

CITY OF ESCONDIDO FIRST AMENDMENT TO PUBLIC SERVICES AGREEMENT

This First Amendment to Public Services Agreement ("First Amendment") is made and entered into as of the last signature date set forth below ("Effective Date"),

Between:	CITY OF ESCONDIDO a California municipal corporation 201 N. Broadway Escondido, CA 92025 Attn: Richard McLennan 760-760-839-6290, ext. 7133 ("CITY")
And:	Andritz Separation, Inc. a Texas corporation

a Texas corporation 1010 Commercial Blvd. South Arlington, TX 76001 Attn: Brice Green 817-465-5611 ("CONTRACTOR ").

(The CITY and CONTRACTOR each may be referred to herein as a "Party" and collectively as the "Parties.")

WHEREAS, the Parties entered into that certain Public Services Agreement dated November 17, 2022 ("Agreement"), wherein CITY retained CONTRACTOR to provide services for field inspection and refurbishment services for two City-owned centrifuge scrolls, as more specifically described in the Agreement; and

WHEREAS, the Parties desire to amend the Agreement to include additional services as described in <u>"Attachment A</u>" to this First Amendment, which is attached hereto and incorporated herein by this reference.

NOW, THEREFORE, in consideration of the mutual covenants, promises, terms, and conditions set forth herein, and the mutual benefits derived therefrom, the Parties hereby agree as follows:

- 1. The CONTRACTOR will furnish all of the Services described in "Attachment A" to this First Amendment.
- 2. The CITY will compensate the CONTRACTOR in an additional amount not to exceed the sum of

\$51,236, pursuant to the conditions contained in "Attachment A" to this First Amendment.

- 3. All other terms of the Agreement not referenced in this First Amendment shall remain unchanged and in full force and effect. In the event of a conflict between a provision of the Agreement and this First Amendment, this First Amendment shall prevail.
- 4. This First Amendment and the Agreement, together with any attachments or other documents described or incorporated therein, if any, constitute the entire agreement and understanding of the Parties, and there are no other terms or conditions, written or oral, controlling this matter.
- 5. This First Amendment may be executed on separate counterparts that, upon completion, may be assembled into and shall be construed as one document. Delivery of an executed signature page of this First Amendment by electronic means, including an attachment to an email, shall be effective as delivery of an executed original.
- 6. Unless a different date is provided in this First Amendment, the effective date of this First Amendment shall be the latest date of execution set forth by the names of the signatories below.

IN WITNESS WHEREOF, this First Amendment is executed by the Parties or their duly authorized representatives as of the Effective Date:

CITY OF ESCONDIDO

Date: _____

Dane White, Mayor

Andritz Separation, Inc.

Date: _____

Robert King, VP Operations

APPROVED AS TO FORM: OFFICE OF THE CITY ATTORNEY MICHAEL R. MCGUINNESS, CITY ATTORNEY

BY:_____

THE CITY OF ESCONDIDO DOES NOT DISCRIMINATE AGAINST QUALIFIED PERSONS WITH DISABILITIES.

ATTACHMENT "A"

Scope of Work

A. General

Andritz Separation, Inc., a Texas corporation ("Contractor") will provide the City of Escondido, a California municipal corporation ("City") with additional parts and labor for scroll repair services.

B. Location

Contractor will provide services at their plant facility located at 110 Dickson St., Pittsburgh, TX 75686.

C. Services

Pursuant to this First Amendment, Contractor will provide additional parts and labor as described in the quote attached to this Scope of Work as <u>Exhibit 1</u> and incorporated by this reference. In the event of a conflict between this First Amendment and Exhibit 1, the terms of this First Amendment shall prevail.

D. Scheduling

Contractor to schedule specific dates of work in advance by contacting Rich McLennan at 760-884-7119 or <u>mclennan@escondido.org</u>. Work shall be performed in-between the hours of 7 a.m. and 3:30 p.m., Monday through Friday. Contractor shall sign in and sign out at the receptionist area. Further instructions will be provided upon scheduling.

E. <u>Contract Price and Payment Terms</u>

The contract price of this First Amendment shall not exceed **\$51,382**. The contract price of this First Amendment (\$51,382) will bring the total contract price of the Agreement to **\$224,607.31**. The contract price of this First Amendment includes all labor, materials, equipment, and transportation required to perform the work. Services will be billed as services are performed. Payment will be made after services have been performed and within 30 days of receipt of an invoice for those services.

F. <u>Term</u>

The term of this First Amendment shall be from the Effective Date of the this First Amendment through November 30, 2023.

