Mayor Alice Ruby

Acting City Manager Jack Savo, Jr.



Dillingham City Council

Bertram Luckhurst Michael Bennett Steven Carriere Curt Armstrong Kaleb Westfall Kevin McCambly

MEMORANDUM

Date: August 20, 2025

To: Jack Savo, Jr.; Acting City Manager

From: Phil Baumgartner; Public Works Director

Subject: Purchase of Caterpillar 160 Grader

The City needs to purchase a new grader to replace an aged piece of equipment.

Our grader in need of replacement is a 1998 Caterpillar 160H in very poor condition is at end of life. It is marginally operable in that it has two remaining functional forward gears, one reverse gear, sizable fluid leaks and various other states of disrepair. This unit's transmission has been rebuilt/repaired twice to date. We do not recommend continuing to rebuild and cost prohibitive to replace the transmission.

A quote from NC Machinery for a new 160 Caterpillar grader at a cost of \$499,080.00 (F.O.B. Dillingham) was received under SourceWell pricing August 20, 2024 which NC Machinery continues to honor. The SourceWell purchasing system meets the City's procurement requirements. This piece of equipment is a necessity as at times Public Works have sporadic difficulty keeping up with grading and plowing tasks with two functioning graders.

I recommend we proceed with the purchase of the grader listed in Quote 299693 from NC Machinery.

Regards,

Phil Baumgartner

Phil Baumgartner
Public Works Director

Previously submitted: 5/6/25, 3/7/25

Mayor Alice Ruby

City Manager Daniel Decker



Dillingham City Council

Bertram Luckhurst Michael Bennett Steven Carriere Curt Armstrong Kaleb Westfall Kevin McCambly

MEMORANDUM

Date: March 7, 2025

To: Dan Decker; Acting City Manager

From: Phil Baumgartner; Public Works Director

Subject: Purchase of Caterpillar 160 Grader

The City needs to purchase a new grader to replace an aged piece of equipment.

Our grader in need of replacement is a 1998 Caterpillar 160H in very poor condition is at end of life. It is marginally operable in that it has two remaining functional forward gears, one reverse gear and various other states of disrepair. This unit's transmission has been rebuilt/repaired twice to date. We do not recommend continuing to rebuild and cost prohibitive to replace the transmission.

A quote from NC Machinery for a new 160 Caterpillar grader at a cost of \$499,080.00 (F.O.B. Dillingham) was received under SourceWell pricing. Which system meets the City's procurement requirements. This piece of equipment is a necessity as at times Public Works have sporadic difficulty keeping up with grading and plowing tasks with two functioning graders.

I recommend we proceed with the purchase of the grader listed in Quote 299693 from NC Machinery.

Regards,

Phil Baumgartner
Phil Baumgartner

Public Works Director

From: Steven Fisher
To: PublicWorks Director

Cc: <u>Deputy Manager</u>; <u>Abigail Flynn</u>; <u>Anita Foran</u>

Subject: RE: Resubmission of 160 grader

Date: Wednesday, August 20, 2025 9:54:10 AM

Attachments: NEW CAT 160 GRADER QUOTE - SOURCEWELL CONTRACT PRICING - 8-20-2024.pdf

Good morning Phil,

Please continue to use that same quote for the next 60 days. We will have to evaluate again if it goes past 60 days as there are some price increases coming in the 4th quarter, I just don't know what they are going to be at this time.

Also note that depending on availability we may use Henke attachments for the wing and v-plow, instead of the CAT attachments listed on the quote. We originally bid the Henke attachments on the AKDOT contract but availability became very poor for a time so we went to CAT Worktools. Now it looks like we're headed back to Henke based on availability issues with CAT Worktools. This will not impact the price either way.

Let me know if you need anything else.

Thank you,

Steve Fisher

Cell: 907-748-7540 Office: 907-786-7500 sfisher@ncmachinery.com





From: PublicWorks Director <publicworks@dillinghamak.us>

Sent: Wednesday, August 20, 2025 8:29 AM **To:** Steven Fisher <SFisher@NCMachinery.com>

Cc: Deputy Manager <deputymanager@dillinghamak.us>; Abigail Flynn <abigail.flynn@dillinghamak.us>; Anita Foran <Anita.Foran@dillinghamak.us>

Subject: Resubmission of 160 grader

Good morning, Steve. I am once again submitting for the purchase of a 160 grader. Might you provide an updated quote or confirmation of the attached quote being valid?

