairs or restoration/replacement and maintenance shall be in accordance with City-approved plans.
- (f) The property owner(s) shall develop a maintenance schedule for the life of any stormwater management facility and shall describe the maintenance to be completed, the time period for completion, and who shall perform the maintenance. This maintenance schedule shall be included with the approved Stormwater Runoff Management Plan.

24. Stormwater BMP Inspections will be required for this project and shall adhere to the following:

- (a) The property owner(s) shall be responsible for having all stormwater management facilities inspected for condition and function by a knowledgeable third party.
- (b) Unless otherwise required by the City Engineer or designee, stormwater facility inspections shall be done at least twice per year, once in Fall, in preparation for the wet season, and once in Winter. Written records shall be kept of all inspections and shall include, at minimum, the following information:
  - 1. Site address;
  - 2. Date and time of inspection;
  - 3. Name of the person conducting the inspection;
  - 4. List of stormwater facilities inspected;
  - 5. Condition of each stormwater facility inspected;
  - 6. Description of any needed maintenance or repairs; and
  - 7. As applicable, the need for site re-inspection.

- (c) Upon completion of each inspection, an inspection report shall be submitted to Public Works Engineering no later than October 1st for the Fall report, and no later than March 15th of the following year for the Winter report.
25. A minimum of one exterior monument shall be set. Additional monuments can be required by the City Engineer or City Surveyor as deemed necessary. Location of monuments shall be tied out prior to work.
26. In accordance with the California Professional Land Surveyors' Act (Business and Professions Code) Chapter 15 Sections 8771 and 8725, California Penal Code 605, and California Government Code 27581, the developer, their employees, subcontractors, and/or any person performing construction activities that will or may disturb an existing roadway/ street monument, corner stake, or any other permanent surveyed monument shall show all current monuments on the plans and shall ensure that a Corner Record and/or Record of Survey are filed with the County Surveyor Office prior to disturbing said monuments. All disturbed or destroyed monuments shall be reset and filed in compliance with Section 8771 at the developer's sole expense.
27. If there are any reimbursements payable to the Owner, they must be specifically identified in this Agreement. Any such reimbursements shall be payable to the original Owner named in this Agreement above, and shall not inure to the benefit of any subsequent owners of all or any portion of the Property. All reimbursements payable to Owner shall be subject to the City's reimbursement policies and ordinances in effect from time to time, including without limitation any expiration dates identified in such policies and ordinances. Such reimbursement shall be solely contingent upon the availability of the City's Traffic Impact Fee Funds and in no case shall the reimbursement be paid beyond ten (10) years after the execution of the Agreement. In addition to any other conditions, requirements and limitations set forth in the City's reimbursement policies and ordinances from time to time, (i) in no event shall any reimbursements be payable to Owner if City determines in its sole and absolute discretion from time to time that there are not sufficient reserves then on hand in the specific reimbursement fund from which Owner's reimbursement is payable, over and above any amounts anticipated to be required to be expended from such reimbursement fund, which reserves, at a minimum, are equal to at least half of the remaining average yearly anticipated expenditures of such reimbursement fund as determined by City from time to time; (ii) City may, in its sole and absolute discretion, make partial reimbursement payments to Owner in yearly increments, as determined by City; and (iii) City may defer payments in any given year if projects deemed by City to be of high importance are determined by City, in its sole and absolute discretion, to be warranted or necessary, and the funds in such reimbursement fund are designated by the City for use on such projects of high importance.
- a. If applicable, recycled water system improvements completed by this tract will not be reimbursed until a recycled water reimbursement agreement is fully executed with the City and until such time as the City fully executes a separate recycled water reimbursement agreement with the Santa Clara Valley Water District.
28. No occupancy permits shall be issued (except for nine model homes) for the future three neighborhoods, Wild Chestnut, Montonico and Home Ranch, and no model homes will be allowed to open until the Santa Teresa/Ballybunion/Luchessa Roundabout's ultimate roadway

improvements are complete and all vehicular movements are open to traffic as determined by the City Engineer.

29. The developer shall upgrade Booster Station 5's firm capacity to 2,000 gpm, and total capacity to 3,000 gpm or as otherwise reasonably determined by further engineering analysis and approved by the Director of Public Works. The upgrade shall be operational prior to the 350<sup>th</sup> pressure Zone II building final or as otherwise reasonably determined by the Public Works Director. If such improvements are determined necessary, the share of the cost of such improvements shall be determined based on the ratio of the build-out demands between Glen Loma Ranch Zone II lands and any other future users accounted for in the engineering analysis.

30. The pump station shall be inspected by the City's Electrical Engineer prior to improvements being accepted.

#### SECTION 7

That the attached Development Cost Schedule enumerates all fees and their extensions.

TOTAL AMOUNT DUE CITY                      \$ 2,338,048.46 (Minimum, actual amount to be determined)

CITY OF GILROY


DEVELOPER

CalAtlantic Group, Inc. a Delaware Corporation

By:

  
Gabriel A. Gonzalez  
City Administrator

By:

  
Name: DAVID KOWALE

Date:

9/20/17

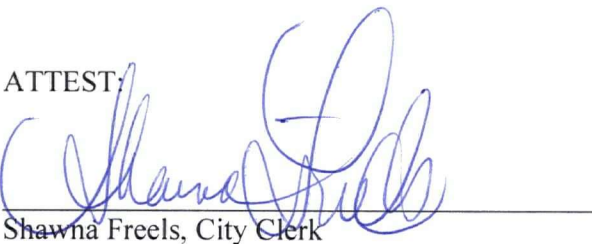
Title:

OPERATIONAL VP.