Exhibit 1

Resolution No. 2023-53 Exhibit "A" Page 4 of 21



QUOTATION

Customer: 120825 **City Of Escondido (HARRF)** Main Office 201 N. Broadway Escondido CA 92025

Contact:Mr. Amber BoneFax:+17607329512Copy to:Your inquiry:Your inquiry:NOT YET

20970509

Supplier: Contact: Phone: Fax: E-mail: Date: Andritz Separation Inc. Zachary Hanson +1 817 375 4474 +19039563498 zachary.hanson@andritz.com 03/21/2023

Sales Responsible: SCHACHT, JONATHAN

Dear Mr. Amber Bone,

Our quote no:

We thank you for your inquiry and are pleased to quote as follows:

1. Scope of supply

Total Amount

For 400282666 D-Type Decanter Model: Decanter D5L Serial number: 2795 / 400282666 ANDRITZ JOB # 681-1003

400282665 D-Type Decanter Model: Decanter D5L Serial number: 2760 / 400282665 ANDRITZ JOB # 681-1003 **Please note currency is in US Dollars** **Andritz Inc Standard Terms & Conditions apply** ***Returned goods require pre approval and are subject to restocking and inspection fees.***

Item	Product	ID No.	S/W*	Quantity	Unit	Unit Price	Amount
140		100031960)	1	EA	12,757.00	12,757.00
	ADDITIONAL PARTS AND LAB	OR REQUIR	ED AF1	TER INSPE	CTION		
	D5LC 12K SERVICE ABOVE SC		(
Items	total						12,757.00

USD 8,625.00

ANDRITZ Separation Inc. 1010 Commercial Blvd. South Arlington, TX 76001 USA Tel : +1 (817) 465-5611 Fax: +1 (817) 468-3961 Page 1 of 5 Wire instructions: Nordea Bank Abp New York Branch SWIFT: NDEAUS3N Account: 8879433001 ABA: 026010786



	Our quote no:	2097050	09
Freight			8,625.00
Total Amount		USD	21,382.00
* S = Spare Parts, W = Wear Parts			

Technical contact: Ray Potter /Phone: +1 817 419 1788 / ray.potter@andritz.com

Terms and Conditions

- 2. **Deliverv Time:** after receipt of order and any clarifications.
- 3. Terms of delivery: Our terms of delivery are FCA ORIGIN, according to INCOTERMS 2020.
- 4. **Terms of Payment:** Within 30 days Due net (1% default interest per month for delayed payment).
- 5. Validity of quotation: This quotation is valid to 04/28/2023.

Other Terms:

******** 6.

COVID-19 pandemic delays, disrupts, or prevents Andritz's performance, or increases shipping or freight costs, Andritz shall be entitled to change order containing an appropriate adjustment in the contract price and/or delivery schedule. Furthermore, in the event that developments related to the pandemic, whether initiated prior to or after the date of this proposal, quotation, or order, including but not limited to travel advisories, steps taken to protect the health and safety of employees, Government orders, and temporary facility shutdowns, increase the cost or time for delivery, Andritz shall be entitled to adjust the price and delivery dates herein to reflect these impacts. Andritz's delivery date and prices (including freight) are estimates only based on Andritz's standard delivery dates and prices and do not account for the present and future schedule impacts of the COVID-19 pandemic. Nothing in this proposal, quotation, or order, or any contract based hereon, shall be construed as a waiver of these rights.

The crisis in Russia/Ukraine is impacting the complete global supply chain, including but not limited to, raw material shortages, extended delivery times, unavailability/restricted availability of transport as well as unforeseeable price increases. The Parties therefore agree that the price and

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Our quote no: 20970509

delivery times in this order confirmation are indicative only. In case the crisis leads to any impacts on the delivery time or to a price increase of more than 5% of the order value after the date of the order confirmation, we reserve our right to adapt the prices and/or the delivery times accordingly. Nothing in this order confirmation can be construed as a waiver of such right. Of course, we will stay in close contact with you, being stipulated that we are doing our best effort to overcome this significant cost pressure and hurdles in the supply chain.