Your patience with our process is appreciated.

Sincerely,



Public Works Director City of Dillingham 907-842-4598 303* Direct

publicworks@dillinghamak.us

This message and any attachments are intended only for the addressee(s) and may contain priviledged or confidential information. Any unauthorized disclosure is strictly prohibited. If you have received this message in error, please notify us immediately so that we may correct our internal records. Please then permanently delete the original message and any attachments and destroy any copies.



Purchaser's Order

DATE

Aug 20th, 2024

Quote No. 299693

| | | | | | FOB D | OILLINGHAN | M, AK - DOCKSIDE | | | |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|-----------------------------------------------------|----------------|-----------------------|-----------------------------------------------------------------------------------------------------------|------------------|-----------------------------|--------------------------|-------------------|--|
| PURCHASER CITY OF DILLINGHAM S STREET ADDRESS PO BOX 889 | | | | | | | | | | |
| O CITY/STATE DILLINGHAM, AK | COUNTY | | | ALASKA, ALASKA | | | | | | |
| L POSTAL CODE 99576-0889 CUSTOMER CONTACT: EQUIPMENT | 9 PHONE NO. 907 842 5211 | | | | , | | | | | |
| T PRODUCT SUPPORT | | | ACCESS RC | DAD T | | | | | | |
| O INDUSTRY CODE: LOCAL GOVERNMENT (| PRINCIPAL WORK CODE | | | ION & O | | | | | | |
| | | | | | F.O.B. | AT: DILL | INGHAM, AK - DOCI | KSIDE | | |
| CUSTOMER 9993029 | | Sales Tax Exemption # (if applicable) | | | <u>'</u> | CUSTOMER | PO NUMBER | | | |
| NUMBER PAYMENT TERMS: | | LOCAL GOV'T | | | | III torms and no | rymente ere subject to Fine | naa Camna | ov. OAC approvel) | |
| T NET PAYMENT ON RECEIPT OF INVOICE | NET ON DE | ELIVERY FINANCIAL SER | RVICES | Г | CSC | LEASE | ayments are subject to Fina | nce Compai LKE Assign | | |
| CASH WITH ORDER \$0. | | TO FINANCE | | INTEREST RATE | | | <u> </u> | | | |
| S PAYMENT PERIOD | | T AMOUNT | | NUMBER OF PAY | MENTS | | OPTIONAL BUY-OUT | | | |
| | DESC | CRIPTION OF EQUIPMENT ORDERED / PUI | RCHASED | | | | | | | |
| MAKE: CATERPILLAR STOCK NUMBER: TBD - NEW | MODEL: 160 SERIAL NUMB |) BER: TBD - NEW | | YEAR: 202 SMU: TBA | 24 | | | | | |
| 160 15A MOTOR GRADER | 577-2963 | TIRES, 14.0R24 BRIDGESTONE | V-STEEL | 252-0708 | | | WING WITH FULL H | EIGHT | | |
| 14! MOI DROXPD | 349_3047 | SNOW WEDGE * G2 MP | | 369, 6330 | MAST | | מינים ממינטם מונים אום אום | CATE | | |
| 14' MOLDBOARD REAR HITCH | 349-3047 | REAR VISION CAMERA | | 368-6239 | WELD | CO BOLT (| ON MOLDBOARD END | GAIL | | |
| COLD WEATHER PLUS PACKAGE | 394-4522 | OUTSIDE HEATED MIRRORS, 24 | ·V | 344-0984 | | | | | | |
| BLADE LIFT ACCUMULATORS | 358-9338 | TRANSMISSION GUARD | | 366-2459 | | | | | | |
| ENGINE AIR PRECLEANER | 380-6774 | ENGINE COOLANT HEATER, 120 | v | 249-5516 | | | | | | |
| BASE+6 HYDRAULICS | 481-8610 | CIRCLE SAVER | | 521-3250 | | | | | | |
| (WM, WT+F, DA1, DA2, FL, RIP) | | | | | | | | | | |
| EXTREME DUTY STARTER | 395-3547 | 1 PAPER SET OF PARTS AND S MANUALS | ERVICE | | | | | | | |
| LED HIGH MOUNT HEADLIGHTS | 553-2589 | FREIGHT FROM FACTORY, FOB DILLINGHAM, AK DOCKSIDE | | | | | | | | |