Date:

8/28/17

ATTEST:

  
Shawna Freels, City Clerk

Owner

FILICE Family Estate  
A CA. LIMITED Partnership  
CUGNI, CALABRIA LLC

By:

 MANAGER

Name:

John M. Filice OR  
MANAGER AUTHORIZED  
REPRESENTATIVE

APPROVED AS TO FORM:

Title: \_\_\_\_\_



\_\_\_\_\_  
Andrew L. Faber, City Attorney

Date: \_\_\_\_\_

NOTE: If Developer is a corporation, the complete legal name and corporate seal of the corporation and the corporate titles of the persons signing for the corporation shall appear above.

[ATTACH EXHIBIT A – LEGAL DESCRIPTION]

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

STATE OF CALIFORNIA

COUNTY OF Alameda

On August 28, 2017, before me, Mandi M. Misasi, Notary Public  
(here insert name and title of the officer)

personally appeared Bridgit Koller,

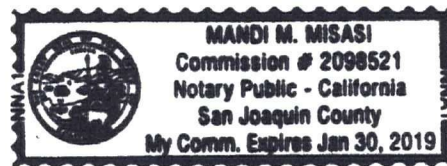
who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.



Signature



(SEAL)

**CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT**

**CIVIL CODE § 1189**

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California )  
 County of Santa Clara )  
 On August 30, 2017 before me, Rosanna Argüelles-Patton, Notary Public  
 Date Here Insert Name and Title of the Officer  
 personally appeared John M. Filice, Jr.  
 Name(s) of Signer(s)

who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.



Signature R. Argüelles-Patton  
 Signature of Notary Public

Place Notary Seal Above

**OPTIONAL**

Though this section is optional, completing this information can deter alteration of the document or fraudulent reattachment of this form to an unintended document.

**Description of Attached Document**

Title or Type of Document: Property Improvement Agreement Document Date: Sept. 18, 2017  
 Number of Pages: 11 w/ Exhibit A p. 1-9 Signer(s) Other Than Named Above: No. 2017-04

**Capacity(ies) Claimed by Signer(s)**

Signer's Name: John M. Filice Jr.  
☒ Corporate Officer — Title(s): Manager Authorized Rep.  
☐ Partner — ☐ Limited ☐ General  
☐ Individual ☐ Attorney in Fact  
☐ Trustee ☐ Guardian or Conservator  
☐ Other: \_\_\_\_\_  
 Signer Is Representing: Filice Family Estate

Signer's Name: \_\_\_\_\_  
☐ Corporate Officer — Title(s): \_\_\_\_\_  
☐ Partner — ☐ Limited ☐ General  
☐ Individual ☐ Attorney in Fact  
☐ Trustee ☐ Guardian or Conservator  
☐ Other: \_\_\_\_\_  
 Signer Is Representing: \_\_\_\_\_

## **"EXHIBIT A"**

### **LEGAL DESCRIPTION**

All that real property situated in the City of Gilroy, County of Santa Clara, State of California, being "Parcel A", "Parcel B", "Parcel C", "Parcel D" and "Parcel E" as shown on the parcel map filed September 16, 1983 in book 517 of maps, pages 48 and 49, records of Santa Clara County, California and "designated remainder C" as shown on the parcel map filed January 25, 2001 in book 736 of maps, pages 26 through 29, records of Santa Clara County, California.

CITY OF GILROY  
PUBLIC WORKS DEPARTMENT  
ENGINEERING DIVISION  
COST ESTIMATE  
EFFECTIVE 7/1/2017

ENCOMPASS NO: E1 **15070030** Revised:  
DATE: 03-Aug-17 Revision Number:  
NUMBER: Wild Chestnut TR 10301 @ Glen Loma Ranch Revision By:  
PROJECT LOCATION: Santa Teresa & Ballybunion  
PARCEL NUMBER: 808-18-018 & 808-18-014  
OWNER/DEVELOPER: Glen Loma Corporation  
MAILING ADDRESS: 7888 Wren Ave. Ste D143 Gilroy, CA 95020  
TELEPHONE NO: 408-847-4224  
PREPARED BY: Claudia Moran-Garcia

Account No.	Key Code	Fee:	Credits:	Amount Due:	Account Description	Paid on Invoice #
100-2601-0000-3625	4904	\$2,806.90		\$2,806.90	Special Public Works Serv	
100-2601-0000-3605	4702	\$462,842.94	40% Pln Chk Inps \$185,137.18	\$277,705.76	Eng Plan Check & Insp	
420-2600-0000-3660	4501	\$5,188.80		\$5,188.80	Storm Development Fee	
432-2600-0000-3660	3301	\$0.00		\$0.00	Str Tree Development Fee	
433-2600-0000-3660	4905	\$482,632.00		\$482,632.00	Traffic Impact Fee	
435-2600-0000-3660	4509	\$537,543.00		\$537,543.00	Sewer Development Fee	
436-2600-0000-3660	4510	\$184,642.00		\$184,642.00	Water Development Fee	
440-2600-0000-3660	4515	\$847,530.00		\$847,530.00	Public Facility Fee	
720-0433-0000-3620	2202	\$0.00		\$0.00	Const Water Use Fee	
801-2601-PWD0-3899	4703	\$0.00		\$0.00	Reimbursements	
801-2601-PWD0-3899	4703	\$0.00		\$0.00	Other Reimbursements	
Total				<u>\$2,338,048.46</u>		

