Contract #96-2014

PART VI

CONTRACT AGREEMENT

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PART VI

CONTRACT AGREEMENT

WITNESSETH: That the CONTRACTOR and the OWNER in consideration of <u>SIX HUNDRED FIFTY EIGHT THOUSAND, SEVEN HUNDRED TWENTY FIVE</u> Dollars and <u>NO</u> Cents (\$658,725.00) quoted in the proposal by the CONTRACTOR, dated <u>March 6, 2014</u>, hereby agree to commence and complete the construction described as follows:

1. SCOPE OF WORK

The CONTRACTOR shall furnish all the materials, supplies, machinery, equipment, tools, superintendence, labor, insurance, and other accessories and services necessary to complete the said project in accordance with the conditions and prices stated in the Proposal, the General Conditions, and the Special Conditions of the Contract, the Specifications and Contract Documents therefore as prepared by Nesbitt Engineering Inc. for the Green Acres/Hollow Creek Road Sanitary Sewer Replacement and Stream Rehabilitation project.

2. TIME OF COMPLETION

The time period estimated and authorized by the OWNER for the proper execution of the Work by the Contract, in full, is hereby fixed as **ninety (90)** calendar days. The time shall begin ten (10) days after the CONTRACTOR is given the Notice to Proceed with the Work.

3. ISSUANCE OF WORK ORDERS

Notice to begin Work will be given in whole or for part of the Work as determined by the OWNER pending the availability of funds. The order of construction will be as determined by the Engineer after consultation with the CONTRACTOR and the OWNER.

4. THE CONTRACT SUM

The OWNER agrees to pay the CONTRACTOR in current funds for the performance of the Contract, as quoted in the proposal, subject to any additions and deductions, as provided therein.

5. PROGRESS PAYMENTS

The OWNER shall make payments on account of the Contract, as provided in accordance with the General Conditions, as estimated by the Engineer, less the aggregate of previous payments.

6. ACCEPTANCE AND FINAL PAYMENT

Final payment shall be due within ninety (90) days after completion of the Work, provided the Work be then fully completed and the Contract fully accepted.

Before issuance of final certificate, the CONTRACTOR shall submit evidence satisfactory to the Engineer that all payrolls, material bills, and other indebtedness connected with the Work has been paid.

If, after the Work has been substantially completed, full completion thereof is materially delayed through no fault of the CONTRACTOR, and the ENGINEER so certifies, the OWNER shall upon certificate of the ENGINEER, and without terminating the Contract, make payment of the balance due for that portion of the Work fully completed and accepted. Such payment shall be made under the terms and conditions governing final payment, except that it shall not constitute a waiver of claims.

7. THE CONTRACT DOCUMENTS

The Advertisement for Bids, Information for Bidders, the General Conditions, Performance and Payment Bonds, Contract Agreement, Special Conditions, Technical Specifications, any and all Addenda, and Proposal, and Plan Drawings form the Contract, and they are fully a part of the Contract as if hereto attached or herein repeated.

8. EXTRA WORK

The OWNER, without invalidating the Contract, may order extra work or make changes by altering, adding to or deducting from the Work, the Contract Sum being adjusted accordingly. All such Work shall be executed and paid for in accordance with the General Conditions, which is a part of this Contract.

9. THE FOLLOWING IS AN ENUMERATION OF THE SPECIFICATIONS AND DRAWINGS (CONTRACT DOCUMENTS):

SPECIFICATIONS

SECTION NO.	TITLE		PAGES
Ī	Advertisement for Bids	AB	1 thru5
ĪI	Information for Bidders	IB	1 thru9
III	Form of Proposal	P	1 thru 37
īV	General Conditions	GC	1 thru 50
V	Special Conditions Attachment A-LGUCG/Lexmark MOU Attachment B- KY Prevailing Wage Rates	SC .	1 thru9 1 thru 6 1 thru 9
VI	Contract Agreement	CA	1 thru 6
VII	Performance and Payment Bonds	PB	1 thru 7
VIII	Technical Specifications Standard Drawings (Table below)	TS	1 thru 170
IX	Addenda	AD	#1

