

Appendix M - Security Requirements

General

In order to insure that all work will be properly completed within the subdivision, all engineering and public improvements which are proposed in conjunction with a new subdivision and all amounts due to the Village pursuant to Ordinance, including but not limited to Retained Personnel Fees must be covered by an appropriate Letter of Credit, cash or Certificate of Deposit with a Federally insured bank with resources of at least \$5,000,000. The Letter of Credit shall also cover all of the landscaping requirements required to be completed pursuant to this Ordinance.

The security to be provided to the Village to insure that all engineering and public improvements will be completed as proposed must be submitted to the Village at least 7 days prior to time of Final Plat approval by the Village Board. The form of any Letter of Credit must be previously approved by the Village and the amount of any Letter of Credit must be previously approved by the Village Engineer.

In addition, at least 7 days prior to the time of Village Board approval of the Final Plat there shall be deposited with the Village an appropriate sum in the form of cash for purposes of insuring that the Village will be reimbursed for snowplowing and all other forms of public maintenance normally carried out by the Village with respect to public improvements. The amount of cash deposit guarantee shall be determined by the Village but at a minimum shall be the sum of \$5,000.

Amount of Security

The subdivider shall post good and sufficient security with the Clerk, copies of same to the Building Inspector for the Village, in the penal sum of 110% of the engineer's estimate of cost to insure completion of the work to satisfaction of the Village. Good and sufficient security shall include a certificate of deposit as described above, a letter of credit as described above, or cash.

Partial Release of Security

No portion of either the construction or maintenance security will be released as the work progresses unless otherwise agreed upon by the Village Board, but the entire amount deposited must be retained until all work covered by that security is satisfactorily completed. However, as an option, the subdivider may post 2 good and sufficient securities in the manner prescribed above. One security shall be in the penal sum of 110% of all work except the bituminous surface and seeding. The other security shall be in the penal sum of 110% of the estimated cost of the bituminous surface and seeding.

Certificate of Insurance

The developer's contractor shall provide insurance coverage as per Section 1631.1.C of the Standard Specifications. The policy of insurance shall include the Village and its employees as an additional insured or provide separate coverage with an Owner's Protection Policy, as per the amounts stated in the Standard Specifications. No work shall begin until the Certificate of Insurance is on file with the Village or its engineers. *(Revised Ord 2020-36)*

Preconstruction Conference

A pre-construction conference is held between the developer, contractor, design engineer, Village Engineer, Public Works Director and Building Inspector. The developer, contractor and sub-contractors must signoff on the pre-construction checklist prepared by the Village Engineer.