CSX OP#: NC0972

WALKWAY CROSSING MAINTENANCE AGREEMENT

THIS WALKWAY CROSSING MAINTENANCE AGREEMENT (this "Agreement"), effective as of the _______day of______, 20__ (the "Effective Date"), is between CSX TRANSPORTATION, INC., a Virginia corporation with its principal place of business located at 500 Water St., Jacksonville, FL 32202, hereinafter called "CSXT," and the TOWN OF APEX, a North Carolina municipal corporation, whose address is PO Box 250, Apex, North Carolina 27502, hereinafter called "AGENCY".

WITNESSETH:

WHEREAS, by that certain Construction Agreement entered into between AGENCY and CSXT, dated _______, hereinafter referred to as the "Construction Agreement", AGENCY will construct or cause to be constructed the Project (as defined in the Construction Agreement) which includes an at-grade public walkway crossing across and over the tracks, right-of-way and property of CSXT, at CSXT's Milepost S 174.21 and adjacent to the state highway-hail at grade crossing at Pleasant Plains Road known as DOT No. 630704X in Apex, Wake County, North Carolina, Carolinas Zone, Aberdeen Subdivision, which said pedestrian walkway is hereinafter referred to as the "CROSSING"; and

WHEREAS, upon completion of the Project, the AGENCY will use, maintain, repair, renew, replace and ultimately remove the CROSSING under the terms and conditions set forth herein.

NOW, THEREFORE, in consideration of the mutual promises contained herein and other good and valuable consideration, the parties agree as follows:

1) The CROSSING includes but is not limited to, the track structure, grade crossing surface, any railroad crossing warning signs, and automatic grade crossing

Carolinas Zone, Aberdeen Subdivision Apex, Wake County, North Carolina DOT630704X, Pleasant Plains Road

MP: S 174.21

CSX OP#: NC0972

warning devices which are, or might be, located within or adjacent to the above-described

location. Upon completion of the Project, the CROSSING shall be thereafter maintained

as provided herein at the sole cost and expense of the AGENCY.

Agency shall maintain and repair, at its sole cost and expense, all parts comprising a)

the permanent aspects of the Project, as shown by the Plans (as defined in the

Construction Agreement), consisting of walkway pavement up to the outer ends

of the railroad cross ties in good and safe condition to CSXT's satisfaction. In the

event Agency fails to do so after reasonable notice from CSXT (unless an

emergency condition exists or is imminent in the opinion of CSXT that requires

immediate action), CSXT may perform such maintenance and repair, at Agency's

sole cost and expense.

c)

2)

b) CSXT shall maintain and repair the crossing surface between the ends of its cross

ties and its signal facilities at the CROSSING, at Agency's sole cost and expense.

Agency shall not undertake any alteration, modification or expansion of the

CROSSING, without the prior written approval of CSXT, which may be withheld

for any reason, and the execution of such agreements as CSXT may require. CSXT

may undertake alterations and/or maintenance of its property, track or facilities and

shall be reimbursed by Agency for the expenses incurred by CSXT with respect to

the removal and restoration of the crossing in connections with such alteration

and/or maintenance.

Upon completion of the Project, notwithstanding any rights granted to the

AGENCY herein, CSXT reserves the right to perform all work required on CSXT's

property and right-of-way at the CROSSING resulting from the Project including

Page 2 of 10

Carolinas Zone, Aberdeen Subdivision Apex, Wake County, North Carolina DOT630704X, Pleasant Plains Pood

DOT630704X, Pleasant Plains Road MP: S 174.21

CSX OP#: NC0972

construction, drainage, lighting, and vegetation management, in which event AGENCY

shall pay CSXT the entire cost and expense of labor, materials and equipment furnished by

CSXT in performing such work.