STANDARD DRAWINGS

Number	Description
130-1	Aggregate Channel Lining
130-2	Aggregate Channel Lining
131	Mattress Channel Lining
153	Pipe Culvert Headwalls 0' Skew 15"-27" Circular Pipe
180	Retaining Wall Gravity Type
200	Trenching, Laying, Backfilling And Bedding Outside R/W Limits
201-1	Trenching, Laving Backfilling And Bedding Under Street Pavement
201-2	Trenching Laying, Backfilling And Bedding Under Street Pavement Using
	Flowable Fill
211	Typical Standard Precast Concrete Manhole For Pipes Up To 24"
213	Standard Manhole Junction And Water Stop Details
214	Sewer Manhole Adjustment Grade Rings
216	Manhole Size Standards And General Notes For Deep Manholes
217	Deflection Angle Criteria For Sanitary Manholes
220	Standard Circular Manhole Frame And Cover
222	Standard Watertight Manhole Frame & Cover
232	House Lateral For Shallow Sewer In Soil Or Rock
233	Lateral Cleanout In Non-Paved Areas And Yards
234	Right Of Way Or Easement Lateral Cleanout In Non-Paved Areas And Yards
240	Typical Creek Crossing For Sanitary Sewer Line
260	Sewer Connection To Existing Concrete Manhole

301	Curb & Gutter
302	Integral Curb, Header Curb, Monolithic Curb & Sidewalk
303	Sidewalk Construction Specifications
304	Sidewalk Ramp Type 1
305	Sidewalk Ramp Type 2
306	Sidewalk Ramp Type 3
308	Chain Link Fence 3'-6'
318	Edge Key
323	Public Improvement Sign

PLAN DRAWINGS

	Cover Sheet
	Sheet Index and General Notes
G-1	Quantity Summary Sheet
SS-1	Sanitary Sewer Plan Sheet Index
SS-2	Sanitary Sewer Plan and Profile
SS-3	Sanitary Sewer Plan and Profile
SS-4	Sanitary Sewer Plan and Profile
SS-5	Sanitary Sewer Plan and Profile
SS-6	Sanitary Sewer Plan and Profile
SS-7	Sanitary Sewer Plan and Profile
SS-8	Sanitary Sewer Plan and Profile
SS-9	Sanitary Sewer Details
S-1	Stream Rehabilitation Plan – Grading
S-2	Stream Rehabilitation Plan – Grading
S-3	Stream Rehabilitation Plan – Grading
S-4	Stream Rehabilitation Plan – Sections
S-5	Stream Rehabilitation Plan - Sections
S-6	Stream Rehabilitation Plan – Sections

IN WITNESSETH WHEREOF, the parties hereto have executed this Contract as of the date and year above written.

(Seal)	Lexington-Fayette Urban County Government. Lexington, Kentucky (Owner)
ATTEST: Mouth Mally Deputy Clerk of the Urban County Council	BY: MAYOR
(Witness)	MAYOR_ (Title)
(Seal)	(Contractor)
(Secretary)*	BY: Aller D. Jun gr
Fatricia Juliy (Witness)	Presedent (Title)
	P.O. Box 298 Richmond, Ky 40474 (Address and Zip Code)

IMPORTANT: *Strike out any non-applicable terms.

Secretary of the Owner should attest. If the CONTRACTOR is corporation, Secretary should attest. Give proper title of each person-executing Contract.

Client#: 1222451

ACORD... CERTIFICATE OF LIABILITY INSURANCE

DATE (MM/DD/YYYY) 3/27/2014

THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION ONLY AND CONFERS NO RIGHTS UPON THE CERTIFICATE HOLDER. THIS CERTIFICATE DOES NOT AFFIRMATIVELY OR NEGATIVELY AMEND, EXTEND OR ALTER THE COVERAGE AFFORDED BY THE POLICIES BELOW. THIS CERTIFICATE OF INSURANCE DOES NOT CONSTITUTE A CONTRACT BETWEEN THE ISSUING INSURER(S), AUTHORIZED REPRESENTATIVE OR PRODUCER, AND THE CERTIFICATE HOLDER.

IMPORTANT: If the certificate holder is an ADDITIONAL INSURED, the policy(ies) must be endorsed. If SUBROGATION IS WAIVED, subject to the terms and conditions of the policy, certain policies may require an endorsement. A statement on this certificate does not confer rights to the certificate holder in lieu of such endorsement(s).

PRODUCER BB&T - Insurance Services of Lexington	CONTACT NAME: PHONE (A/C, No, Ext): 859 224-8899 FAX (A/C, No): 8666432260					
200 W Vine Street, Ste 300 Lexington, KY 40507	insurer(s) affording coverage INSURER A: Westfield Insurance Company	NAIC # 24112				
INSURED Grants Excavating Inc P.O. Box 298 Richmond, KY 40476	INSURER B: Kentucky Associated Gen. Contra INSURER C: Nautilus Insurance Company INSURER D: INSURER E: INSURER F:	WCSIF				
COVERAGES CERTIFICATE NUMBER:	REVISION NUMBER:	 -				