TERMS APPLICABLE

This quotation or acknowledgement and Seller's sale of Products and *i* or provision of Services described in Buyer's purchase order issued in whole or in part in response to this quotation or in response to which this acknowledgement is issued are expressly limited to and expressly made conditional on Buyer's acceptance of the Terms and Conditions of Sale and/or Service listed below, which are the exclusive terms and conditions upon which Andritz Separation inc. or the applicable Andritz etility supplying the same ("Seller") will accept a purchase order for the sale of new, used and refluctished products, equipment, parts and/or the provides in difference). These Terms and Conditions of Sale and/or Service Difference (but exclusive terms and conditions of Sale and/or Service Difference). Seller's correst and the second service or this exclusive terms and conditions of Sale and/or Service Difference (but exclusive terms and conditions of Sale and/or Service Difference). Super-Second are products and "Services". These Terms and Conditions of Sale and/or Service Difference (but exclusive terms and conditions of Buyer, and Seller hereby objects to and rejects all such terms and conditions of Buyer in terms and conditions of Buyer, and Seller hereby objects to and rejects all such terms and conditions of Buyer in terms and conditions of Buyer's purchase order or Buyer's acceptance of delivery of or payment for any Products or Services covered by this Agreement, in whole or in part, shall be deemed Buyer's agreement to the foregoing. The term "this Agreement" as used herein means this quotation or admonwedgement or Buyer's purchase order. Use there in there is and conditions of Sale and/or Service.

7. DELIVERY OR PERFORMANCE

Delivery or performance dates are good faith estimates and do not mean that "time is of the essence." Buyer's failure to promptly make advance or interim payments, supply technical information, drawings and approvals will result in a commensurate delay in delivery or performance. Installation of any Product shall not be Selier's responsibility unless specifically provided for in this Agreement. Upon and after delivery, risk of loss or damage to the Products shall be Buyer's. Delivery of the Products hereunder will be made on the terms agreed to by the parties as set torth in this Agreement, according to INCOTERNS 2010.

8. WARRANTY

(a) Products Warranty.

(i) New Equipment Warranty. In the case of the purchase of new equipment the Seller warrants to Buyer that the new equipment manufactured by it will be delivered free from defects in material and workmanship. This warranty shall commence upon delivery of the new equipment to Buyer and shall expire on the earlier to occur of 12 months from initial operation of the new equipment and 18 months from delivery thereof (the "Warranty Period").

(ii) Parts and Used or Reconditioned Machinery or Equipment Warranty. In the case of parts or used or reconditioned machinery or equipment, and unless otherwise indicated, Seller warrants to Buyer that the parts or the used or reconditioned machinery or equipment manufactured by It will be delivered free from defects in material and workmanship. This warranty shall commence upon delivery of the parts or the used or reconditioned machinery or equipment to the buyer and shall expire 6 months from delivery thereid free from defects in material and workmanship. This warranty shall commence upon delivery of the parts or the used or reconditioned machinery or equipment to the buyer and shall expire 6 months from delivery thereid free from defects in material and workmanship. This warranty shall commence upon delivery of the parts or the used or reconditioned machinery or equipment to the buyer and shall expire 6 months from delivery thereid free from defects in material and workmanship. This warranty shall commence upon delivery of the parts or the used or reconditioned machinery or equipment to the buyer and shall expire 6 months from delivery there is the used or reconditioned machinery or equipment to the buyer and shall expire 6 months from delivery there is the used or reconditioned machinery or equipment.

(iii) If during the Warranty Period Buyer discovers a defect in material or workmanship of a Product and gives Seller written notice thereof within 10 days of such discovery, Seller will, at its option, either deliver to Buyer, on the same terms as the original delivery was made, according to INCOTERMS 2010, a replacement part or replar the defect in place. Any repair or replacement part furnished pursuant to this warranty are warranted against defects in material and workmanship for one period of 12 months from completion of such repair or replacement, with no thirdner extension. Seller will have nowranty obligations for the Products under this Paragraphy 3(2): (i) if the Products have not been stored, installed, operated and maintained in accordance with generally approved industry practice and with Seller's specific written instructions; (ii) if the Products are used in connection with many mixture or substance or operating condition other than that for which they were designed; (iii) if Buyer fails to give Seller such written 10 day notice; (iv) if the Products are repaired by someone other than Seller or have been intentionally or accidentally damaged; (v) for consons, encorsion, ethors exerced. Installation following require replacement.

(b) Services Warranty. Seler warrants to Buyer that the Services performed will be free from defects in workmanship and will conform to any mutually agreed upon specifications. If any failure to meet this warranty appears within 12 months from the date of completion of the Services, on the condition that Seler be promptly notified in writing thereof. Seller as its sole obligation for breach of this warranty will correct the failure by re-performing any defective portion of the Services. Seler warrant the accuracy of, or performance results of, any conclusions or recommendations provided, and that any desired objective will result from the Service provided and Seller shall not be liable for any loss of use or any production losses whatsoever.

existence.

(d) THE EXPRESS WARRANTIES SELLER MAKES IN THIS PARAGRAPH 3 ARE THE ONLY WARRANTIES IT WILL MAKE. THERE ARE NO OTHER WARRANTIES, WHETHER STATUTORY, ORAL, EXPRESS OR IMPLIED. IN PARTICULAR, THERE ARE NO IMPLIED WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE.

(e) The remedies provided in Paragraphs 3(a), 3(b) and 3(c) are Buyer's exclusive remedy for breach of warranty

(f) With respect to any Product or part thereof not manufactured by Seller, Seller shall pass on to Buyer only those warranties made to Seller by the manufacturer of such Product or part which are capable of being so passed on.

9. LIMITATION OF LIABILITY

Notwithstanding any other provision in this Agreement, the following limitations of liability shall apply:

(a) In no event, whether based on contract, tort (including negligence), strict liability or otherwise, shall Seller, its officers, directors, employees, subcontractors, suppliers or affiliated companies be liable for loss of profits, revenue or business opportunity, loss by reason of shutdown of facilities or inability to operate any facility at full capacity, or cost of obtaining other means for performing the functions performed by the Products, loss of future contracts, claims of customers, cost of money or loss of use of capital, in each case whether or not foreseeable, or for any indirect, special, incidental or consequential damages of any nature resulting from, arising out of or connected with the Products, Services, or this Agreement or from the performance or breach hereof.
 (b) The aggregate liability of Seller, its officers, employees, subcontractors, suppliers or affiliated companies, for all claims of any kind for any loss, damage, or expense resulting from, arising out of or connected with the Products, loss of expense resulting from, arising out of obligations to pass performance thereof.

(c) The immediate providence of liability set form in the cost operand managed of congregations of pass percentation of the Agreement and shall apply whether the claim of liability is based on contract, warranty, tort (including negligence), strict liability, indemnity, or otherwise. The remedies provided in this Agreement are Buyer's exclusive remedies.

(d) All liability of Seller, its officers, directors, employees, subcontractors, suppliers or affiliated companies, resulting from, arising out of or connected with the Products, Services or this Agreement or from the performance or breach hereof shall terminate on the third anniversary of the date of this Agreement.

(e) In no event shall Seller be liable for any loss or damage whatsoever arising from its failure to discover or repair latent defects or defects inherent in the design of goods serviced (unless such discovery or repair is normally discoverable by tests expressly specified in the scope of work under this Agreement) or caused by the use of goods by the Buyer against the advice of Seller. If Seller furnishes Buyer with advice or assistance concerning any products or systems that is not required pursuant to this Agreement, the furnishing of such advice or assistance will not sublect Seller to avoid liable the incomption, discoverable by tests expressly setting the use of goods by the Buyer against the advice or assistance will not or advice the set or advice the furnishing of our datvice are sublect Seller to avoid built Seller to avoid the during the otherwise.

10. CHANGES, DELETIONS AND EXTRA WORK

Seller will not make changes in the Products unless Buyer and Seller have executed a written Change Order for such change. Buyer, without invalidating this Agreement, may make changes by altering, adding to or deducting from the general scope of the Services by written Change Order. Any such Change Order will include an appropriate adjustment to the contract price and delivery schedule. If the change impairs Seller's ability to satisfy any of its obligations to Buyer, the Change Order will include appropriate modifications to this Agreement. Seller shall be entitled to a Change Order adjusting the contract price, delivery schedule and/or any affected obligations of Seller if after the date of this Agreement a change in applicable law should require a change in the Products or Services or in the event and the extent that an act or omission of Buyer, or or or change in Buyer-provided information, affects the Seller's performance hereunder.

11. TAXES

Seller's prices do not include any sales, use, excise or other taxes. In addition to the price specified herein, the amount of any present or future sales, use, excise or other tax applicable to the sale or use of the Products or Services shall be billed to and paid by Buyer unless Buyer provides to Seller a tax-exemption certificate acceptable to the relevant taxing authorities.

> ANDRITZ Separation Inc. 1010 Commercial Blvd. South Arlington, TX 76001 USA Tel : +1 (817) 465-5611 Fax: +1 (817) 468-3961

Remit to: ANDRITZ Separation Inc. Dept: 0312 P.O. Box 120312 Dallas, TX 75312-0312 Federal Tax ID Number: 59-3773483 Page 3 of 5

Wire instructions: Nordea Bank Abp New York Branch SWIFT: NDEAUS3N Account: 8879433001 ABA: 026010786



20970509 Our quote no:

12. SECURITY INTEREST

Seller shall retain a purchase money security interest and Buyer hereby grants Seller a lien upon and security interest in the Products until all payments hereunder have been made in full. Buyer acknowledges that Seller may file a financing statement or comparable document as required by applicable law and may take all other action it deems reasonably necessary to perfect and maintain such security interest in Seller and to protect Seller's interest in the Products.

13. SET OFF

Neither Buver nor any of its affiliates shall have any right to set off claims against Seller or any of its affiliates for amounts owed under this Agreement or otherwise

14. PATENTS

Unless the Products or any part thereof are designed to Buyer's specifications and provided the Product or any part thereof is not used in any manner other than as specified or approved by Seller in writing, (i) Seller shall defend against claims made in a suit or proceeding brought against Buyer by an unaffiliated third party that any Product infringes a device claim of a United States or Canadian patent issued as of the effective date of this Agreement and limited to the field of the specific Products provided under this Agreement; provided Seller is notified promptly in writing and given the necessary authority, information and assistance for the defense of such claims; (iii) Seller shall satisfy any judgment (after all appeals) for damages entered against Buyer on such claims so long as such damages are not attributable to willful conduct or sanctioned litigation conduct; and (iii) if such judgment enjoins Buyer from using any Product or a part thereof, then Seller will, at its option: (a) obtain for Buyer the right to continue using such Product or part, (b) eliminate the infringement by replacing or modifying all or part of the Products; or (c) take back such Product or part and refund to Buyer all payments on the purchase price that Seller has received for such Product or part. The foregoing states Seller's entire liability for patent infringement by any Product or part thereof

15. SOFTWARE LICENSE, WARRANTY, FEES

The following Software Terms and Conditions apply to any embedded or separately packaged software produced by Seller and furnished by Seller hereunder:

(a) Seller hereby grants to Buyer a non-exclusive, non-transferable, non-sub-licensable license to the Software, and any modifications made by Seller thereto only in connection with configuration of the Products and operating system for which the Software is ordered hereunder, and for the end-use purpose stated in the related Seller operating documentation. Buyer agrees that neither it nor any third party shall modify, reverse engineer, decompile or reproduce the Software a single copy for backup or archival purposes in accordance with the related Seller operating documentation (the "Copy"). Buyer's license to use the Software and the Copy of such Software shall terminate upon any breach of this Agreement by Buyer. All copies of the Software, including the Copy, are the property of Seller, and all copies for which the license is terminated shall be returned to Seller with written confirmation after termination

(b) Seller warrants that, on the date of shipment of the Software or the Products containing the Software to Buyer: (1) the Software media contain a true and correct copy of the Software and are free from material defects; (2) Seller has the right to grant the license hereunder; and (3) the Software will function substantially in accordance with the related Seller operating documentation.

(c) If within 12 months from the date of delivery of the Software or Products containing the Software. Buver discovers that the Software is not as warranted above and notifies Seller in writing prior to the end of such 12 month period, and if Seller determines that it cannot or will not correct the nonconformity, Buyer's and Buyer's Selier-authorized transferee's exclusive remedies, at Selier's option, are: (1) replacement of the nonconforming Software; or (2) termination of this license and a refund of a pro rata share of the contract price or license fee paid.

(d) If any infringement claims are made against Buyer arising out of Buyer's use of the Software in a manner specified by Seller, Seller shall: (i) defend against any claim in a suit or proceeding brought by an unaffiliated third party against Buyer that the Software violates a registered copyright or a confidentiality agreement to which Seller was a party, provided that Seller is notified promptly in writing and given the necessary authority, information and assistance for the defense and settlement of such claims (including the sole authority to select counsel and remove the Software or stop accused infringing usage); (ii) Seller shall satisfy a final judgment (after all appeals) for damages entered against Buyer for such claims, so long as such damages are not attributable to willful conduct or sanctioned litigation conduct; and (iii) if such judgment enjoins Buyer from using the Software, Seller may at its option: (a) obtain for Buyer the right to continue using such Software; (b) eliminate the infringement by replacing or modifying the Software, or (c) take back such Software and refund to Buyer all payments on the purchase price that Seller has received. However, Seller's obligations under this Paragraph shall not apply to the extent that the claim or adverse final judgment relates to: (1) Buyer's running of the Software after being notified to discontinue; (2) non-Seller software, products, data or processes; (3) Buyer's alteration of the Software; (4) Buyer's distribution of the Software to, or its use for the benefit of, any third party; or (5) Buyer's acquisition of confidential information (a) through improper means; (b) under circumstances giving rise to a duty to maintain its secrecy or limit its use; or (c) from a third party who owed to the party asserting the claim a duty to maintain the secrecy or limit the use of the confidential information. Buyer will reimburse Seller for any costs or damages that result from actions 1 to 5. In Seller's discretion and at Seller's own expense, with regard to any actual or perceived infringement claim related to the Software, Seller may: (i) procure the right to use the Software, (ii) replace the Software with a functional equivalent, an/or (iii) modify the Software. Under (ii) and (iii) above, Buyer shall immediately stop use of the allegedly infringing Software.

(e) This warranty set forth in subparagraph (c) above shall only apply when: (1) the Software is not modified by anyone other than Seller or its agents authorized in writing; (2) there is no modification in the Products in which the Software is installed by anyone other than Seller or its agents authorized in writing; (3) the Products are in good operating order and installed in a suitable operating environment; (4) the nonconformity is not caused by Buyer or a third party; (5) Buyer promptly notifies Seller in writing, within the period of time set forth in subparagraph (c) above, of the nonconformity; and (6) all fees for the Software due to Seller have been timely paid. SELLER HEREBY DISCLAIMS ALL OTHER WARRANTIES, EXPRESS OR IMPLIED, WITH REGARD TO THE SOFTWARE, INCLUDING BUT NOT LIMITED TO IMPLIED WARRANTIES OF MERCHANTABILITY, FITNESS FOR A PARTICULAR PURPOSE, COURSE OF DEALING AND USAGE OF TRADE.

(f) Buyer and its successors are limited to the remedies specified in this Paragraph.

(g) Any subsequent modifications or enhancements to the Software made by Seller are, at Seller's option, subject to a fee

16. SITE RISKS

(a) Concealed Conditions. The parties acknowledge and agree that increased costs or schedule extensions due to any concealed conditions at the iob site shall be to Buver's account. Buver shall hold Seller harmless for increased costs and grant any necessary schedule extensions if any concealed or hazardous conditions are found.

(b) Environmental Remediation. Buyer acknowledges that Seller is not an expert in environmental remediation and shall not be directed by change order or otherwise to perform any environmental remediation as part of the Services, including but not limited to asbestos and lead paint removal. If any environmental remediation becomes necessary, Buyer will contract directly with a qualified third party to perform such work.

17 TERMINATION

(a) Buyer may terminate this Agreement upon breach by Seller of a material obligation hereunder and Seller's failure to cure, or to commence a cure of, such breach within a reasonable period of time (but not less than 30 days) following written receipt of notice of the same from Buyer.

(b) Buyer may only terminate this Agreement for Buyer's convenience upon written notice to Seller and upon payment to Seller of Seller's termination charges, which shall be specified to Buyer and shall take into account among other things expenses (direct and indirect) incurred and commitments already made by Seller and an appropriate profit: provided, that in no event shall Seller's termination charges be less than 25% of the contract price.

(c) Seller shall have the right to suspend and/or terminate its obligations under this Agreement if payment is not received within 30 days of due date. In the event of the bankruptcy or insolvency of Buyer or in the event of any bankruptcy or insolvency proceeding ought by or against Buyer, Seller shall be entitled to terminate any order outstanding at any time during the period allowed for filing claims against the estate and shall receive reimbursement for its cancellation charges.

18. CONFIDENTIAL ITY

Buyer acknowledges that the information that Seller submits to Buyer in connection with this Agreement and the performance hereof includes Seller's confidential and proprietary information, both of a technical and commercial nature. Buyer agrees not to disclose such information to third parties without Seller's prior written consent. Seller grants to Buyer a non- exclusive, royalty-free, perpetual, non-transferrable license to use Seller's confidential and proprietary information for the purpose of the installation, operation, maintenance and repair of the Products that are the subject hereof only. Buyer further agrees not to, and not to permit any third party to, analyze, measure the properties of, or otherwise reverse engineer the Products, fabricate the Products or any parts thereof from Seller's drawings or to use the drawings other than in connection with this Agreement. Buyer will defend and indemnify Seller from any claim, suit or liability based on personal injury (including death) or property damage related to any Product or part thereof which is fabricated by a third party without Seller's prior written consent and from and against related costs, charges and expenses (including attorneys' fees). All copies of Seller's confidential and proprietary information shall remain Seller's property and may be reclaimed by Seller at any time in the event Buyer is in breach of its obligations under this Paragraph.

19 END USER

If Buyer is not the end user of the Products sold hereunder (the "End User"), then Buyer will use its best efforts to obtain the End User's written consent to be bound to Seller by the provisions hereof. If Buyer does not obtain such End User's consent, Buyer shall defend and indemnify Seller and Seller's agents, employees, subcontractors and suppliers from any action, liability, cost, loss, or expense for which Seller would not have been liable or from which Seller would have been indemnified if Buyer had obtained such End User's consent.

20. FORCE MAJEURE

(a) Force Majeure Defined. For the purpose of this Agreement "Force Majeure" will mean all events, whether or not foreseeable, beyond the reasonable control of either party which affect the performance of this Agreement, including, without limitation, acts of God, acts or advisories of governmental or quasi-governmental authorities, laws or regulations, strikes, lockouts or other industrial disturbances, acts of public enemy, wars, insurrections, riots, epidemics, pandemics, outbreaks of infectious disease or other threats to oublic health, lightning, earthquakes, fires, storms, severe weather, floods, sabotage, delays in transportation, rejection of main forgings and castings, lack of available shipping by land, sea or air, lack of dock lighterage or loading or unloading facilities, inability to obtain labor or materials from usual sources, serious accidents involving the work of suppliers or sub-suppliers, thefts and explosions

(b) Suspension of Obligations. If either Buyer or Seller is unable to carry out its obligations under this Agreement due to Force Majeure, other than the obligation to make payments due hereunder, and the party affected promptly notifies the other of such delay.

ANDRITZ Separation Inc 1010 Commercial Blvd. South Arlington, TX 76001 USA

Remit to Remit to: ANDRITZ Separation Inc. Dept: 0312 P.O. Box 120312 Dallas, TX 75312-0312 Federal Tax ID Number: 59-3773483

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Tel : +1 (817) 465-5611 Fax: +1 (817) 468-3961



Our quote no:

20970509

then all obligations that are affected by Force Majeure will be suspended or reduced for the period of Force Majeure and for such additional time as is required to resume the performance of its obligations, and the delivery schedule will be adjusted to account for the delay

(c) Option to Terminate. If the period of suspension or reduction of operations will extend for more than four (4) consecutive months or periods of suspension or reduction total more than 6 months in any 12 month period, then either Buyer or Seller may terminate this Agreement.

(d) Strikes On-Site. Notwithstanding anything herein to the contrary, in the event a strike, lockout, labor, union or other industrial disturbance at Buver's site affects, delays, disrupts or prevents Seller's performance of this Agreement. Seller shall be entitled to a Change Order containing an appropriate adjustment in the contract price and delivery schedule

21. INDEMNIFICATION AND INSURANCE

(a) Indemnification. Seller agrees to defend and indemnify Buyer from and against any third-party claim for bodily injury or damage to tangible property ("Loss") arising in connection with the Products or the Services provided by Seller hereunder, but only to the extent such Loss has been caused by the negligence, willful misconduct or other legal fault ("Fault") of Seller. Buyer shall promptly tender the defense of any such third-party claim to Seller. Seller shall be entitled to control the defense and resolution of such claim, provided that Buyer shall be entitled to be represented in the matter by counsel of its choosing at Buyer's sole expense. Where such Loss results from the Fault of both Seller and Buyer or a third party, then Seller's defense and indemnity obligation shall be limited to the proportion of the Loss that Seller's Fault bears to the total Fault.

(b) Insurance. Seller shall maintain commercial general liability insurance with limits of \$2,000,000 per occurrence and in the aggregate covering claims for bodily injury (including death) and physical property damage arising out of the Products or Servic Seller shall also provide workers' compensation insurance or the like as required by the laws of the jurisdiction where the Services will be performed, and owned and non-owned auto liability insurance with limits of \$1.000,000 combined single limit. Seller will provide a Certificate of Insurance certifying the existence of such coverages upon request.

22. GENERAL

(a) Seller re sents that any Products or parts thereof manufactured by Seller will be produced in compliance with all applicable federal, state, and local laws applicable to their manufacture and in accordance with Seller's engineering standards. Seller shall not be liable for failure of the Products to comply with any other specifications, standards, laws or regulations

(b) This Agreement shall inure only to the benefit of Buyer and Seller and their respective successors and assigns. Any assignment of this Agreement or any of the rights or obligations hereunder, by either party without the written consent of the other party shall be void

(c) This Agreement contains the entire and only agreement between the parties with respect to the subject matter hereof and supersedes all prior oral and written understandings between Buyer and Seller concerning the Products, Services and any prior course of dealings or usage of the trade not expressly incorporated herein.