| LED ROADING LIGHT | 550-6608 | NEW MACHINE PREP | | | | | | | | |
| LED WORK LIGHT PLUS PKG | 552-7285 | 5 YEAR / 2500 HOUR CAT PRE | | | | | | | | |
| | | WARRANTY - TECHNICIAN TRAV | EL TIME | | | | | | | |
| CAB PLUS PKG | 385-9554 | WINTER ENGINE COVER | | | | | | | | |
| PRODUCT LINK, DUAL PLE782 | 464-6807 | TIRE CHAINS | | | | | | | | |
| AUTO ARTICULATION | 483-2354 | 1 SPARE TIRE MOUNTED ON NE | | | | | | | | |
| JOYSTICK CONTROLS | 357-9151 | CAT FRONT V-PLOW AND LIFT HYDRAULIC LOCKING PINS | GROUP WIT | ГН | | | | | | |
| | E-IN EQUIPME | NT . | | SELL PRICE | | | | \$4 | 199,080.00 | |
| MODEL: PAYOUT TO: | | | | NET BALANCE | DUE | | | \$4 | 199,080.00 | |
| MODEL: | | YEAR:SN.: | | BALANCE | | | | \$4 | 199,080.00 | |
| PAYOUT TO: | | _AMOUNT:PAID BY: YEAR: Sn.: | | | | | | | | |
| PAYOUT TO: | | SN.:SN.: AMOUNT:PAID BY: | | | | | | | | |
| MODEL: | | SN.: | | | | | | | | |
| PAYOUT TO: | | _AMOUNT:PAID BY: | | | | | | | | |
| ALL TRADES-INS ARE SUBJECT TO EQUIPMENT BEING OF REPLACEMENT MACHINE PURCHASE ABOVE. | IN "AS INSPECT | ED CONDITION" BY VENDOR AT TIME OF I | DELIVERY | | | | | | | |
| PURCHASER HEREBY SELLS THE TRADE-IN EQUIPMEN FREE AND CLEAR OF ALL CLAIMS, LIENS, MORTGAGES | | | Т ТО ВЕ | | | | | | | |
| CATERPILLAR EQUIPMENT WARRANTY | | INITIAL | | USED I | EQUIPME | ENT | INITIAL | | | |
| | | INTERNAL | | | RANTY | | INTERIOR L | | | |
| | | | | | daw | anid ! | | arad ' '' | ad ever-t- | |
| The customer acknowledges that he has received a copy of the /Caterpillar Warranty and has read and understood said warra Scheduled oil sampling (S.O.S.) is mandatory with this warranty. The customer is responsible for taking oil samples at designated inter- | | | | | All used equipment is sold as is where is and no warranty is offered or implied except as specified here: | | | | | |
| From all power train components and failure to do so may result in voiding the warranty. Warranty applicable including experation date where necessary: | | | | | | | | | | |
| 1 YEAR NEW CAT WARRANTY - TECHNICIA | | IME & MILEAGE NOT INCLUDED | | | | | | | | |
| 5 YEAR / 2500 HOUR CAT PREMIER WARRANTY - TECHNICIAN TRAVEL TIME & MILEAGE NOT | | | | | | | | | | |
| INCLUDED | | | | _ | | | | | | |
| | | | | | | | _ | | | |
| NOTES: SOURCEWELL-CAT CONTRACT # 032119-CAT, 0 | CITY OF DILLING | HAM MEMBER # 94231. CONTRACT PROVI | IDES A \$367,4 | 87 DISCOUNT OF | F OF THE | E PACKAGE L | IST PRICE OF \$866,567. | | | |
| THIS AGREEMENT IS SUBJECT TO THE TERMS AND CONDITIONS ON THE REVERSE | | | | | | | | | | |
| 71110 | | | | | • • • | | - | | | |
| ORDER RECEIVED BY <u>Fisher, Stever</u> | 1 | | APPROVED A | ND ACCEPTED ON , | | PURC | HASER | | | |
| | | REPRESENTATIVE | CITY OF | DILLINGHAM | | | | | | |
| | | | BY | | | | | | PURCHASER | |
| | | | - <u> </u> | | | SIGN | ATURE | | | |

PRINT NAME AND TITLE

ADDITIONAL TERMS AND CONDITIONS

- 1. Terms of Payment: Purchaser agrees to pay the balance shown together with any applicable sales, use and similar taxes and governmental charges that are not included within the balance and that are payable by reason of the sale of the Equipment.