cov	VERAGES CEN	HILICATE	HOMBEN.			INE VIOLOIT ITOINDEIN.	
TH	IS IS TO CERTIFY THAT THE POLICIES						
INI	DICATED. NOTWITHSTANDING ANY RE	QUIREMEN	IT, TERM OR CONDITION OF ANY	CONTRACT O	R OTHER DO	CUMENT WITH RESPECT	TO WHICH THIS
CE	RTIFICATE MAY BE ISSUED OR MAY F	ERTAIN,					ALL THE TERMS,
EX	CLUSIONS AND CONDITIONS OF SUCH	POLICIES	LIMITS SHOWN MAY HAVE BEEF	N REDUCED	BY PAID CLAI	MS.	
NSR TR	TYPE OF INSURANCE	ADDL SUBR		POLICY EFF (MM/DD/YYYY)	POLICY EXP	LIMIT	rs
	GENERAL LIABILITY	III WYD				EACH OCCURRENCE	\$1,000,000
	X COMMERCIAL GENERAL LIABILITY					DAMAGE TO RENTED PREMISES (Ea occurrence)	\$500,000
	CLAIMS-MADE X OCCUR					MED EXP (Any one person)	s15,000
	X PD Ded:1 000					PERSONAL & ADV INJURY	\$1,000,000

	A COMMERCIAL GENERAL LIABILITY	1 1			L	FREIVISES (Ea occurrence)	1000,000
	CLAIMS-MADE X OCCUR					MED EXP (Any one person)	s15,000
ŀ	X PD Ded:1,000					PERSONAL & ADV INJURY	\$1,000,000
						GENERAL AGGREGATE	s 2,000,000
	GEN'L AGGREGATE LIMIT APPLIES PER:					PRODUCTS - COMP/OP AGG	\$2,000,000
	POLICY X PRO-						\$
A	AUTOMOBILE LIABILITY		TRA5262058	06/04/2013	06/04/2014	COMBINED SINGLE LIMIT (Ea accident)	\$1,000,000
	X ANY AUTO					BODILY INJURY (Per person)	\$
	ALL OWNED SCHEDULED AUTOS					BODILY INJURY (Per accident)	\$
	X HIRED AUTOS X NON-OWNED AUTOS					PROPERTY DAMAGE (Per accident)	\$
	A8163						\$
A	X UMBRELLA LIAB X OCCUR		TRA5262058	06/04/2013	06/04/2014	EACH OCCURRENCE	s10,000,000
	EXCESS LIAB CLAIMS-MADE					AGGREGATE	s10,000,000
	DED X RETENTION \$0						\$
В	WORKERS COMPENSATION		15004	01/01/2014	12/31/2014	X WC STATU- OTH- TORY LIMITS ER	
	AND EMPLOYERS' LIABILITY ANY PROPRIETOR/PARTNER/EXECUTIVE OFFICER/MEMBER EXCLUDED?					E.L. EACH ACCIDENT	s4,000,000
	OFFICER/MEMBER EXCLUDED? (Mandatory in NH)	N/A				E.L. DISEASE - EA EMPLOYEE	s4,000,000
	If yes, describe under DESCRIPTION OF OPERATIONS below					E.L. DISEASE - POLICY LIMIT	\$4,000,000
A	Leased/Rented		TRA5262058	06/04/2013	06/04/2014	1,200,000 Ded 5,000	
l c	Pollution Liabili		CPL040000906	03/20/2014	03/20/2015	2,000,000 Agg	
						1,000,000 Occ	

DESCRIPTION OF OPERATIONS / LOCATIONS / VEHICLES (Attach ACORD 101, Additional Remarks Schedule, if more space is required)
Lexington Fayette Urban County Government is considered an Additional Insured with respect to General & Auto Liability. This insurance is Primary Non-Contributory. 30 Day Notice of Cancellation applies (except for Non Pay. XCU is not excluded under the CGL coverage.

CERTIFICATE HOLDER	CANCELLATION		
Lexington Fayette Urban County Government 200 W Main St	SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, NOTICE WILL BE DELIVERED IN ACCORDANCE WITH THE POLICY PROVISIONS.		
Lexington, KY 40507	AUTHORIZED REPRESENTATIVE		
	Jaye Miller		

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A312™ Performance Bond

CONTRACTOR:

(Name, legal status and address) Grant's Excavating, Inc. 312 Jason Drive Suite 6 Richmond, KY 40475

OWNER: (Name, legal status and address) Lexington Fayette Urban County Government

200 E. Main St. Lexington, KY 40507

CONSTRUCTION CONTRACT

Date:

SURETY:

Berkley Insurance Company 475 Steamboat Rd. Greenwich, CT 06830

This document has important legal consequences. Consultation with an attorney is encouraged with respect to its completion or modification.

