



Staff Report

TO: City Council
FROM: Robert L. Vestal, Assistant Public Works Director
DATE: June 7, 2022
SUBJECT: **Authorize Staff to Issue a Bond Exoneration Letter for Performance and Payment Bonds and Accept Maintenance Bonds**

Background and Analysis:

The City requires all developers to provide construction security for public improvements consisting of, but not limited to, street improvements, sewer improvements, storm drain improvements, and survey monumentation. After the improvements are constructed, City staff verifies that no liens have been filed, that the improvements are completed in accordance with the project's conditions of approval, design standards, City requirements, and that all punch list items have been addressed. Once verified, City Council may exonerate the construction security and accept a one-year maintenance security.

During the one-year maintenance period, the developer maintains all associated improvements. After the one-year term has elapsed, the developer may petition the City Council to accept the improvements into the publicly maintained system and exonerate the maintenance security.

The principals are requesting that the performance and payment bonds listed in table No. 1 be exonerated and that the City Council accept the corresponding maintenance bond for a period not less than one year.

City staff has verified that no liens have been filed, that the improvements were constructed in accordance with the project's conditions of approval, design standards, City requirements, and that all punch list items had been addressed.

Table No. 1 – Summary of Bonds recommended to be exonerated.

Project	Performance Bond Number	Improvement	File Number	Maintenance Bond Number	Principal
Tract Map No. 31462-8	929644999	Street	2037	30160591	Western Pacific Housing Inc, a Delaware corporation dba D.R. Horton-Americas Builder
Perricone Farms 15-2602	S388532	Street	1305A	36K005477	B Street Partners, LLC
Parcel Map No. 34209 PW2018-0284	106679751	Traffic Signal & Striping	3279	107366940	USEF Crossroads, LLC
Beaumont RV & Self Storage PW2019-0384	4423509	Street	3304	M4423509	Beaumont RV & Self Storage, LLC

Therefore, City staff recommends that City Council accept the maintenance bonds and authorize City staff to issue a bond exoneration letter for the performance and payment bonds.

Fiscal Impact:

The cost of preparing the staff report is estimated to be \$350.

Recommended Action:

Authorize City staff to issue a Bond Exoneration Letter for Performance and Payment Bonds and Accept Maintenance Bonds for (Project / Bond Number / Improvement / Maintenance Bond Number):

- Tract Map No. 31462-8 / 929644999 / Street / 30160591
- Perricone Farms / S388532 / Street / 36K005477
- Parcel Map No. 34209 / 106679751 / Signal / 107366940
- Beaumont RV & Self Storage / 4423509 / Street / M4423509

Attachments:

- A. PW2018-0308 - Maintenance Bond 30160591 Package
- B. PW2020-0459 - Maintenance Bond 36k005477 Package
- C. PW2020-0612 - Maintenance Bond 107366940 Package

D. PW2021-0678 - Maintenance Bond M4423509 Package