 All payments shall be made to such address as Seller from time to time provides to Purchaser. If any amount of the Unpaid Balance is not paid when due, Purchaser agrees to pay Seller a charge calculated thereon at the rate of 1.25% per month from the date when the delinquent amount was due, or, at Seller's option, a charge equal to 5% of the delinquent amount, provided that the charge shall not exceed the amount the Purchaser can legally obligate itself to pay and Seller can legally
- 2. Additional Terms and Conditions: This Order is subject to ADDITIONAL TERMS and CONDITIONS including but not limited to DISCLAIMER AND RELEASE AND EXCLUSION OF CONSEQUENTIAL AND OTHER DAMAGES, all of which Purchaser has read and understands and agrees to. The terms and conditions on all pages of this Order, together with any agreements entered into pursuant to Paragraph 4, constitute the entire agreement of Seller and Purchaser with respect to the subject matter of this Order. Purchaser acknowledges that all of such terms and conditions, including but not limited to such LIMITED WARRANTY AND DISCLAIMER and EXCLUSION OF CONSEQUENTIAL AND OTHER DAMAGES, were freely negotiated and bargained for with Seller and that Purchaser has agreed to purchase the Equipment subject to these terms and conditions. SELLER'S ACCEPTANCE OF THIS ORDER IS EXPRESSLY CONDITIONED ON PURCHASER'S ASSENT TO ALL OF SUCH TERMS AND CONDITIONS. ANY ADDITIONAL OR DIFFERENT TERMS OF CONDITIONS WHICH MAY APPEAR IN ANY COMMUNICATION FROM PURCHASER, INCLUDING BUT NOT LIMITED TO ANY SEPARATE DOCUMENT SUBMITTED BY PURCHASER IN CONNECTION WITH THE PURCHASE OF THE EQUIPMENT, ARE HEREBY OBJECTED TO AND SHALL NOT BE EFFECTIVE OR BINDING UNLESS SPECIFICALLY ACCEPTED IN WRITING BY SELLER'S SALES/BRANCH MANAGER AND APPROVED IN WRITING BY SELLER'S CREDIT DEPARTMENT.
- 3. LKE/RENTAL SALE: YES or NO: (circle one)
- **4. ADDITIONAL DOCUMENTS:**If any portion of the Unpaid Balance is to be paid following delivery of the Equipment. Purchaser agrees to execute and deliver to Seller such security agreements, financing statements, and other documents as Seller may request from time to time in order to permit Seller to obtain and maintain a perfected security interest in the Equipment on Terms and Conditions acceptable to Seller.
- **5. ACCEPTANCE; MODIFICATION:** This Order shall be binding on Seller only when it has been both accepted in writing on behalf of Seller by Seller's Sales / Branch Manager and if the Seller is extending credit to the Purchaser or arranging for credit for the Purchaser, approved in writing by Seller's Credit Department. No modifications of the Terms and Conditions of this Order shall be effective or binding upon Seller unless it is in writing and executed by both Seller's Sales / Branch Manger and by Seller's Credit Department. The Terms and Conditions of this Order shall not be modified or otherwise affected by statements and actions of sales people or others unless and until there is such a written modification.
- **6. SECURITY INTEREST:** In order to secure the payment of the Unpaid Balance. Purchaser grants to Seller a purchase money security interest in the Equipment. This security interest shall be superseded if Purchaser and Seller enter into a separate security agreement covering the Equipment.
- 7. DELIVERY, INSPECTION, and ACCEPTANCE: The Equipment is sold F.O.B., the F.O.B. location shown on (Page 1) of this Order. Any delivery or shipping dates indicated on (Page 1) are estimated and approximate, and Seller shall not be liable for any delay in delivery, however occasioned. Seller may deliver the Equipment in installments as the equipment becomes available. Title and risk of loss shall pass to Purchaser upon delivery. Delivery of the Equipment to Purchaser shall take place when physical possession of the Equipment is given to Purchaser or to a carrier, or when the Seller receives directions from Purchaser to place the Equipment in storage, whichever first occurs. The securing of the Equipment on board a carrier shall be deemed to occur subsequent to delivery. If the Equipment is to be shipped, Seller's authorized to execute in Purchaser's name and carrier's standard bill of lading for the Equipment. Without being required to do so, Seller may, on behalf of Purchaser, advance the cost of shipping and/or insurance for the Equipment. To the extent not separately included in calculating the Unpaid Balance, Purchaser agrees to immediately reimburse Seller on demand for such cost. Purchaser agrees to inspect each item of Equipment, at it's sole expense, promptly following receipt and will be deemed to have accepted the item unless it notifies Seller within (10) days following receipt, of any claimed discrepancy between the item as described on (Page 1) and the item as received by Purchaser. Any claim for shortages, delays, or damages occurring after Seller has delivered the Equipment to a carrier shall be made directly to the carrier, and Seller shall have no liability with respect thereto.
