



## Staff Report

**TO:** City Council  
**FROM:** Robert Vestal, Public Works Director  
**DATE:** February 18, 2025  
**SUBJECT:** Performance Bond Exoneration

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**Description** Performance and payment bond exoneration for sewer improvements associated with Tract Map No. 27971-9, 27971-10, 27971-12, and for traffic signal improvements associated with Parcel Map No. 35789.

### **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, and City requirements, and that all punch list items have been addressed. Once verified, the 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 the improvements were constructed in accordance with the project's conditions of approval, design standards, and City requirements and that all punch list items have been addressed.

**Table No. 1 – Bond Summary**

<b>Project</b>	<b>Performance Bond Number</b>	<b>Improvement</b>	<b>File Number</b>	<b>Principal</b>
Tract Map No. 27971-9	1154354	Sewer Improvements	3133A	RSI Communities-California LLC
Tract Map No. 27971-10	1154355	Sewer Improvements	3123	RSI Communities-California LLC
Tract Map No. 27971-12	1154357	Sewer Improvements	3131A	RSI Communities-California LLC
Parcel Map No. 35789	4423702	Traffic Signal Improvements	3257A	Beaumont Sundance, LLC

Therefore, City staff recommends that the City Council accept maintenance security and authorize City staff to issue a bond exoneration letter for the performance and payment bonds. The survey monuments do not require a maintenance bond.

**Fiscal Impact:**

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

The principal maintains all associated improvements during the maintenance period. The City is not liable for public improvement maintenance until the public improvements are accepted into the City’s publicly maintained system.

**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):

- Tract Map No. 27971-9 / 1154354 / Sewer
- Tract Map No. 27971-10 / 1154355 / Sewer
- Tract Map No. 27971-12 / 1154357 / Sewer
- Parcel Map No. 35789 / 4423702 / Traffic Signal

**Attachments:**

- A. PW2024-0081-TR27971-9 Sewer x Package
- B. PW2024-0082-TR27971-10 Sewer x Package
- C. PW2024-0084-TR27971-12 Sewer x Package
- D. PW2023-1087-PM35789 Traffic signal x Package