

## AGENDA REPORT

Agenda Item

Approvals:

City Manager

Dept. Head

SAN CLEMENTE CITY COUNCIL MEETING Meeting Date: May 5, 2020

Attorney Finance

Department:

Public Works / Engineering

Prepared By:

Zak Ponsen, Senior Civil Engineer

Subject:

ADOPT RESOLUTION AUTHORIZING THE RELEASE OF PERFORMANCE AND LABOR & MATERIAL BONDS RELATED TO THE MARBLEHEAD COASTAL DEVELOPMENT COMMERCIAL SERVICE ENTRY WALL AND MSE WALL PLANTING IMPROVEMENTS FOR TRACT 8817.

Fiscal Impact:

No. This Resolution involves the bond release of private improvements which the Marblehead Coastal Commercial property owners were responsible for, therefore there is no City fiscal impact related to these improvements.

Summary:

Marblehead Development Partners, LLC has completed both the Commercial Service Entry Wall and the MSE Wall Planting improvements in Tract 8817. Inspections by City staff found the project to be complete and in conformance with approved plans and specifications. Staff recommends City Council approval of a resolution to release the performance and labor & material bonds.

Discussion:

On June 21, 2005 the City approved a Subdivision Improvement Agreement with SunCal Marblehead, LLC (SunCal) for the improvements required to be constructed with development of the Marblehead Coastal property. The property ownership has changed twice since then, and Marblehead Development Partners, LLC is currently the developer responsible for completing the improvements.

Marblehead Development Partners, LLC has completed and requested release of the Performance and Labor & Material bonds for the Commercial Service Entry Wall and the MSE Wall Planting improvements. The improvements were completed by Marblehead Development Partners, LLC, and will be owned and maintained by the commercial property owners, Craig Realty Group.

Staff has inspected the improvements and found them to be complete and in conformance with the approved plans and specifications. Staff received letters from Craig Realty Group acknowledging acceptance and maintenance responsibility of the improvements. Staff received the recorded Notices of Completion. The required Warranty Bonds in the amount of 25% of the original construction approved value have been received and are on file with the City.

Recommended

Action:

STAFF RECOMMENDS THAT the City Council adopt Resolution No. \_\_\_\_\_\_ titled, "A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SAN CLEMENTE, CALIFORNIA, AUTHORIZING THE RELEASE OF PERFORMANCE AND LABOR & MATERIAL BONDS RELATED TO THE MARBLEHEAD COASTAL DEVELOPMENT COMMERCIAL SERVICE ENTRY WALL AND MSE WALL PLANTING

IMPROVEMENTS IN TRACT 8817."

Attachment:

Resolution.

Notification:

None.

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## RESOLUTION NO.

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SAN CLEMENTE, CALIFORNIA, AUTHORIZING THE RELEASE OF PERFORMANCE AND LABOR & MATERIAL BONDS RELATED TO THE MARBLEHEAD COASTAL DEVELOPMENT COMMERCIAL SERVICE ENTRY WALL AND MSE WALL PLANTING IMPROVEMENTS IN TRACT 8817.

WHEREAS, on June 21, 2005 the City Council approved the Final Map for Tract No. 8817 and also approved a Subdivision Improvement Agreement with SunCal Marblehead, LLC for the improvements required to be constructed with development of the Marblehead Coastal property in Tract No. 8817; and

WHEREAS, since 2005 the property ownership changed twice, and on April 1, 2014 the City Council approved an agreement to assign certain subdivision improvement obligations to Marblehead Development Partners, LLC who is currently responsible for completing remaining improvements; and

WHEREAS, Marblehead Development Partners, LLC has completed the Commercial Service Entry Wall and MSE Wall Planting Improvements; and

WHEREAS, the improvements have been inspected by City staff and were found to be completed per the approved project plans and specifications; and

WHEREAS, the City has received letters from Craig Realty Group acknowledging acceptance of the improvements which will be maintained by the Marblehead Commercial property owner; and

WHEREAS, the City is in receipt of Notices of Completion filed in the County of Orange for each of the improvements; and

WHEREAS, the City is in receipt of the required Warranty Bonds in the amount of 25% of the original bond amounts; and

WHEREAS, Marblehead Development Partners, LLC has requested the release of the following performance and labor & material bonds, referred to as "the Bonds":

Improvement	Bond No.	Amount
Commercial Service Entry Wall	24056168	\$79,828
MSE Wall Planting	24056146	\$32,816

NOW, THEREFORE, The City Council of the City of San Clemente does hereby resolve as follows:

<u>Section 1.</u> The Commercial Service Entry Wall and MSE Wall Planting Improvements are private improvements for Tract 8817, completed by Marblehead Development Partners LLC, and are hereby accepted for bond release.

Section 2. The City is in receipt of the required Warranty Bonds in the amount of 25% of the original bond amounts.

Section 3. This Resolution directs the City Clerk to release the Bonds.

Section 4. The City Clerk shall certify to the passage and adoption of this resolution and enter it into the book of original resolutions.

PASSED AND ADOPTED this	day of May, 2020.
ATTEST:	
City Clerk of the City of	Mayor of the City of San
San Clemente California	Clemente, California

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STATE OF CALIFORNIA ) COUNTY OF ORANGE ) § CITY OF SAN CLEMENTE )	
I, JOANNE BAADE, City Clerk of the City of San Cleme Resolution No was adopted at a regular not San Clemente held on the day of May, 202	neeting of the City Council of the City
AYES:	
NOES:	•
ABSENT:	
IN WITNESS WHEREOF, I have hereunto set my ha City of San Clemente, California, this day of N	
	CITY CLERK of the City of San Clemente, California

Resolution No.

Approved as to form:

City Attorney