3) The CROSSING shall be used for public at-grade walkway crossing purposes

only and no utility (including but not limited to telecommunications facilities, pipes, wires,

cables) or other line or structure, materials, vegetation or other improvements shall be

placed in, on, or over the CROSSING without the previous consent in writing of CSXT and

the execution of such additional agreements as CSXT deems necessary.

4) This Agreement is for an initial term of one (1) year and shall continue in effect

thereafter from year to year, subject to termination by CSXT or AGENCY upon thirty (30)

days prior written notice.

5) The provisions and stipulations of this Agreement are a part of the

consideration of the licensing of the CROSSING, and in the event the AGENCY shall fail

to comply with any of the covenants and conditions, then, at the option of CSXT, this

Agreement shall be terminated with full legal rights and remedies retained by CSXT,

including but not limited to the right to reenter, repossess, and remove the CROSSING at

the expense of the AGENCY if CSXT shall elect to do so.

6) Unless otherwise specified in this Agreement or the Construction Agreement,

the cost of and liability for installation, construction, maintenance, replacement, and

removal of all facilities at the CROSSING, including but not limited to the track structure,

any railroad crossing warning signs, crossing surfaces, and automatic crossing warning

devices, whether performed by the AGENCY or CSXT, shall be the sole responsibility of

the AGENCY.

Page 3 of 10

MP: S 174.21 CSX OP#: NC0972

7) RESERVED.

8) CSXT will maintain and/or install one 6 foot (6') crossing surface at the

CROSSING (the "SURFACE"). On each anniversary of the Effective Date until

termination of this Agreement, AGENCY shall pay an annual fee to CSXT in the amount

of TWO THOUSAND FOUR HUNDRED FIFTY SIX DOLLARS (\$2,456.00), towards

the ongoing maintenance of the SURFACE (the "Annual Surface Fee"). The Annual Surface

Fee shall be increased each year in accordance with Section 9.

9) The Annual Surface Fee shall be adjusted as follows:

a) The Annual Surface Fee shall be subject to periodic review and adjustment by

CSXT. Agency shall have no right of refund for any cause whatsoever with

respect to the Annual Surface Fees paid to CSXT, which shall commence on the

dates provided in Section 8. CSXT will provide notice of any increase as a result

of such review and adjustment in advance of the due date.

b) In addition to the periodic review and adjustment referred to in the Section 9 a)

above, the Annual Fees shall be adjusted on an annual basis by three percent (3%)

per annum.

10) When CSXT determines that the replacement of the SURFACE is more

economical than its continued maintenance, CSXT shall have the exclusive option to

replace the SURFACE with its standard timber and asphalt surface. In the event AGENCY

requests that CSXT install a different type of grade crossing surface and CSXT agrees to

do so, the difference in cost between the then current estimated replacement cost of CSXT's

standard timber and asphalt surface and the AGENCY's requested surface type shall be the

sole responsibility of the AGENCY.

Page 4 of 10

Carolinas Zone, Aberdeen Subdivision Apex, Wake County, North Carolina DOT620704V, Plansant Plains Pood

DOT630704X, Pleasant Plains Road MP: S 174.21

MP: S 174.21 CSX OP#: NC0972

11) The AGENCY shall, at its sole expense, maintain and replace the remainder of

the walkway on either side of the SURFACE within CSXT's right-of-way at the

CROSSING. AGENCY shall perform such work in accordance with the time and

operational requirements of CSXT. The AGENCY will give prior notice to CSXT of all

work to be performed by it at or near the CROSSING and no such work shall be performed

by AGENCY without the prior approval of CSXT. All work performed by the AGENCY

shall be conducted at such times and in such manner as to not interfere or impede the

operations of CSXT. CSXT shall provide a construction watchman at the CROSSING

while work is being performed by the AGENCY under the provisions of this Agreement,

at the sole expense of the AGENCY.