Bond No.: 0179488

Any singular reference to Contractor, Surety, Owner or other party shall be considered plural where applicable.

This document combines two separate bonds, a Performance Bond and a Payment Bond, into one form. This is not a single combined Performance and Payment Bond.

(Corporate Seal)

Amount: \$658,725.00

Six Hundred Fifty Eight Thousand Seven Hundred Twenty Five Dollars and 00/100

Description:

(Name and location)

Green Acres/Hollow Creek Rd. Sanitary Sewer Replacement & Stream Rehabilitation.

BOND

Date:

(Not earlier than Construction Contract Date)

Amount:

\$658,725.00

Six Hundred Fifty Eight Thousand Seven Hundred Twenty Five Dollars and 00/100

Modifications

to this Bond:

None

See Section 16

SURETY

CONTRACTOR AS PRINCIPAL

Company:

(Corporate Seal)

Grant's Excavating, Inc.

Berkley Insurance Company 475 Steamboat Rd.

Greenwich, CT 06830

Signature:

Name

Signature:

Name

and Title:

Deborah Kay Davis

Attorney-in-Fact

and Title:

(Any additional signatures appear on the last page of this Performance Bond.)

(FOR INFORMATION ONLY - Name, address and telephone)

AGENT or BROKER:

OWNER'S REPRESENTATIVE: (Architect, Engineer or other party:)

BB&T Insurance Services, Inc.

200 W. Vine Street, Suite 300

859-422-3766

Lexington, KY 40507

- § 1 The Contractor and Surety, jointly and severally, bind themselves, their heirs, executors, administrators, successors and assigns to the Owner for the performance of the Construction Contract, which is incorporated herein by reference.
- § 2 If the Contractor performs the Construction Contract, the Surety and the Contractor shall have no obligation under this Bond, except when applicable to participate in a conference as provided in Section 3.
- § 3 If there is no Owner Default under the Construction Contract, the Surety's obligation under this Bond shall arise after
 - .1 the Owner first provides notice to the Contractor and the Surety that the Owner is considering declaring a Contractor Default. Such notice shall indicate whether the Owner is requesting a conference among the Owner, Contractor and Surety to discuss the Contractor's performance. If the Owner does not request a conference, the Surety may, within five (5) business days after receipt of the Owner's notice, request such a conference. If the Surety timely requests a conference, the Owner shall attend. Unless the Owner agrees otherwise, any conference requested under this Section 3.1 shall be held within ten (10) business days of the Surety's receipt of the Owner's notice. If the Owner, the Contractor and the Surety agree, the Contractor shall be allowed a reasonable time to perform the Construction Contract, but such an agreement shall not waive the Owner's right, if any, subsequently to declare a Contractor Default;
 - .2 the Owner declares a Contractor Default, terminates the Construction Contract and notifies the Surety; and
 - .3 the Owner has agreed to pay the Balance of the Contract Price in accordance with the terms of the Construction Contract to the Surety or to a contractor selected to perform the Construction Contract.
- § 4 Failure on the part of the Owner to comply with the notice requirement in Section 3.1 shall not constitute a failure to comply with a condition precedent to the Surety's obligations, or release the Surety from its obligations, except to the extent the Surety demonstrates actual prejudice.
- § 5 When the Owner has satisfied the conditions of Section 3, the Surety shall promptly and at the Surety's expense take one of the following actions:
- § 5.1 Arrange for the Contractor, with the Consent of the Owner, to perform and complete the Construction Contract;
- § 5.2 Undertake to perform and complete the Construction Contract itself, through its agents or independent contractors;
- § 5.3 Obtain bids or negotiated proposals from qualified contractors acceptable to the Owner for a contract for performance and completion of the Construction Contract, arrange for a contract to be prepared for execution by the Owner and a contractor selected with the Owner's concurrence, to be secured with performance and payment bonds executed by a qualified surety equivalent to the bonds issued on the Construction Contract, and pay to the Owner the amount of damages as described in Section 7 in excess of the Balance of the Contract Price incurred by the Owner as a result of the Contractor Default; or
- § 5.4 Waive its right to perform and complete, arrange for completion, or obtain a new contractor and with reasonable promptness under the circumstances:
 - .1 After investigation, determine the amount for which it may be liable to the Owner and, as soon as practicable after the amount is determined, make payment to the Owner; or
 - .2 Deny liability in whole or in part and notify the Owner, citing the reasons for denial.
- § 6 If the Surety does not proceed as provided in Section 5 with reasonable promptness, the Surety shall be deemed to be in default on this Bond seven days after receipt of an additional written notice from the Owner to the Surety demanding that the Surety perform its obligations under this Bond, and the Owner shall be entitled to enforce any remedy available to the Owner. If the Surety proceeds as provided in Section 5.4, and the Owner refuses the payment or the Surety has denied liability, in whole or in part, without further notice the Owner shall be entitled to enforce any remedy available to the Owner.
- § 7 If the Surety elects to act under Section 5.1, 5.2 or 5.3, then the responsibilities of the Surety to the Owner shall not be greater than those of the Contractor under the Construction Contract, and the responsibilities of the Owner to the Surety shall not be greater than those of the Owner under the Construction Contract. Subject to the commitment by the Owner to pay the Balance of the Contract Price, the Surety is obligated, without duplication, for