- 8. PERFORMANCE EXCUSED: Seller shall not be liable for Seller's inability to perform any or all of it's obligations hereunder due to causes beyond Seller's control, including but not limited to acts of God, acts of omissions of Purchaser, acts of civil or military authorities, fire, weather, strikes or other labor disturbances, civil commotion, war, delays in transportation, late delivery by Seller's suppliers, fuel or other energy shortages, or the inability to obtain necessary labor, materials, supplies, equipment, or manufacturing facilities. If any such cause results in a delay in performance by Seller, the dates of the performance shall be extended for a period equal to the time lost by reason of the delay, and such extension shall be purchaser's exclusive remedy.
- **9. NEW and USED EQUIPMENT:** The term "New Equipment" means any items of Equipment that are registered or registerable as new equipment for the purposes of the warranty provided by the manufacturer thereof. All other items of Equipment are "Used Equipment". Seller does not represent or warrant that items of New Equipment are unused or newly manufactured or that they are the most current models available from the manufacturer thereof.
- 10.LIMITED WARRANTY and DISCLAIMER: Each item of New Equipment is entitled to the benefits of such warranties as are made in writing by the manufacturer thereof, as set forth on the manufacturer's warranty form in effect at the time this order is accepted by Seller. If it is expressly noted on (Page 1) of this Order that there is a separate warranty of Seller that applies to one or more specified item or items of New or Used Equipment, such item or items are entitled to the benefits of such warranty as set forth on Seller's warranty form for such warranty in effect at the time this Order is accepted by Seller, subject to any disclaimers of warranties and limitations of remedies set forth in such form, as well as to the disclaimers of warranties and limitations of remedies set forth below. Purchaser acknowledges receipt of the manufacturers' and, if applicable, Seller's current warranty forms for the items of Equipment purchased under this Order. EXCEPT FOR A WARRANTY OF TITLE BY SELLER MAKES NO WARRANTY WHATSOEVER WITH RESPECT TO ITEMS OF USED EQUIPMENT, AND PURCHASER AGREES THAT IT HAS PURCHASED ALL SUCH ITEMS "AS IS" WITH ALL FAULTS AND DEFECTS.
- 11.WARRANTY PROCEDURES: Purchaser shall promptly notify Seller of any claim under any special warranty (such notice to be in addition to compliance with the procedural requirements of the warranty) and to make the affected item of Equipment available for inspection by Seller. Any replacements or repairs to be made by Seller as a warranty representative of the manufacturer shall be made at a repair and service facility of Seller or it's designee during regular business hours, the cost of the transportation of the Equipment to and from the service facility of Seller or its designee and the cost of the Seller's personnel traveling to and from the location of the Equipment and related cost shall be borne solely by Purchaser. The failure of any item of Equipment purchased hereunder to fulfill any applicable warranties shall not affect the liability of Purchaser to Seller for the purchase price of that item or any other obligation of Purchaser to Seller.
- 12. DISCLAIMER and RELEASE: THE SOLE AND EXCLUSIVE REMEDY OF PURCHASER FOR DEFECTIVE ITEMS OF NEW EQUIPMENT SHALL BE AS PROVIDED IN THE MANUFACTURER'S WARRANTY, ANY OTHER RIGHTS PROVIDED BY LAW AGAINST THE MANUFACTURER, AND ANY APPLICABLE SELLER'S WARRANTY REFERRED TO IN PARAGRAPH 10 EXCEPT FOR ITS OBLIGATION TO DELIVER THE EQUIPMENT IN ACCORDANCE WITH THE EXPRESS TERMS AND CONDITIONS OF THIS ORDER, SELLER SHALL HAVE NO OTHER WARRANTIES, OBLIGATIONS OR LIABILITIES, EXPRESS OR IMPLIED, ARISING BY LAW OR OTHERWISE, WITH RESPECT TO ANY NONCONFORMANCE OR DEFECT IN ANY ITEM PURCHASED HEREUNDER, INCLUDING BUT NOT LIMITED TO; (A) ANY IMPLIED WARRANTY OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE. (B) ANY IMPLIED WARRANTY ARISING FROM COURSE OF PERFORMANCE, COURSE OF DEALING, USAGE, OR TRADE. (C) ANY OBLIGATION, LIABILITY, RIGHT, CLAIM, OR REMEDY FOR LOSS OF OR DAMAGE TO ANY EQUIPMENT.
- 13. EXCLUSION OF CONSEQUENTIAL and OTHER DAMAGES: SELLER SHALL HAVE NO OBLIGATION OR LIABILITY, WHETHER ARISING IN CONTRACT (INCLUDING WARRANTY), TORT (INCLUDING ACTIVE, PASSIVE, OR IMPUTED NEGLEGENCE) OR OTHERWISE, FOR LOSS OF USE, REVENUE OR PROFIT, COST OF CAPITAL, COST OF SUBSTITUTE EQUIPMENT, ADDITIONAL COST INCURRED BY PURCHASER AT ITS PLANT OR IN THE FIELD (WHETHER BY WAY OF CORRECTION OR OTHERWISE), CLAIMS BY PURCHASER'S CUSTOMERS, OR OTHER THIRD PARTIES FOR DAMAGES RESULTING FROM PERSONAL INJURY OR PROPERTY DAMAGE OR ANY OTHER INCIDENTAL OR CONSEQUENTIAL DAMAGE WITH RESPECT TO ANY NONCONFORMANCE OR DEFECT IN ANY ITEMS PROVIDED HEREUNDER.