Payment Bond Amount for all improvements \$5,435,035  
Performance Bond Amount for all improvements \$5,435,035

CITY OF GILROY  
COMMUNITY DEVELOPMENT DEPARTMENT  
ENGINEERING DIVISION  
COST ESTIMATE

ENCOMPASS NO:	E1	<b>15070030</b>
DATE:		3-Aug-2017
NUMBER:		Wild Chestnut TR 10301 @ Glen Loma Ranch
PROJECT LOCATION:		Santa Teresa & Ballybunion
PARCEL NUMBER:		808-18-018 & 808-18-014
OWNER/DEVELOPER:		Glen Loma Corporation
MAILING ADDRESS:		7888 Wren Ave. Ste D143 Gilroy, CA 95020
TELEPHONE NO:		408-847-4224
PREPARED BY:		Claudia Moran-Garcia

COST SCHEDULE TYPE:	FINAL ENGINEERING	
DEFER PUBLIC FACILITY FEE ?	COST ESTIMATE ? <u>Y</u> PLAN CHECK ? <u>N</u>	INCENTIVE AGREEMENT ONLY ? <u>N</u>
DEFER SEWER, WATER, TRAFFIC FEES ?		TO PERMIT ? <u>N</u> TO FINAL ? <u>N</u>
		TO PERMIT ? <u>N</u> TO FINAL ? <u>N</u>

NOTE: This Preliminary Cost Schedule is an estimate and will be adjusted to the rates in effect at the time permits are issued.

Site Information:	Gross Acres:	Lots:	Units:	Sq Ft:
Residential-Low ?	9.200	67	43	
Residential-High ?	0.000	0		
Commercial-Low ?	0.000	0		0
Commercial-High ?	0.000	0		0
Industrial-General ?	0.000	0		0
Industrial-Warehouse ?	0.000	0		0
Assembly Hall?	0.000	0		0
Common Area?	0.000			0

Commercial/Industrial Allocations:	Sewer GPD:	Water GPD:
	0	0

Reimbursements and credits:

Front Footage/Square Footage Charges

Street Tree FF:	Water FF:	Sewer FF:	Storm FF:	Const Water Acres to be Developed:
0.0	0.0	0.0	0.0	0.000
Pavement SF:	Median SF:	Sidewalk SF:	Curb/Gutter FF:	Construction Water FF:
0.0	0.0	0.0	0.0	0.0

<b>SPECIAL PUBLIC WORKS SERVICES</b>	100-2601-0000-3625	<b>\$2,806.90</b>
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Maps:

Final Map	\$1,755.00 +	\$15.70 / lot	Y	\$2,806.90	Fee ID N0-FINALM
Parcel Map	\$2,035.00 +	\$630.00 / lot	N	\$0.00	Fee ID N0-PARCELM
Re-assessment Map (Assessment District Parcels)	\$1,710.00 +	\$630.00 / lot	N	\$0.00	Fee ID N-ASSESM

Administration Fees:

(Cost Schedules, Agreements, R/W Reviews and Other Misc. Services)

0 hr Misc Services	\$185.00 / hr.	Y	\$0.00	Fee ID N-MISC
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Special Staff Analysis

0 hr Special Analysis	\$143.44 / hr.	N	\$0.00
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COST SCHEDULE Fees and Revised January 20, 2012	PROJECTS/Tract 2 Tr 10301- Wild Chestnut (GLR)/Fees_Invoicing/Dev Fees 7-1-2017_Wild Chestnut - 8-3-17
ENGINEERING PLAN CHECK & INSPECTION	100-2601-0000-3605 COST ESTIMATE <b>\$462,842.94</b>
	ACTUAL COST OF PUBLIC IMPROVEMENTS FINAL ENGINEERING PLAN CHECK <b>\$0.00</b>

At time of Improvement Plan/Final Map submittal 40% of fee is due for Plan Check. Remainder 60% due prior to submittal of Final Map for Council approval

## Additional Plan Review After First Three Submittals or Review of Changes, Additions or Revisions to Approved Plans

_____ 0 hr Additional Plan Review	\$143.44	/	hr.	N	_____ \$0.00	Fee ID N0-GRADINS
(2 Hour Minimum)						

Re-Inspection Fee						
_____ 0 hr Re-Inspection	\$125.00	/	hr.	N	_____ \$0.00	Fee ID N0-GRADINS

Inspections outside of normal business hours						
_____ 0 hr Inspection	\$475.00	+	\$160.00	/	hr. after 3hrs	N _____ \$0.00

					COST ESTIMATE		ACTUAL COST	DIFFERENCE	
(Based on total cost of improvements)					\$5,435,035		\$0		(\$462,842.94)
Estimated Cost of Improvements					\$12,600.00	Y	\$0.00	Fee ID N0-PCKINSP	
12.6%	\$0		\$100,000	Y	\$12,600.00	Y	\$0.00		
10.5%	\$100,000		\$200,000	Y	\$10,500.00	Y	\$0.00		
8.4%	over		\$200,000	Y	\$439,742.94	Y	\$0.00		
Payment Bond Amount for all improvements					\$5,435,035				
Performance Bond Amount for all improvements					\$5,435,035				

## IMPACT FEES

<b>Storm Drain Impact Fee</b>	420-2600-0000-3660					<u>\$5,188.80</u>
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a. Residential-Low	\$564.00	/	acre	Y	_____ \$5,188.80	Fee ID N0-SD-LD
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b. Residential-High	\$886.00	/	acre	Y	_____ \$0.00	Fee ID N0-SD-HD
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c. Commercial	\$1,528.00	/	acre	Y	_____ \$0.00	Fee ID N0-SD-C
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d. Industrial	\$1,128.00	/	acre	Y	_____ \$0.00	Fee ID N0-SD-I
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e. Assembly Hall	\$564.00	/	acre	Y	_____ \$0.00	Fee ID N0-SD-AH
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<b>Street Tree Fee</b>	432-2600-0000-3660					<u>\$0.00</u>
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a. City Planting and Replacement	\$3.06	/	f.f. x	N	_____ 0.0 = _____ \$0.00	Fee ID N0-TREEPLT
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b. Inspection and Replacement	\$0.41	/	f.f. x	Y	_____ 0.0 = _____ \$0.00	Fee ID N0-TREEINS
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<b>Traffic Impact Fee</b>	433-2600-0000-3660					<u>\$482,632.00</u>
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a. Residential-Low	\$11,224.00	/	unit	Y	_____ \$482,632.00	Fee ID N1-TRAF-LD
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b. Residential-High	\$9,099.00	/	unit	Y	_____ \$0.00	Fee ID N2-TRAF-HD
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c. Commercial-Low Traffic ( < 10.75 trips/1000 sf)	\$12,419.00	/	k.s.f.	Y	_____ \$0.00	Fee ID N3-TRAF-CL
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d. Commercial-High Traffic ( >= 10.75 trips/1000 sf)	\$25,087.00	/	k.s.f.	Y	_____ \$0.00	Fee ID N3-TRAF-CH
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e. Industrial-General	\$4,921.00	/	k.s.f.	Y	_____ \$0.00	Fee ID N4-TRAF-IG
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f. Industrial-Warehouse	\$3,567.00	/	k.s.f.	Y	_____ \$0.00	Fee ID N4-TRAF-IW
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<b>Sewer Impact Fee</b>		435-2600-0000-3660			<u>\$537,543.00</u>
a.Residential-Low	\$12,501.00 / unit	Y	<u>\$537,543.00</u>	Fee ID N1-SS-LD	
b.Residential-High	\$6,764.00 / unit	Y	<u>\$0.00</u>	Fee ID N2-SS-HD	
c.Commercial/Industrial	\$3,956.00 / cgp	Y	<u>\$0.00</u>	Fee ID N5-SS-C/I	
<b>Water Impact Fee</b>		436-2600-0000-3660			<u>\$184,642.00</u>
a.Residential-Low	\$4,294.00 / unit	Y	<u>\$184,642.00</u>	Fee ID N1-WATR-LD	
b.Residential-High	\$1,737.00 / unit	Y	<u>\$0.00</u>	Fee ID N2-WATR-HD	
c.Commercial/Industrial	\$6,731.00 / kgpd	Y	<u>\$0.00</u>	Fee ID N5-WTR-C/I	
<b>Public Facilities Impact Fee</b>		440-2600-0000-3660			<u>\$847,530.00</u>
a.Residential-Low	\$19,710.00 / unit	Y	<u>\$847,530.00</u>	Fee ID N1-PF-LD	
b.Residential-High	\$16,583.00 / unit	Y	<u>\$0.00</u>	Fee ID N2-PF-HD	
c.Commercial	\$2,970.00 / k.s.f.	Y	<u>\$0.00</u>	Fee ID N3-PF-C	
d.Industrial	\$1,315.00 / k.s.f.	Y	<u>\$0.00</u>	Fee ID N4-PF-I	
<b>Water User Fee (Construction)</b>		720-0433-0000-3620		Y	<u>\$0.00</u>
	\$3.00 / f.f.		<u>\$0.00</u>	Fee ID N0-CONWTF	
	plus				
	\$182.73 / a.c.		<u>\$0.00</u>	Fee ID N0-CONWTAC	

**FRONT FOOT CHARGES**

(Used to charge and reimburse fees for existing infrastructure)

The Half Pipe schedule is used to determine the front footage reimbursement to former developers for infrastructure previously installed along the front footage of the development.

The Full Pipe schedule is used to determine the oversizing reimbursement to the developer for installing water, sewer, and storm main extensions to sizes required by each master plan that are greater than the sizes required by the development. The oversized portion is the difference between the master planned size for the main and the greater of the main size required by the development or the developer's minimum responsibility for each main.