- .1 the responsibilities of the Contractor for correction of defective work and completion of the Construction
- .2 additional legal, design professional and delay costs resulting from the Contractor's Default, and resulting from the actions or failure to act of the Surety under Section 5; and
- .3 liquidated damages, or if no liquidated damages are specified in the Construction Contract, actual damages caused by delayed performance or non-performance of the Contractor.
- § 8 If the Surety elects to act under Section 5.1, 5.3 or 5.4, the Surety's liability is limited to the amount of this Bond.
- § 9 The Surety shall not be liable to the Owner or others for obligations of the Contractor that are unrelated to the Construction Contract, and the Balance of the Contract Price shall not be reduced or set off on account of any such unrelated obligations. No right of action shall accrue on this Bond to any person or entity other than the Owner or its heirs, executors, administrators, successors and assigns.
- § 10 The Surety hereby waives notice of any change, including changes of time, to the Construction Contract or to related subcontracts, purchase orders and other obligations.
- § 11 Any proceeding, legal or equitable, under this Bond may be instituted in any court of competent jurisdiction in the location in which the work or part of the work is located and shall be instituted within two years after a declaration of Contractor Default or within two years after the Contractor ceased working or within two years after the Surety refuses or fails to perform its obligations under this Bond, whichever occurs first. If the provisions of this Paragraph are void or prohibited by law, the minimum period of limitation available to sureties as a defense in the jurisdiction of the suit shall be applicable.
- § 12 Notice to the Surety, the Owner or the Contractor shall be mailed or delivered to the address shown on the page on which their signature appears.
- § 13 When this Bond has been furnished to comply with a statutory or other legal requirement in the location where the construction was to be performed, any provision in this Bond conflicting with said statutory or legal requirement shall be deemed deleted herefrom and provisions conforming to such statutory or other legal requirement shall be deemed incorporated herein. When so furnished, the intent is that this Bond shall be construed as a statutory bond and not as a common law bond.

§ 14 Definitions

- § 14.1 Balance of the Contract Price. The total amount payable by the Owner to the Contractor under the Construction Contract after all proper adjustments have been made, including allowance to the Contractor of any amounts received or to be received by the Owner in settlement of insurance or other claims for damages to which the Contractor is entitled, reduced by all valid and proper payments made to or on behalf of the Contractor under the Construction Contract.
- § 14.2 Construction Contract. The agreement between the Owner and Contractor identified on the cover page, including all Contract Documents and changes made to the agreement and the Contract Documents.
- § 14.3 Contractor Default. Failure of the Contractor, which has not been remedied or waived, to perform or otherwise to comply with a material term of the Construction Contract.
- § 14.4 Owner Default. Failure of the Owner, which has not been remedied or waived, to pay the Contractor as required under the Construction Contract or to perform and complete or comply with the other material terms of the Construction Contract.
- § 14.5 Contract Documents. All the documents that comprise the agreement between the Owner and Contractor.
- § 15 If this Bond is issued for an agreement between a Contractor and subcontractor, the term Contractor in this Bond shall be deemed to be Subcontractor and the term Owner shall be deemed to be Contractor.

§ 16 Modifications to this bond are as follows:	
(Space is provided below for additional signatures of added por CONTRACTOR AS PRINCIPAL	arties, other than those appearing on the cover page.) SURETY
(Corporate Sea.	(Corporate Seal)
	Simotore
Signature:	Signature: Name and Title:
Name and Title: Address:	Address:
2 2240 WOV	

Conforms to American Institute of Architects 2010 A312™ Performance Bond



A312™ Payment Bond

CONTRACTOR:

(Name, legal status and address) Grant's Excavating, Inc.

312 Jason Drive Suite 6

Richmond, KY 40475

OWNER:

(Name, legal status and address) Lexington Fayette Urban County Government

200 E. Main St.

Lexington, KY 40507

CONSTRUCTION CONTRACT

Date:

Amount: \$658,725.00

Six Hundred Fifty Eight Thousand Seven Hundred Twenty Five Dollars and 00/100

Description:

(Name and location)

Green Acres/Hollow Creek Rd. Sanitary Sewer Replacement & Stream Rehabilitation.