12) The AGENCY agrees, acknowledges, and understands that CSXT reserves the

right to make any changes at any future time in its existing tracks or other facilities,

including the installation, maintenance, and operation of any additional track or tracks or

other facilities on its right-of-way at the CROSSING. CSXT shall be reimbursed by Agency

for the expenses incurred by CSXT with respect to the removal and restoration of the

CROSSING in connection with such changes or alterations. The AGENCY agrees to promptly

relocate any AGENCY facilities to accommodate any CSXT changes within thirty (30)

days of a request by CSXT to do so, at AGENCY's sole cost and expense.

13) The AGENCY agrees that it will install, maintain, and replace all necessary

drainage facilities to prevent the accumulation of surface water due to the existence of the

CROSSING. Such facilities must first be approved by CSXT and any governing bodies

having jurisdiction thereof and operation of the facilities shall also be subject at all time to

their approval. An additional license agreement may be required by CSXT, depending upon

Page 5 of 10

Carolinas Zone, Aberdeen Subdivision Apex, Wake County, North Carolina

DOT630704X, Pleasant Plains Road MP: S 174.21

CSX OP#: NC0972

the location of such drainage facilities and type, size, depth, and other specifications of the

proposed facilities.

14) Lighting facilities adequate to comply with the requirements of the laws of the

State of North Carolina covering illumination of the walkway shall be installed, maintained,

and replaced at or near the CROSSING by and at the sole cost of AGENCY.

15) Facilities at or near the CROSSING that are not specifically covered by the

Project or this Agreement, may not be constructed by AGENCY at or near the CROSSING

without the prior written approval of CSXT, which approval is in CSXT's sole discretion.

The cost and liability for such facilities, including but not limited to claims for personal

injury or death or damage to property of any person or persons whomsoever, shall be the

sole responsibility of AGENCY to the extent permitted by law.

16) If at any time CSXT, at AGENCY's request, performs work required to be

performed by AGENCY hereunder, the cost and liability for such work, including but not

limited to claims for personal injury or death or damage to property of any person or

persons whomsoever, shall be the sole responsibility of AGENCY to the extent permitted

by law.

17) The AGENCY further covenants to pay CSXT, within thirty (30) days after

presentation of the same, all invoices submitted by CSXT under this Agreement. Failure

to promptly pay to CSXT amounts billed as due under this Agreement shall constitute

default by the AGENCY. In the event the AGENCY fails to pay CSXT any sums due to

CSXT under this Agreement, Agency shall pay CSXT an interest rate at the lesser of 1.0%

per each month of delinquency or the maximum rate of interest permitted by applicable law

on the delinquent amount until paid in full. In the event AGENCY fails to comply with

Page 6 of 10

Carolinas Zone, Aberdeen Subdivision Apex, Wake County, North Carolina

DOT630704X, Pleasant Plains Road MP: S 174.21

CSX OP#: NC0972

any of the other terms and conditions of this Agreement, then, at the option of CSXT,

CSXT may elect, by delivery of notice to AGENCY, not to perform CSXT's obligations

under this Agreement, up to and including closing the CROSSING, until the AGENCY

cures any such default to CSXT's satisfaction.

18) At the termination of this Agreement as provided above, all rights of the

AGENCY shall terminate and the AGENCY shall remove, under CSXT's supervision and

direction, at AGENCY's entire cost and expense, said CROSSING and all non-CSXT-

owned improvements placed upon the CSXT's right-of-way and restore the ground to its

original condition.

19) To the fullest extent permitted by state law, the AGENCY shall indemnify,

defend and hold harmless CSXT for assessments or other charges of any kind whatsoever

against the CSXT at any time for any portion of public improvements arising out of the

existence of the CROSSING.

20) The AGENCY shall not in any way, or at any time, interfere with or obstruct

CSXT's right-of-way, the movement of CSXT's trains and other railroad operations, or

interfere with the CSXT's use thereof, or the use thereof by CSXT's assigns, invitees,

lessees, or licensees.