<b>Water</b>		801-2601-PWD0-3899			<u>\$0.00</u>
Water Mains - including fire hydrants, valves, valve boxes and other pertinences.					
Developer responsibility is up to and including 12" mains					
		<u>Half Pipe</u>		<u>Lineal Footage</u>	
6 inch Main	\$39.00 / LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR06-1/2
8 inch Main	\$41.00 / LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR08-1/2
10 inch Main	\$47.00 / LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR10-1/2
12 inch Main	\$52.00 / LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR12-1/2
14 inch Main	\$57.00 / LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR14-1/2
16 inch Main	\$62.00 / LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR16-1/2
18 inch Main	\$68.00 / LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR18-1/2
20 inch Main	\$76.00 / LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR18-1/2
24 inch Main	\$82.00 / LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR24-1/2
30 inch Main	\$91.00 / LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR30-1/2
36 inch Main	\$106.00 / LF x	N	<u>0.0</u>	=	<u>\$0.00</u> Fee ID N-WR36-1/2

## Front Foot Charges Continued

(Used to charge and reimburse fees for existing infrastructure)

Sewer				801-2601-PWD0-3899		\$0.00	
Sewer Mains - including manhole and other pertinences. Developer responsibility is up to and including 12" mains.							
		<u>Half Pipe</u>			<u>Lineal Footage</u>		
6 inch	Main	\$73.00 / LF x	N	0.0	=	\$0.00	Fee ID N-SS06-1/2
8 inch	Main	\$75.00 / LF x	N	0.0	=	\$0.00	Fee ID N-SS08-1/2
10 inch	Main	\$81.00 / LF x	N	0.0	=	\$0.00	Fee ID N-SS10-1/2
12 inch	Main	\$83.00 / LF x	N	0.0	=	\$0.00	Fee ID N-SS12-1/2
15 inch	Main	\$87.00 / LF x	N	0.0	=	\$0.00	Fee ID N-SS15-1/2
18 inch	Main	\$93.00 / LF x	N	0.0	=	\$0.00	Fee ID N-SS18-1/2
21 inch	Main	\$102.00 / LF x	N	0.0	=	\$0.00	Fee ID N-SS21-1/2
24 inch	Main	\$106.00 / LF x	N	0.0	=	\$0.00	Fee ID N-SS24-1/2
27 inch	Main	\$122.00 / LF x	N	0.0	=	\$0.00	Fee ID N-SS27-1/2
30 inch	Main	\$144.00 / LF x	N	0.0	=	\$0.00	Fee ID N-SS30-1/2
33 inch	Main	\$158.00 / LF x	N	0.0	=	\$0.00	Fee ID N-SS33-1/2
36 inch	Main	\$178.00 / LF x	N	0.0	=	\$0.00	Fee ID N-SS36-1/2
39 inch	Main	\$212.00 / LF x	N	0.0	=	\$0.00	Fee ID N-SS39-1/2
42 inch	Main	\$265.00 / LF x	N	0.0	=	\$0.00	Fee ID N-SS42-1/2
Street Improvements				801-2601-PWD0-3899		\$0.00	
<u>Pavement, Sidewalks &amp; Medians</u>				<u>Square Footage</u>			
AC/Bike path: base		\$2.55 / SF x	N	0.0	=	\$0.00	Fee ID N-STR-ACB
AC/Bike path: pvmt		\$2.50 / SF x	N	0.0	=	\$0.00	Fee ID N-STR-ACP
Sidewalk: new		\$9.75 / SF x	N	0.0	=	\$0.00	Fee ID N-STR-S/W
Sidewalk: replace		\$13.25 / SF x	N	0.0	=	\$0.00	Fee ID N-STR-S/WR
Resurfacing		\$2.55 / SF x	N	0.0	=	\$0.00	Fee ID N-STR-RESU
Landscaped Median		\$20.35 / SF x	N	0.0	=	\$0.00	Fee ID N-STR-LANM
Hardscaped Median		\$11.63 / SF x	N	0.0	=	\$0.00	Fee ID N-STR-HARD
<u>Traffic Signals (equipment only)</u>				<u>% of Lump Sum</u>			
Traffic Signal-3 leg		\$130,200.00 / LS x	N	0%	=	\$0.00	Fee ID N-STR-TS3L
Traffic Signal-4 leg		\$158,500.00 / LS x	N	0%	=	\$0.00	Fee ID N-STR-TS4L
<u>Curb and Gutter</u>				<u>Lineal Footage</u>			
Curb/Gutter: new		\$25.85 / LF x	N	0.0	=	\$0.00	Fee ID N-STR-C/G
Curb/Gutter: replace		\$33.40 / LF x	N	0.0	=	\$0.00	Fee ID N-STR-C/GR
Curb Ramps		\$1,057.63 / LF x	N	0.0	=	\$0.00	Fee ID N-STR-CR

## Front Foot Charges Continued

(Used to charge and reimburse fees for existing infrastructure)

## Storm Drain

801-2601-PWD0-3899

\$0.00

Storm Mains - including manholes, catch basins and other pertinences.  
Developer responsibility is up to and including 24" mains.

		Half Pipe			Lineal Footage			
18 inch	Main	\$63.00	/ LF x	N	0.0	=	\$0.00	Fee ID N-SD18-1/2
21 inch	Main	\$69.00	/ LF x	N	0.0	=	\$0.00	Fee ID N-SD21-1/2
24 inch	Main	\$70.00	/ LF x	N	0.0	=	\$0.00	Fee ID N-SD24-1/2
27 inch	Main	\$82.00	/ LF x	N	0.0	=	\$0.00	Fee ID N-SD27-1/2
30 inch	Main	\$89.00	/ LF x	N	0.0	=	\$0.00	Fee ID N-SD30-1/2
33 inch	Main	\$91.00	/ LF x	N	0.0	=	\$0.00	Fee ID N-SD33-1/2
36 inch	Main	\$95.00	/ LF x	N	0.0	=	\$0.00	Fee ID N-SD36-1/2
42 inch	Main	\$99.00	/ LF x	N	0.0	=	\$0.00	Fee ID N-SD42-1/2
48 inch	Main	\$117.00	/ LF x	N	0.0	=	\$0.00	Fee ID N-SD48-1/2
54 inch	Main	\$137.00	/ LF x	N	0.0	=	\$0.00	Fee ID N-SD54-1/2
60 inch	Main	\$158.00	/ LF x	N	0.0	=	\$0.00	Fee ID N-SD60-1/2
66 inch	Main	\$179.00	/ LF x	N	0.0	=	\$0.00	Fee ID N-SD66-1/2
72 inch	Main	\$200.00	/ LF x	N	0.0	=	\$0.00	Fee ID N-SD72-1/2
78 inch	Main	\$216.00	/ LF x	N	0.0	=	\$0.00	Fee ID N-SD78-1/2
84 inch	Main	\$231.00	/ LF x	N	0.0	=	\$0.00	Fee ID N-SD84-1/2
90 inch	Main	\$246.00	/ LF x	N	0.0	=	\$0.00	Fee ID N-SD90-1/2
96 inch	Main	\$261.00	/ LF x	N	0.0	=	\$0.00	Fee ID N-SD96-1/2

NOTE: All deferred and/or estimated fees will be adjusted to the rates in effect at the time fees are paid.

The undersigned agrees to provide actual construction costs for recalculation of fees and pay any underestimated fees prior to final acceptance. If the recalculated fees are less than the estimate, the City of Gilroy will refund the difference. Additional plan review required by changes, additions or revisions to approved plans, reinspections and inspections outside of normal business hours will be billed as shown in the City of Gilroy's most current comprehensive fee schedule at the hourly rates in effect at the time of inspection.

Accepted by:

Print Name:

Date:



BRIDGET KOVER



JOHN M. BLUM

8/28/17

8/30/17

**OVERSIZING SCHEDULE**

(Used to reimburse oversized infrastructure)

**Total Oversized Water, Sewer and Storm Drain Main Reimbursement**\$0.00**Total Oversized Water Main Reimbursement**

(Developer is responsible for up to and including 12" mains)

\$0.00

			Oversized Full Pipe \$/foot	Minimum 12" main Full Pipe \$/foot		Oversized Footage		Oversized Reimbursement	
14 inch	Main		\$114.00	- \$104.00	x	0.0	=	\$0.00	N
16 inch	Main		\$124.00	- \$104.00	x	0.0	=	\$0.00	N
18 inch	Main		\$135.00	- \$104.00	x	0.0	=	\$0.00	N
20 inch	Main		\$151.00	- \$104.00	x	0.0	=	\$0.00	N
24 inch	Main		\$164.00	- \$104.00	x	0.0	=	\$0.00	N
30 inch	Main		\$182.00	- \$104.00	x	0.0	=	\$0.00	N
36 inch	Main		\$211.00	- \$104.00	x	0.0	=	\$0.00	N

**Total Oversized Sewer Main Reimbursement**

(Developer is responsible for up to and including 12" mains)

\$0.00

			Oversized Full Pipe \$/foot	Minimum 12" main Full Pipe \$/foot		Oversized Footage		Oversized Reimbursement	
15 inch	Main		\$174.00	- \$166.00	x	0.0	=	\$0.00	N
18 inch	Main		\$186.00	- \$166.00	x	0.0	=	\$0.00	N
21 inch	Main		\$204.00	- \$166.00	x	0.0	=	\$0.00	N
24 inch	Main		\$211.00	- \$166.00	x	0.0	=	\$0.00	N
27 inch	Main		\$244.00	- \$166.00	x	0.0	=	\$0.00	N
30 inch	Main		\$287.00	- \$166.00	x	0.0	=	\$0.00	N
33 inch	Main		\$315.00	- \$166.00	x	0.0	=	\$0.00	N
36 inch	Main		\$356.00	- \$166.00	x	0.0	=	\$0.00	N
39 inch	Main		\$423.00	- \$166.00	x	0.0	=	\$0.00	N
42 inch	Main		\$529.00	- \$166.00	x	0.0	=	\$0.00	N

**Total Oversized Storm Drain Main Reimbursement**

(Developer is responsible for up to and including 24" mains)

\$0.00

			Oversized Full Pipe \$/foot	Minimum 24" main Full Pipe \$/foot		Oversized Footage		Oversized Reimbursement	
27 inch	Main		\$164.00	- \$140.00	x	0.0	=	\$0.00	N
30 inch	Main		\$177.00	- \$140.00	x	0.0	=	\$0.00	N
33 inch	Main		\$182.00	- \$140.00	x	0.0	=	\$0.00	N
36 inch	Main		\$189.00	- \$140.00	x	0.0	=	\$0.00	N
42 inch	Main		\$197.00	- \$140.00	x	0.0	=	\$0.00	N
48 inch	Main		\$233.00	- \$140.00	x	0.0	=	\$0.00	N
54 inch	Main		\$273.00	- \$140.00	x	0.0	=	\$0.00	N
60 inch	Main		\$315.00	- \$140.00	x	0.0	=	\$0.00	N

## Oversizing Schedule Continued

(Used to reimburse oversized infrastructure)

Oversized Storm Drain Main Reimbmnt Continued		Oversized	Minimum 24" main			Oversized			Oversized		
		Full Pipe \$/foot	Full Pipe \$/foot			Footage			Reimbursement		
66 inch	Main	\$357.00	\$140.00	x		0.0	=		\$0.00		N
72 inch	Main	\$399.00	\$140.00	x		0.0	=		\$0.00		N
78 inch	Main	\$431.00	\$140.00	x		0.0	=		\$0.00		N
84 inch	Main	\$461.00	\$140.00	x		0.0	=		\$0.00		N
90 inch	Main	\$492.00	\$140.00	x		0.0	=		\$0.00		N
96 inch	Main	\$522.00	\$140.00	x		0.0	=		\$0.00		N

**CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT**

**CIVIL CODE § 1189**

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California )

County of Santa Clara )

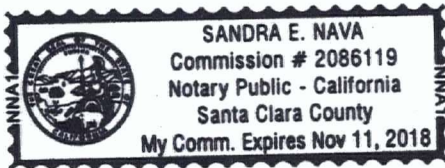
On September 20, 2017 before me, Sandra E. Nava notary public,  
Date Here Insert Name and Title of the Officer

personally appeared Gabriel A. Gonzalez  
Name(s) of Signer(s)

who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.



Signature Sandra E. Nava  
Signature of Notary Public

Place Notary Seal Above

**OPTIONAL**

Though this section is optional, completing this information can deter alteration of the document or fraudulent reattachment of this form to an unintended document.

**Description of Attached Document**

Title or Type of Document: Property Improvement Agreement No. 2017-04 Document Date: September 18, 2017  
Number of Pages: \_\_\_\_\_ Signer(s) Other Than Named Above: \_\_\_\_\_

**Capacity(ies) Claimed by Signer(s)**

Signer's Name: \_\_\_\_\_  
☐ Corporate Officer — Title(s): \_\_\_\_\_  
☐ Partner — ☐ Limited ☐ General  
☐ Individual ☐ Attorney in Fact  
☐ Trustee ☐ Guardian or Conservator  
☐ Other: \_\_\_\_\_  
Signer Is Representing: \_\_\_\_\_

Signer's Name: \_\_\_\_\_  
☐ Corporate Officer — Title(s): \_\_\_\_\_  
☐ Partner — ☐ Limited ☐ General  
☐ Individual ☐ Attorney in Fact  
☐ Trustee ☐ Guardian or Conservator  
☐ Other: \_\_\_\_\_  
Signer Is Representing: \_\_\_\_\_

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## EXHIBIT "D"

### INSURANCE REQUIREMENTS FOR GLEN LOMA/FILICE FAMILY ESTATE AND CONTRACTOR(S)

Please refer to the following insurance coverage and provisions:

Without limiting the City of Gilroy's (City) indemnification of, or liability to the Santa Clara Valley Water District (District), the City must ensure Glen Loma/Filice Family Estate and its contractor(s) (Glen Loma/Filice Family Estate and its contractor(s) are collectively referred to hereafter as the "Insured Parties") assigned to the Project maintain during the term of this Agreement, or as may be further required herein, the following insurance coverage(s) and provisions:

Insured Parties must provide its insurance broker(s)/agent(s) with a copy of these requirements and warrants that these requirements have been reviewed by Insured Parties' insurance agent(s) and/or broker(s), who have been instructed by Insured Parties to procure the insurance coverage required herein.

In addition to certificates, Insured Parties must furnish District with copies of original endorsements affecting coverage required by this Appendix. The certificates and endorsements are to be signed by a person authorized by that insurer to bind coverage on its behalf. **All endorsements and certificates are to be received and approved by District before the contract commences.** In the event of a claim or dispute, District has the right to require Insured Parties' insurer to provide complete, certified copies of all required pertinent insurance policies, including endorsements affecting the coverage required by this Appendix.

Insured Parties must, at its sole cost and expense, procure and maintain during the entire period of this Agreement the following insurance coverage(s).

#### Required Coverages

**1. Commercial General/Business Liability Insurance with coverage as indicated:**

**\$10,000,000** per occurrence / **\$10,000,000** aggregate limits for bodily injury and property damage

**\$10,000,000** Products/Completed Operations aggregate (to be maintained for at least three (3) years following acceptance of the work by District.

General Liability insurance must include:

- a. Coverage at least as broad as found in standard ISO form CG 00 01.
- b. Premises and Operations.
- c. Contractual Liability expressly including liability assumed under this AGREEMENT.
- d. If Insured Parties will be working within fifty (50) feet of a railroad or light rail operation, any exclusion as to performance of operations within the vicinity of any railroad bridge, trestle, track, roadbed, tunnel, overpass, underpass, or crossway must be deleted, or a railroad protective policy in the above amounts provided.
- e. Owners and Contractors' Protective liability.