SURETY:

475 Steamboat Rd.

Greenwich, CT 06830

Berkley Insurance Company

BOND

Date:

(Not earlier than Construction Contract Date)

Amount: \$658,725.00

Six Hundred Fifty Eight Thousand Seven Hundred Twenty Five Dollars and 00/100

Modifications to this Bond:

None

See Section 18

CONTRACTOR AS PRINCIPAL

Company:

(Corporate Seal)

SURETY

Company:

475 Steamboat Rd. Greenwich, CT 06830 (Corporate Seal)

Bond No.: 0179488

This document has important legal

consequences. Consultation with an

attorney is encouraged with respect

Contractor, Surety, Owner or other party shall be considered plural

This document combines two

This is not a single combined

Performance and Payment Bond.

separate bonds, a Performance Bond and a Payment Bond, into one form.

to its completion or modification.

Any singular reference to

where applicable.

Grant's Excavating, Inc.

Signature:

Signature:

Name

Timothy G. Gra Name and Title: Vice President

and Title:

Berkley Insurance Company

Attorney-in-Fact

Deborah Kay Davis

(Any additional signatures appear on the last page of this Payment Bond.)

(FOR INFORMATION ONLY - Name, address and telephone)

AGENT or BROKER:

OWNER'S REPRESENTATIVE:

BB&T Insurance Services, Inc.

(Architect, Engineer or other party:)

200 W. Vine Street, Suite 300

Lexington, KY 40507

859-422-3766

- § 1 The Contractor and Surety, jointly and severally bind themselves, their heirs, executors, administrators, successors and assigns to the Owner to pay for labor, materials and equipment furnished for use in the performance of the Construction Contract, which is incorporated herein by reference, subject to the following terms.
- § 2 If the Contractor promptly makes payment of all sums due to Claimants, and defends, indemnifies and holds harmless the Owner from claims, demands, liens or suits by any person or entity seeking payment for labor, materials or equipment furnished for use in the performance of the Construction Contract, then the Surety and the Contractor shall have no obligation under this Bond.
- § 3 If there is no Owner Default under the Construction Contract, the Surety's obligation to the Owner under this Bond shall arise after the Owner has promptly notified the Contractor and the Surety (at the address described in Section 13) of claims, demands, liens or suits against the Owner or the Owner's property by any person or entity seeking payment for labor, materials or equipment furnished for use in the performance of the Construction Contract and tendered defense of such claims, demands, liens or suits to the Contractor and the Surety.
- § 4 When the Owner has satisfied the conditions in Section 3, the Surety shall promptly and at the Surety's expense defend, indemnify and hold harmless the Owner against a duly tendered claim, demand, lien or suit.
- § 5 The Surety's obligations to a Claimant under this Bond shall arise after the following:
- § 5.1 Claimants, who do not have a direct contract with the Contractor,
 - .1 have furnished a written notice of non-payment to the Contractor, stating with substantial accuracy the amount claimed and the name of the party to whom the materials were, or equipment was, furnished or supplied or for whom the labor was done or performed, within ninety (90) days after having last performed labor or last furnished materials or equipment included in the Claim; and
 - .2 have sent a Claim to the Surety (at the address described in Section 13).
- § 5.2 Claimants, who are employed by or have a direct contract with the Contractor, have sent a Claim to the Surety (at the address described in Section 13).
- § 6 If a notice of non-payment required by Section 5.1.1 is given by the Owner to the Contractor, that is sufficient to satisfy a Claimant's obligation to furnish a written notice of non-payment under Section 5.1.1
- § 7 When a Claimant has satisfied the conditions of Sections 5.1 or 5.2, whichever is applicable, the Surety shall promptly and at the Surety's expense take the following actions:
- § 7.1 Send an answer to the Claimant, with a copy to the Owner, within sixty (60) days after receipt of the Claim, stating the amounts that are undisputed and the basis for challenging any amounts that are disputed; and
- § 7.2 Pay or arrange for payment of any undisputed amounts.
- § 7.3 The Surety's failure to discharge its obligations under Section 7.1 or Section 7.2 shall not be deemed to constitute a waiver of defenses the Surety or Contractor may have or acquire as to a Claim, except as to undisputed amounts for which the Surety and Claimant have reached agreement. If, however, the Surety fails to discharge its obligations under Section 7.1 or Section 7.2, the Surety shall indemnify the Claimant for the reasonable attorney's fees the Claimant incurs thereafter to recover any sums found to be due and owing to the Claimant.
- § 8 The Surety's total obligation shall not exceed the amount of this Bond, plus the amount of reasonable attorney's fees provided under Section 7.3, and the amount of this Bond shall be credited for any payments made in good faith by the Surety.
- § 9 Amounts owed by the Owner to the Contractor under the Construction Contract shall be used for the performance of the Construction Contract and to satisfy claims, if any, under any construction performance bond. By the Contractor furnishing and the Owner accepting this Bond, they agree that all funds earned by the Contractor in the performance of the Construction Contract are dedicated to satisfy obligations of the Contractor and Surety under this Bond, subject to the Owner's priority to use the funds for the completion of the work.