- 14. PURCHASER'S RESPONSIBILITIES: Except to the extent provided in the express warranties under paragraph 10, Purchaser agrees that, even though it may receive technical information, drawings, or advice from Seller, Purchaser will have sole responsibility (a) for the safety, operation, and performance of the Equipment, (b) for it's suitability for Purchaser's intended use, and (c) where the Equipment is to be used as part of a power, propulsion, or other system, for the installation of the Equipment, the design and performance of such systems, and the adequacy of such system for the particular needs of the Purchaser or any customer of Purchaser.
- 15. PURCHASER'S INDEMNITY: PURCHASER SHALL INDEMNIFY, DEFEND, AND SAVE SELLER AND ITS AGENTS AND EMPLOYEES HARMLESS FROM AND AGAINST ALL CLAIMS, LIABILITIES, AND CIVIL PENALTIES, INCLUDING COSTS AND EXPENSES (INCLUDING ATTORNEYS' FEES) INCIDENT THERETO OR INCIDENT TO SUCCESSFULLY ESTABLISHING THE RIGHT TO INDEMNIFICATION, FOR INJURY TO OR DEATH OF ANY PERSON OR PERSONS, INCLUDING EMPLOYEES OF PURCHASER, OR FOR LOSS OF, OR DAMAGE TO ANY PROPERTY, INCLUDING EQUIPMENT, OR FOR ANY INCIDENTAL OR CONSEQUENTIAL DAMAGES ARISING OUT OF OR IN ANY WAY RELATED TO THE POSSESSION, USE, MAINTENANCE, OR OPERATION OF THIS EQUIPMENT, WHETHER OR NOT ARISING IN TORT OR CAUSED IN WHOLE OR IN PART BY THE NEGLIGENCE OF SELLER, WHETHER ACTIVE, PASSIVE, OR IMPUTED. TO THE EXTENT OF THIS INDEMNITY, PURCHASER HEREBY WAIVES ANY IMMUNITY PROVIDED BY TITLE 51 REVISED CODE OF WASHINGTON OR ANY OTHER INDUSTRIAL INSURANCE LAW OR WORKERS COMPENSATION STATUTE. IF THIS INDEMNITY IS LIMITED IN SCOPE BY OPERATION OF LAW THEN IT SHALL EXTEND TO THE FULL EXTENT ALLOWED BY SUCH LAW.
- 16. INSURANCE: Purchaser is solely responsible for any loss or damage that occurs to any item or items of Equipment after delivery to Purchaser, and to such loss or damage shall diminish any obligation of Purchaser to Seller hereunder. At all times following delivery, Purchaser agrees to maintain one or more polices insuring the Equipment, in an amount not less than the full amount of the Unpaid Balance from time to time remaining unpaid against all hazards generally covered by extended coverage hazard insurance and against any other hazards required by Seller. Each such policy shall name Seller as an additional insured and loss payee and shall provide that no cancellation or material changes to the policy will be effective as to Seller unless Seller has been given written notice at least thirty (30) days prior to the effective date thereof. Purchaser agrees, if Seller request, to deliver to Seller copies of all such policies or certificates of the insurers evidencing such coverage.
- 17. DEFAULT: If Purchaser fails to pay when due any amount owing to Seller, or to perform any other obligation to Seller hereunder or otherwise, or if Purchaser becomes insolvent or makes an assignment for the benefit of creditors, or if there shall be instituted by or against Purchaser any proceeding under any bankruptcy, insolvency, or similar law of any jurisdiction, or for the appointment of a receiver or trustee in respect of any Purchaser's property, or if the Seller reasonably believes that Purchaser is unable to meet its debts as they mature, then, in addition to any other rights and remedies that Seller may have, Seller may, upon notice to Purchaser at any time, declare the entire Unpaid Balance immediately due and payable, require progress payments for the Equipment, require payment for the Equipment in cash upon delivery, apply amounts held for Purchaser's account hereunder or otherwise to the Unpaid Balance or to any other obligations of Purchaser to Seller, or terminate all of Seller's obligations under this Order.
- 18. NON-WAIVER: No term or condition of this Order shall be deemed waived and no breach excused, unless such waiver or excuse is in writing signed by the party claimed to have waived or executed. Any such waiver in a particular instance shall not constitute a waiver of future compliance with such term condition.
- 19. NOTICES: If Purchaser fails to pay when due any amount owing to Seller, or to perform any other obligation to Seller hereunder or otherwise, or if Purchaser becomes insolvent or makes an assignment for the benefit of creditors, or if there shall be instituted by or against Purchaser any proceeding under any bankruptcy, insolvency, or similar law of any jurisdiction, or for the appointment of a receiver or trustee in respect of any Purchaser's property, or if the Seller reasonably believes that Purchaser is unable to meet its debts as they mature, then, in addition to any other rights and remedies that Seller may have, Seller may, upon notice to Purchaser at any time, declare the entire Unpaid Balance immediately due and payable, require progress payments for the Equipment, require payment for the Equipment in cash upon delivery, apply amounts held for Purchaser's account hereunder or otherwise to the Unpaid Balance or to any other obligations of Purchaser to Seller, or terminate all of Seller's obligations under this Order.