- f. Severability of Interest.
- g. Explosion, Collapse and Underground Hazards, (X, C, and U).
- h. Broad Form Property Damage liability.
- i. If the standard ISO Form wording for "OTHER INSURANCE," or other comparable wording, is not contained in Insured Parties' liability insurance policy, an endorsement must be provided that said insurance will be primary insurance and any insurance or self-insurance maintained by City and District, their respective elected and appointed officers, directors, board and council members, employees, volunteers and agents will be in excess of Consultant's insurance and will not contribute to it.

**2. Business Auto Liability Insurance with coverage as indicated:**

**\$2,000,000** combined single limit for bodily injury and property damage per occurrence, covering all owned, non-owned and hired vehicles.

**3. Professional/Errors and Omissions Liability with coverage as indicated:**

**\$5,000,000** per claim/ **\$5,000,000** aggregate.

Professional/Errors and Omission Liability appropriate to the Consultant's profession, and must include:

- a. If coverage contains a deductible, or self-insured retention, it shall not be greater than one hundred thousand dollars (\$100,000) per occurrence/event.
- b. Coverage shall include contractual liability.
- c. If coverage is claims-made:
  - i. Certificate of Insurance shall clearly state that the coverage is claims-made.
  - ii. Policy retroactive date must coincide with or precede the Consultant's start of work (including subsequent policies purchased as renewals or replacements).
  - iii. Policy must allow for reporting of circumstances or incidents that might give rise to future claims.
  - iv. Insurance must be maintained and evidence of insurance must be provided for at least three (3) years after completion of the contract of work.

**4. Workers' Compensation and Employer's Liability Insurance**

Statutory California Workers' Compensation coverage covering all work to be performed for the City and District.

Employer Liability coverage for not less than \$1,000,000 per occurrence.

**5. Surety Bonds**

Insured Parties shall provide the following Surety Bonds:

- a. A Bid Bond.
- b. A Performance Bond.
- c. A Payment Bond.

## General Requirements

With respect to all coverages noted above, the following additional requirements apply:

1. **Additional Insured Endorsement(s)** Insured Parties must provide an additional insured endorsement for Commercial General/Business Liability and Business Automobile liability coverage naming the **District District, its Directors, officers, employees, volunteers and agents, individually and collectively**, as additional insureds, and must provide coverage for acts, omissions, etc. arising out of the named insureds' activities and work. Other public entities may also be added to the additional insured endorsement as applicable and the Insured Parties will be notified of such requirement(s) by the District.  
  
(NOTE: Additional insured language on the Certificate of Insurance is **NOT** acceptable without a separate endorsement such as Form CG 20 10, CG 2033, CG 2037. Note: Editions dated 07/04 are not acceptable.)
2. **Primacy Clause:** Insured Parties' insurance must be primary with respect to any other insurance which may be carried by the District, its officer, employees, volunteers and agents, and the District's coverage must not be called upon to contribute or share in the loss.
3. **Cancellation Clause Endorsement:** Insured Parties must provide a cancellation endorsement stating that the insurer agrees to provide thirty (30) days' notice of cancellation (ten (10) days' notice for non-payment of premium). **NOTE: Adding wording to the standard wording in the ISO Certificate of Insurance is not acceptable.**
4. **Acceptability of Insurers:** All coverages must be issued by companies admitted to conduct business in the State of California, which hold a current policy holder's alphabetic and financial size category rating of not less than A- V, according to the current Best's Key Rating Guide or a company of equal financial stability that is approved by the District's Risk Management Administrator.
5. **Self-Insured Retentions or Deductibles:** Any deductibles or self-insured retentions must be declared to and approved by the District. At the option of the District, either: the insurer shall reduce or eliminate such deductibles or self-insured retentions as respects the District, its officers, directors, employees, agents and volunteers; or the Insured Parties shall provide a financial guarantee satisfactory to the Entity guaranteeing payment of losses and related investigations, claim administration, and defense expenses.
6. **Subcontractors:** Should any of the work under this Agreement be sublet, the Insured Parties must require each of its subcontractors of any tier to carry the aforementioned coverages, or Insured Parties may insure subcontractors under its own policies.

7. **Amount of Liability not Limited to Amount of Insurance:** The insurance procured by Insured Parties for the benefit of the District must not be deemed to release or limit any liability of Insured Parties. Damages recoverable by the District for any liability of Insured Parties must, in any event, not be limited by the amount of the required insurance coverage.
8. **Coverage to be Occurrence Based:** All coverage must be occurrence-based coverage. Claims-made coverage is not allowed.
9. **Waiver of Subrogation:** Insured Parties agrees on to waive subrogation against the District to the extent any loss suffered by Insured Parties is covered by any Commercial General Liability policy, Automobile policy, Workers' Compensation policy, or Builders' Risk policy described in **Required Coverages** above. Insured Parties agree to advise its broker/agent/insurer about this provision and obtain any endorsements, if needed, necessary to ensure the insurer agrees.
10. **Non-compliance:** The District reserve the right to withhold payments to the Insured Parties in the event of material noncompliance with the insurance requirements outlined above.
11. **Please mail the certificates and endorsements to:**

**Contract Administrator  
Santa Clara Valley Water District  
5750 Almaden Expressway  
San Jose, CA 95118**

**IMPORTANT:** On the certificate of insurance, please note either the name of the project or the name of the District contact person or unit for the contract.

**If your insurance broker has any questions** please advise him/her to call Mr. David Cahen, District Risk Management Administrator at (408) 265-2607, extension 2213.

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