- § 10 The Surety shall not be liable to the Owner, Claimants or others for obligations of the Contractor that are unrelated to the Construction Contract. The Owner shall not be liable for the payment of any costs or expenses of any Claimant under this Bond, and shall have under this Bond no obligation to make payments to, or give notice on behalf of, Claimants or otherwise have any obligations to Claimants under this Bond.
- § 11 The Surety hereby waives notice of any change, including changes of time, to the Construction Contract or to related subcontracts, purchase orders and other obligations.
- § 12 No suit or action shall be commenced by a Claimant under this Bond other than in a court of competent jurisdiction in the state in which the project that is the subject of the Construction Contract is located or after the expiration of one year from the date (1) on which the Claimant sent a Claim to the Surety pursuant to Section 5.1.2 or 5.2, or (2) on which the last labor or service was performed by anyone or the last materials or equipment were furnished by anyone under the Construction Contract, whichever of (1) or (2) first occurs. If the provisions of this Paragraph are void or prohibited by law, the minimum period of limitation available to sureties as a defense in the jurisdiction of the suit shall be applicable.
- § 13 Notice and Claims to the Surety, the Owner or the Contractor shall be mailed or delivered to the address shown on the page on which their signature appears. Actual receipt of notice or Claims, however accomplished, shall be sufficient compliance as of the date received.
- § 14 When this Bond has been furnished to comply with a statutory or other legal requirement in the location where the construction was to be performed, any provision in this Bond conflicting with said statutory or legal requirement shall be deemed deleted herefrom and provisions conforming to such statutory or other legal requirement shall be deemed incorporated herein. When so furnished, the intent is that this Bond shall be construed as a statutory bond and not as a common law bond.
- § 15 Upon request by any person or entity appearing to be a potential beneficiary of this Bond, the Contractor and Owner shall promptly furnish a copy of this Bond or shall permit a copy to be made.

§ 16 Definitions

- § 16.1 Claim. A written statement by the Claimant including at a minimum:
 - .1 the name of the Claimant;
 - .2 the name of the person for whom the labor was done, or materials or equipment furnished;
 - .3 a copy of the agreement or purchase order pursuant to which labor, materials or equipment was furnished for use in the performance of the Construction Contract;
 - .4 a brief description of the labor, materials or equipment furnished;
 - .5 the date of which the Claimant last performed labor or last furnished materials or equipment for use in the performance of the Construction Contract;
 - .6 the total amount earned by the Claimant for labor, materials or equipment furnished as of the date of the
 - .7 the total amount of previous payments received by the Claimant; and
 - .8 the total amount due and unpaid to the Claimant for labor, materials or equipment furnished as of the date of the Claim
- § 16.2 Claimant. An individual or entity having a direct contract with the Contractor or with a subcontractor of the Contractor to furnish labor, materials or equipment for use in the performance of the Construction Contract. The term Claimant also includes any individual or entity that has rightfully asserted a claim under an applicable mechanic's lien or similar statute against the real property upon which the Project is located. The intent of this Bond shall be to include without limitation in the terms "labor, materials or equipment" that part of water, gas, power, light, heat, oil, gasoline, telephone service or rental equipment used in the Construction Contract, architectural and engineering services required for performance of the work of the Contractor and the Contractor's subcontractors, and all other items for which a mechanic's lien may be asserted in the jurisdiction where the labor, materials or equipment were furnished.
- § 16.3 Construction Contract. The agreement between the Owner and Contractor identified on the cover page, including all Contract Documents and all changes made to the agreement and the Contract Documents.
- § 16.4 Owner Default. Failure of the Owner, which has not been remedied or waived, to pay the Contractor as required under the Construction Contract or to perform and complete or comply with the other material terms of the Construction Contract.
- § 16.5 Contract Documents. All the documents that comprise the agreement between the Owner and Contractor.

§ 17 If this Bond is issued for an agreement be deemed to be Subcontractor and the term Owner	etween a Contractor shall be deemed to	or and subcontractor, to be Contractor.	he term Contractor in the	is Bond shall be
§ 18 Modifications to this bond are as follows:				
(Space is provided below for additional signatu	ures of added parti	es, other than those ap SURETY	ppearing on the cover pag	ge.)
CONTRACTOR AS PRINCIPAL Company:	(Corporate Seal)			(Corporate Seal)
Company.				
		Cionatura		
Signature:		Signature: Name and Title:		
Name and Title:		Address:		
Address:		Auuress.		

POWER OF ATTORNEY BERKLEY INSURANCE COMPANY WILMINGTON, DELAWARE

NOTICE: The warning found elsewhere in this Power of Attorney affects the validity thereof. Please review carefully.

KNOW ALL MEN BY THESE PRESENTS, that BERKLEY INSURANCE COMPANY (the "Company"), a corporation duly organized and existing under the laws of the State of Delaware, having its principal office in Greenwich, CT, has made, constituted and appointed, and does by these presents make, constitute and appoint: Charles G. Peden, Faye J. Miller, Carol B. Hamby, Deborah Kay Davis, Nick Bauer or Heather Martin Reynolds of BB&T Insurance Services, Inc./BB&T Cromwell Insurance of Lexington, KY its true and lawful Attorney-in-Fact, to sign its name as surety only as delineated below and to execute, seal, acknowledge and deliver any and all bonds and undertakings, with the exception of Financial Guaranty Insurance, providing that no single obligation shall exceed Fifty Million and 00/100 U.S. Dollars (U.S.\$50,000,000.00), to the same extent as if such bonds had been duly executed and acknowledged by the regularly elected officers of the Company at its principal office in their own proper persons.

This Power of Attorney shall be construed and enforced in accordance with, and governed by, the laws of the State of Delaware, without giving effect to the principles of conflicts of laws thereof. This Power of Attorney is granted pursuant to the following resolutions which were duly and validly adopted at a meeting of the Board of Directors of the Company held on January 25, 2010:

RESOLVED, that, with respect to the Surety business written by Berkley Surety Group, the Chairman of the Board, Chief Executive Officer, President or any Vice President of the Company, in conjunction with the Secretary or any Assistant Secretary are hereby authorized to execute powers of attorney authorizing and qualifying the attorney-in-fact named therein to execute bonds, undertakings, recognizances, or other suretyship obligations on behalf of the Company, and to affix the corporate seal of the Company to powers of attorney executed pursuant hereto; and said officers may remove any such attorney-in-fact and revoke any power of attorney previously granted; and further

RESOLVED, that such power of attorney limits the acts of those named therein to the bonds, undertakings, recognizances, or other suretyship obligations specifically named therein, and they have no authority to bind the Company except in the manner and to the extent therein stated; and further

RESOLVED, that such power of attorney revokes all previous powers issued on behalf of the attorney-in-fact named; and

RESOLVED, that the signature of any authorized officer and the seal of the Company may be affixed by facsimile to any power of attorney or certification thereof authorizing the execution and delivery of any bond, undertaking, recognizance, or other suretyship obligation of the Company; and such signature and seal when so used shall have the same force and effect as though manually affixed. The Company may continue to use for the purposes herein stated the facsimile signature of any person or persons who shall have been such officer or officers of the Company, notwithstanding the fact that they may have ceased to be such at the time when such instruments shall be issued.

IN WITNESS WHEREOF, the Company has caused these presents to be signed and attested by its appropriate officers and its

Berkley Insurance Company Attest: Ву (Seal) Ira S. Lederman Senior Vice President & Secretary WARNING: THIS POWER INVALID IF NOT PRINTED ON BLUE "BERKLEY" SECURITY PAPER.

STATE OF CONNECTICUT)) **COUNTY OF FAIRFIELD**

corporate seal hereunto affixed this 2 day of Januar

Sworn to before me, a Notary Public in the State of Connecticut, this 2 day of January 201/4, by Ira S. Lederman and Jeffrey M. Hafter who are sworn to me to be the Senior Vice President and Secretary, and the Senior Vice President, respectively, of Berkley Insurance Company. KATHLEEN COREY NOTARY PUBLIC ODDECTICUT CONNECTICUT

CERTIFICATE

I, the undersigned, Assistant Secretary of BERKLEY INSURANCE COMPANY, DO HEREBY CERTIFY that the foregoing is a true, correct and complete copy of the original Power of Attorney; that said Power of Attorney has not been revoked or rescinded and that the authority of the Attorney-in-Fact set forth therein, who executed the bond or undertaking to which this Power of Attorney is attached, is in full force and effect as of this date.

Given under my hand and seal of the Company, this day of
--

(Seal)

Andrew M. Tuma

Notary Public, State of