- 20. ASSIGNMENT: This Order may not be assigned or otherwise transferred by Purchaser in whole or in part without Seller's prior written consent. Subject to this limitation on assignment and transfer, the terms and condition of this Order shall bind and benefit the parties and their respective successors and assigns.
- 21. SEVERABILITY: Should any provision of this Order be found by a court of competent jurisdiction to be invalid, illegal, or unenforceable the remaining provisions shall not be affected or impaired thereby except to the extent reasonably necessary to preserve the intent of the parties.
- 22. MERGER; NO CREDIT AGREEMENT: The terms and conditions of this Order merge and supersede all prior and contemporaneous agreements and negotiations regarding the subject matter hereof, except for any agreements entered into pursuant to Paragraph 4 above. ORAL AGREEMENTS OR ORAL COMMITMENTS TO LOAN MONEY, EXTEND CREDIT, OR TO FORBEAR FROM ENFORCING REPAYMENT OF A DEBT ARE NOT ENFORCEABLE UNDER WASHINGTON LAW.
- 23. ATTORNEYS' FEES; APPLICABLE LAW: In any suit or action arising out of this Order, the losing party shall pay to the prevailing party its reasonable attorneys' fees and all other cost, fees, and expenses incurred by the prevailing party at trial and upon appeal: This Order shall be governed by and construed in accordance with the laws of the State of Washington..
- 24. INVALIDITY: Each provision of this shall be considered separable, and if for any reason any provision herein is determined to be invalid, such invalidity shall not impair or otherwise affect the validity of the other provisions of this agreement. If any provision is deemed to be invalid, it shall be modified, if possible to the extent necessary to remove such invalidity.
- 25. LKE ASSIGNMENT: PURCHASER IS HEREBY NOTIFIED THAT SELLER HAS ASSIGNED TO "HGI EXCHANGE LLC" ACTING SOLEY IN IT'S CAPACITY AS SELLER'S QUALIFIED INTERMEDIARY, RIGHTS TO ACCEPT AND RECEIVE ALL CONSIDERATION PAYABLE BY PURCHASER (INCLUDING ALL MONEY AND ANY TRADE-IN), BUT NONE OF SELLER'S OBLIGATIONS IN THIS SALE WITH RESPECT TO THE PURCHASE OF QUALIFIED LKE/RENTAL EQUIPMENT FOR THE PURPOSES OF COMPLETING A LIKE-KIND EXCHANGE UNDER SECTION 1031 OF THE INTERNAL REVENUE CODE OF 1986, AS AMENDED.
- 26. Telematics Disclaimer: In the event this machine is equipped with "Product Link" or other systems for the transfer of equipment health and diagnostic information ("Telematics Systems"), Purchaser understands that data concerning this machine, its condition, and its operation is being transmitted by "Product Link" or by other, similar Telematics Systems, to Caterpillar Inc. or the manufacturer of your equipment, and/or their affiliates, subsidiaries and dealers. The information transmitted may include: machine serial number, machine location, and operational data, including but not limited to: fault codes, emissions data, fuel usage, service meter hours, software and hardware version numbers, and installed attachments. For more information about the information collected in connection with "Product Link," and how this information is used and shared, please see the Caterpillar Telematics Data Privacy Statement, available at http://www.cat.com/en_US/support/operations/fleet-management-solutions/product-link/caterpillar-telematicsdataprivacystatement.html. For more information regarding the information collected in connection with Telematics Systems used on other manufacturers' equipment, and how this information is used and shared, please see the data privacy statement issued by the manufacturer. By using any machine equipped with "Product Link" or other Telematics Systems, you consent to the collection, use and disclosure of information as described in the applicable privacy statement and to the processing, transfer and storage of information in and to the United States and other countries, where you may not have the same rights and protections as you do under local law. PURCHASER RELEASES AND FOREVER DISCHARGES SELLER FOR ALL CLAIMS OR CAUSES OF ACTION ARISING FROM THE COLLECTION, USE AND DISCLOSURE OF TELEMATICS SYSTEMS' DATA VIA PRODUCT LINK OR OTHER TELEMATICS SYSTEM.