21) To the fullest extent permitted by state law, the AGENCY shall, and shall

require its contractor to, indemnify, defend and hold harmless CSXT, its affiliates, officers,

directors, and employees from any and all suits, claims, liability, losses, damages, expenses

and costs (including reasonable attorney's fees) incurred by or asserted against CSXT

whether for personal injury or death or damage to property of any person or persons

whomsoever, relating to, resulting from, or arising out of any future maintenance or

Page 7 of 10

MP: S 174.21 CSX OP#: NC0972

replacement of the CROSSING by CSXT, the performance of work by CSXT required to

be performed by AGENCY hereunder, or the use of the CROSSING or AGENCY facilities,

including but not limited to pedestrian walkways, at or near the CROSSING and regardless

of whether such injury or damage is caused or alleged to be caused, in whole or in

part, by the negligence of CSXT. Notwithstanding the foregoing, the AGENCY shall

have no indemnification obligation for the intentional, wrongful acts of CSXT.

22) At least thirty (30) days prior to AGENCY's performance of any work in

connection with the CROSSING, AGENCY or its contractor shall notify CSXT or its

authorized representative. CSXT shall review AGENCY's request for approval and/or

authorization to proceed. Such approval and/or authorization to proceed shall include (if

applicable) the execution of such additional agreement(s) as CSXT deems necessary and

CSXT's requirement to furnish protective services including but not limited to flagmen,

construction watchmen, field construction insepctors, etc. ("Protective Services") for the

protection of CSXT's employees, property and train operations with respect to AGENCY's

work activity. Any such Protective Services shall be furnished at AGENCY's sole cost and

expense. AGENCY shall abide by all instructions of CSXT's Regional Engineer, or his or

her authorized representative, in the performance of any work at the CROSSING.

In addition to, but not in limitation of any of the foregoing provisions, if at any time

CSXT should deem it necessary to place Protective Services for the protection of any

person or property, during the construction, maintenance, repair, alteration, renewal, or

removal at the CROSSING, CSXT shall have the right to place such Protective Services,

or other persons, at the sole cost and expense of the AGENCY. The furnishing or failure to

furnish Protective Services, or other persons, by the CSXT under this paragraph, however,

Page 8 of 10

CSX OP#: NC0972

shall not release AGENCY from any and all other liabilities assumed by AGENCY under

the terms of this Agreement, including its obligations under Paragraph 20 hereof.

23) Installation, maintenance, and replacement of any and all railroad advance

warning signs and pavement markings on any road approaching the CROSSING shall be

the sole responsibility and cost of the AGENCY, and at its sole expense.

24) The AGENCY hereby acknowledges that it has been notified that its personnel

will or may be working in an area containing active fiber-optic transmission cable as well

as other cables and other facilities.

25) If any provision or provisions of this Agreement shall be held to be invalid,

illegal or unenforceable, the validity, legality and enforceability of the remaining

provisions shall not in any way be affected or impaired thereby.

26) This Agreement will be governed by the laws of the State of North Carolina. It

constitutes the complete and exclusive statement of the Agreement between the parties

which supersedes all proposals, oral or written, and all other communications between the

parties related to the subject matter of this Agreement. Any future change or modification

of this Agreement must be in writing and signed by both parties.

27) Upon completion of the Project and except as otherwise provided in this

Agreement, if any provision contained in this Agreement is in conflict with, or inconsistent

with, any provision in any of the Construction Agreement, the provision contained in this

Agreement shall govern and control.

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Page 9 of 10

Carolinas Zone, Aberdeen Subdivision Apex, Wake County, North Carolina DOT630704X, Pleasant Plains Road MP: S 174.21

CSX OP#: NC0972

IN WITNESS WHEREOF, the CSXT and the AGENCY have caused this instrument to be executed in their corporate names in duplicate the day first hereinafter written by their undersigned officials thereunto lawfully authorized.

TOWN OF APEX	CSX TRANSPORTATION, INC.
Name:	Name: :
Title:	Title: