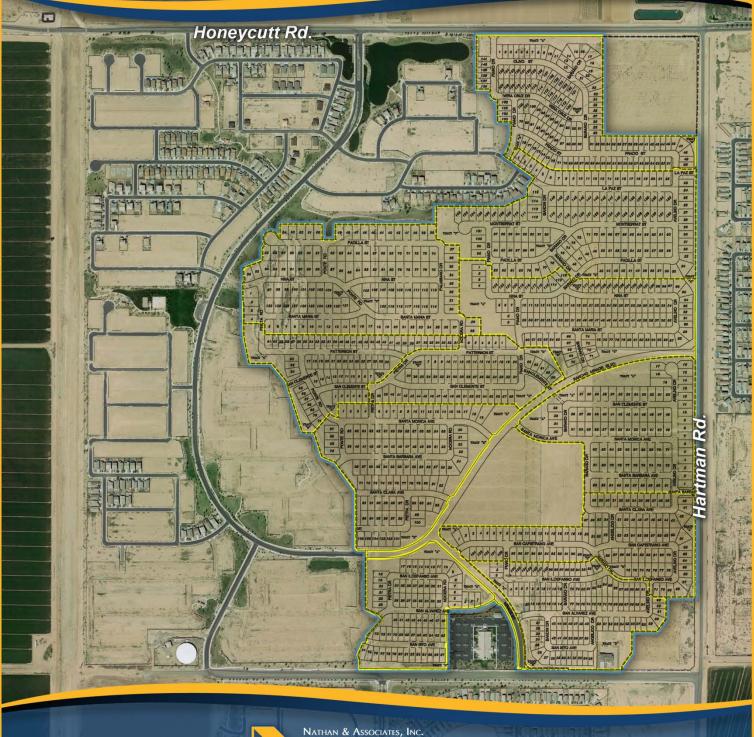
RANCHO MIRAGE PHASE II



NATHAN & ASSOLATES, INC.
7600 E. DOUBLETREE RANCH ROAD, SUITE 150
SCOTTSDALE - ARIZONA - 85258-2156
OFFICE: 480.367.0700 - FAX: 480.367.8341
WWW.NATHANANDASSOCIATESINC.COM



Rancho Mirage Phase 2 Executive Summary – Cost to Complete Estimate November 11, 2013

General Overview:

Rancho Mirage is a residential subdivision located at the Southwest corner of Honeycutt Road and Hartman Road in the City of Maricopa, Arizona. Phases 1 and 3 have been developed. The undeveloped portion of Phase 2, includes Parcel 8 ($72 - 45' \times 115'$ lots) Parcel 9 ($106 - 45' \times 115'$ lots), Parcel 11 ($104 - 55' \times 115'$ Lots), Parcel 13 ($91 - 65' \times 120'$ lots), Parcel 115 ($141 - 45' \times 115'$ lots), Parcel 16 ($148 - 60' \times 120'$ lots), Parcel 17 ($123 - 50' \times 115'$ lots), Parcel 18 ($106 - 670' \times 120'$ lots), Parcel 21 ($63 - 55' \times 115$ lots), Parcel 22 ($71 - 50' \times 115'$ lots), and Parcel 23 ($130 - 70' \times 125''$ lots). Higartwilson generated a cost to complete estimate for these Parcels in Phase 2, plus a separate cost estimate for mass grading and infrastructure sewer, water and street improvements.

Engineering, Platting, Planning

Final Plats for all parcels were recorded in 2007. Civil improvement plans for mass grading, infrastructure improvements, and parcel improvements were approved by the City in 2006. Those plan approvals have expired and the plans will need to be updated and submitted to the City for review and approval before construction can begin. Plan update and re-approval time line would be as follows; 2 months to update and submit plans, 2 months for municipal plan review; 1 month to address plan review comments, 1 month for municipal review, 1 month to finalize and obtain approval. Geotechnical, Environmental and Traffic Reports were not available. Those reports should exist and, depending on the status of the company that issued the reports, it should be possible to get reliance letters for those reports. Landscaping plans were not available. Electrical power plans, communications plans, SW Gas plans are not available.

Development Fees, Permit Fees

Permit fees were calculated based on the published City of Maricopa fee structure. Global Resources provides sewer and water service through their subsidiary companies, Palo Verde Utilities Company and Santa Cruz Water Company. Global requires 3 agreements to be executed prior to service, the Infrastructure Coordination Agreement, and sewer and water Line Extension Agreements. The Infrastructure Coordination Agreement was executed in 2007 and the payment obligation under that agreement, \$2,982,915.00 was paid on 1/31/07. According to Global Resources, Line Extension Agreements were executed and are owned by J.N.A.N. LLC. We cannot

obtain copies of those agreements without the consent of the owner. Unless the Line Extension Agreements were assigned to a new owner, J.N.A.N LLC would receive all monies due under the annual refund obligation described in the line extension agreements.

Other utilities are provided by SW Gas, Centurylink, Orbitel Communications, and Electrical District Three. The status of contracts, agreements, plans and fees associated with these utilities is unknown.

Cost to Complete Budget

Separate budgets for mass grading/infrastructure and the individual parcels are based on the existing, expired plans. Unit prices are based on current representative costs for those items. The grading needs to be accomplished at one time so earthwork can be balanced efficiently. The infrastructure sewer, water, and paving need to be installed first in order to provide sewer, water and access to all the parcels. Portions of the infrastructure sewer and water run through individual parcels, so sewer and water service quantities in the parcel budgets may not match the number of platted lots in a parcel. Landscape plans are not available, so costs are based on a unit price per square foot of tract area within the parcel plat. Some parcel plats have disproportionate shares of landscape tract square footage and theme walls so those costs allocations do not appear equitable.

Opinions of Probable Costs

In providing opinions of probable construction costs, the client understands that Hilgartwilson has no control over the cost or availability of labor, equipment, or materials, over market conditions or the contractor's methods of construction. The pricing in these cost estimates reflects current pricing on projects similar in nature. Formal bids for this work were not solicited.

Rick Hunde

Rick Hurula Director of Construction Services hilgartwilson

LOCATION:

Located at the southwest corner of Honeycutt Road and Hartman Road in the City of Maricopa, Arizona.

LOT INFORMATION:

Parcel	Lot Count	Lot Size
8	72	50' x 120'
9	106	45' x 115'
11	104	55' x 115'
13	91	65' x 120'
15	141	45' x 115'
16	149	60' x 120'
17	123	50' x 115'
18	106	60' x 120'
21	63	55' x 115'
22	71	50' x 115'
23	130	70' x 125'
	1,156	

ZONING: CR-3

PRICE:

TERMS:

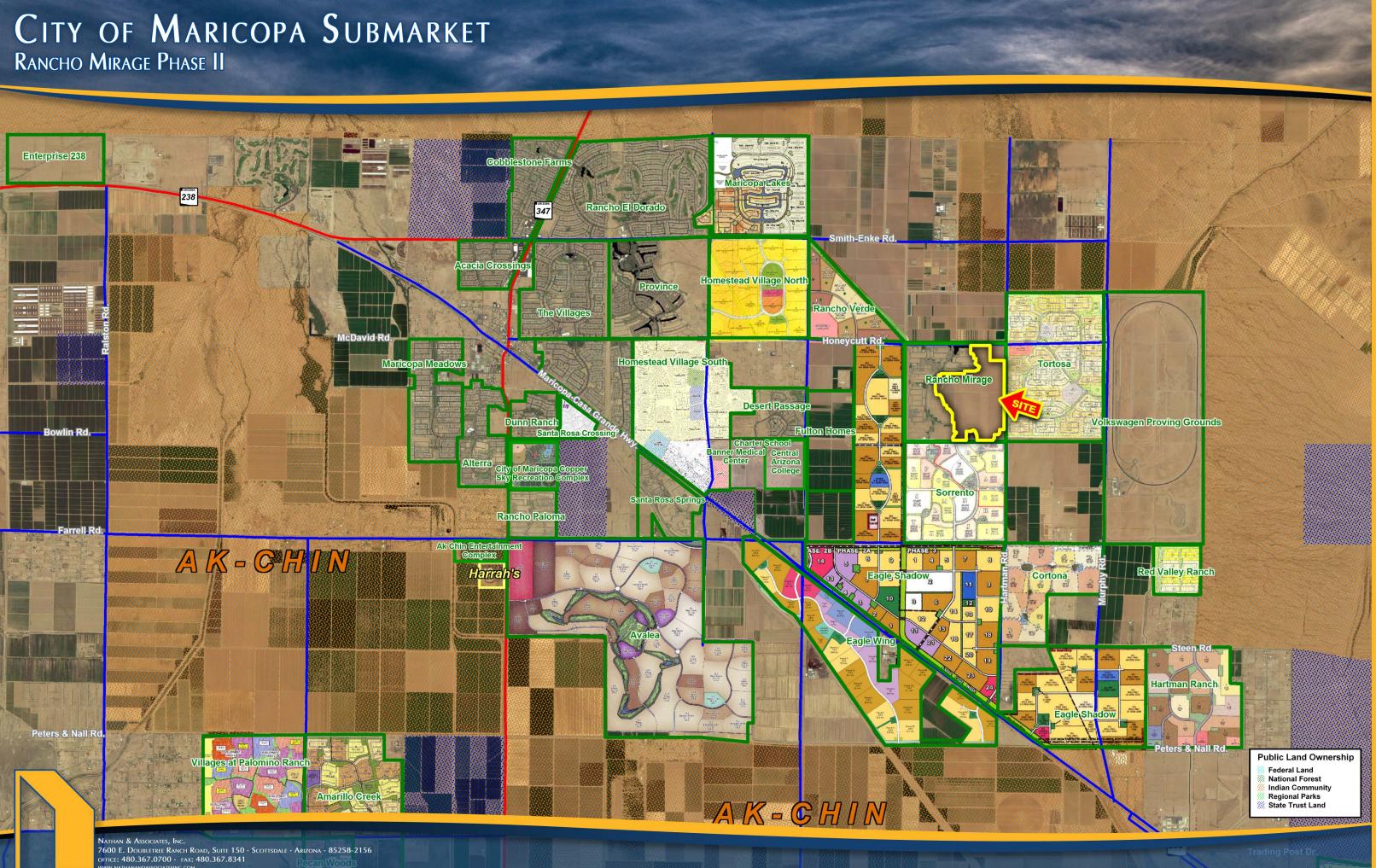
SIDEYARD SETBACKS: 5' and 5'

WATER AND SEWER:

Global water and sewer to project.

DOWNLOADABLE DOCUMENTS:

Please click to view final plats and budgets on all parcels.



This map was produced using data from private and governmental sources deemed to be reliable. The information herein is provided without representation or warranty