| INITIAL HERE_ | | |
|---------------|------|--|



DIGITAL AUTHORIZATION

CATERPILLAR TELEMATICS DATA AND CAT REMOTE SERVICES-SOFTWARE UPDATES PROCESS FOR SELECT PRODUCT LINK TELEMATICS AND CAT EQUIPMENT CONTROL MODULE SOFTWARE.

Customer equipment has installed devices that transmit data to Caterpillar Inc. ("Caterpillar").

Data transmitted to Caterpillar is used in accordance with Caterpillar's Data Governance Statement ("DGS"), which describes Caterpillar's practices for collecting, sharing and using data and information related to customer's machines, products, Devices or other Assets and their associated worksites. The DGS can be reviewed at https://www.caterpillar.com/en/legal-notices/data-governance-statement.html

Caterpillar's process for performing remote diagnostics and making available remote software and firmware updates and upgrades, such as configuration, patches, bug fixes, new or enhanced features, etc., for Assets and Devices is described in the Cat® Remote Services – Software Update Process for select Product Link™ Telematics and Cat Equipment Control Module Software document (the "RSP Document") The RSP Document can be reviewed at https://www.cat.com/remoteservicesprocess? ga=2.245276421.1412167159.1561985855-475983137.1559312215.

https://www.cat.com/remoteservicesprocess?_ga=2.245276421.1412167159.1561985855-475983137.1559312215. Company acknowledges and agrees to data transmission to Caterpillar via devices installed on Company equipment or by other means as outlined and described in the DGS, and grants to Caterpillar the right to collect, use, and share such information, including to its Distribution Networks or other affiliates, in accordance with the Caterpillar Data Governance Statement . Company's authorization also applies to any data and information previously collected by Caterpillar. AGREE **DECLINE** Company acknowledges and agrees to participate in Remote Services (including, remote diagnostics and remote updates and upgrades) and authorizes Caterpillar to remotely access, program, and install updates and upgrades for Company's Assets and Devices in accordance with the Remote Services Process Document. **AGREE DECLINE** The rights granted in this authorization survive the termination or expiration of the Company's subscriptions to any Digital Offerings. Except as set out in a written agreement between Company and Caterpillar expressly referencing the Data Governance Statement, this authorization supercedes and replaces any other authorizations with regard to the subject matter hereof. FOR DEALER USE ONLY Company **Company UCID** Company (Print) **Company Representative CWS ID Company Representative (Print) Main Store Dealer Code** Signature **Dealer Representative Name**

Dealer Representative CWS ID

Date