(d) This Agreement may be modified, supplemented, or amended onlyby a writing signed by an authorized representative of Seller. Seller's waiver of any breach by Buyer of any terms of this Agreement must also be in writing and any waiver by Seller or failure by Seller to enforce any of the terms and conditions of this Agreement at any time, shall not affect, limit, or waive Seller's right thereafter to enforce and compel strict compliance with every term and condition hereof

(e) All terms of this Agreement which by their nature should apply after the cancellation, completion or termination of this Agreement shall survive and remain fully enforceable after any cancellation, completion, or termination hereof

(f) (i) If Seller's office is located in the United States, this Agreement and the performance hereof will be governed by and construed according to the laws of the State of Georgia. (ii) If Seller's office is located in Canada, this Agreement and the performance hereof will be governed by and construed according to the laws of the Province of New Brunswick

(g) (i) In the circumstances of f(i) above, any controversy or claim arising out of or relating to this Agreement, or the breach hereof, or to the Products or the Services provided pursuant hereto, shall be definitively settled by arbitration, to the exclusion of courts of law, administered by the American Arbitration Association ("AAA") in accordance with its Construction Industry Arbitration Rules in force at the time this Agreement is signed and to which the parties declare they will adhere (the "AAA Rules"), and judgment on the award rendered by the arbitrator(s) may be entered in any court having jurisdiction over the party against whom enforcement is sought or having jurisdiction over any of such party's assets. The arbitration shall be conducted in Atlanta, Georgia by a panel of three members, one of whom will be appointed by each of Buyer and Seller and the third of whom will be the chairman of the panel and will be appointed by mutual agreement of the two party appointed arbitrators. All arbitrators must be persons who are not employees, agents, or former employees or agents of either party. In the event of failure of the two party appointed arbitrators to agree within 45 days after submission of the dispute to arbitration upon the appointment of the third arbitrator, the third arbitrator will be appointed by the AAA in accordance with the AAA Rules. In the event that either of Buyer or Seller fails to appoint an arbitrator within 30 days after submission of the dispute to arbitration, such arbitrator, as well as the third arbitrator, will be appointed by the AAA in accordance with the AAA Rules. (ii) In the circumstances of (iii) above, any controversy or claim arising out of or relating to this Agreement, or the breach hereof, or to the Products or the Services provided pursuant hereto, shall be definitively settled under the auspices of the Canadian Commercial Arbitration Centre ("CCAC"), by means of arbitration and to the exclusion of courts of law, in accordance with its General Commercial Arbitration Rules in force at the time the Agreement is signed and to which the parties declare they will adhere (the "CCAC Rules"), and judgment on the award rendered by the arbitrator(s) may be entered in any court having jurisdiction over the party against whom enforcement is sought or having jurisdiction over any of such party's assets. The arbitration shall be conducted in Saint John. New Brunswick by a panel of three arbitrators. one of whom will be appointed by each of Buyer and Seller and the third of whom will be the chairman of the arbitral tribunal and will be appointed by mutual agreement of the two party-appointed arbitrators. All arbitrators must be persons who are not employees, agents, or former employees or agents of either party. In the event of failure of the two party-appointed arbitrators to agree within 45 days after submission of the dispute to arbitration upon the appointment of the third arbitrator, the third arbitrator will be appointed by the CCAC in accordance with the CCAC Rules. In the event that either of Buyer or Seller fails to appoint an arbitrator within 30 days after submission of the dispute to arbitration, such arbitrator, as well as the third arbitrator, will be appointed by the CCAC in accordance with the CCAC Rules

(h) In the event this Agreement pertains to the sale of any goods outside the United States or Canada, the parties agree that the United Nations Convention for the International Sale of Goods shall not apply to this Agreement

(i)The parties hereto have required that this Agreement be drawn up in English. Les parties aux présentes ont exigé que la présente convention soit rédigée en anglais

Please do not hesitate to contact us if you require further information.

Yours sincerely

Andritz Separation Inc.

This document is issued electronically and valid without signature.

Page 5 of 5

Remit to

		entive Maintenance (PM)	Date:	9/25/20
	Revision:	Rev.0		
dritz Separation Inc.	tz Separation Inc. Service Center and Field			
	Decanter	D2 to D5LX		
	Customer:	City of Escondido(Ha	rrf)	
Customer Mac				
	eceived Date:	3/10/2023		
ANDRITZ Pro	oject Number:	S-48-K24524		
Origina	Job Number:	1002		
	Construction:	1003		
Standard Repa				
For Ref. Only (
Comments:				
	lisassembled and inspected	I. The scroll tiles tiles are worn and da	maged. The spline h	ub is
corroded and worn. The front	wall shaft bearing surface i	s worn under print dimension.		
The hollow shaft bearing surf	ace is under sized .010" and	d will need to be replaced.		



D-Series Preventive Maintenance (PM) **Service Center and Field**

Inspection Form #: DCI-D-SERIES-PM 9/25/2019 Date: Revision: Rev.00 Rev. Date: 9/25/2019

Andritz Separation Inc.

Decanter D2 to D5LX

Dismantle and Inspection Procedure

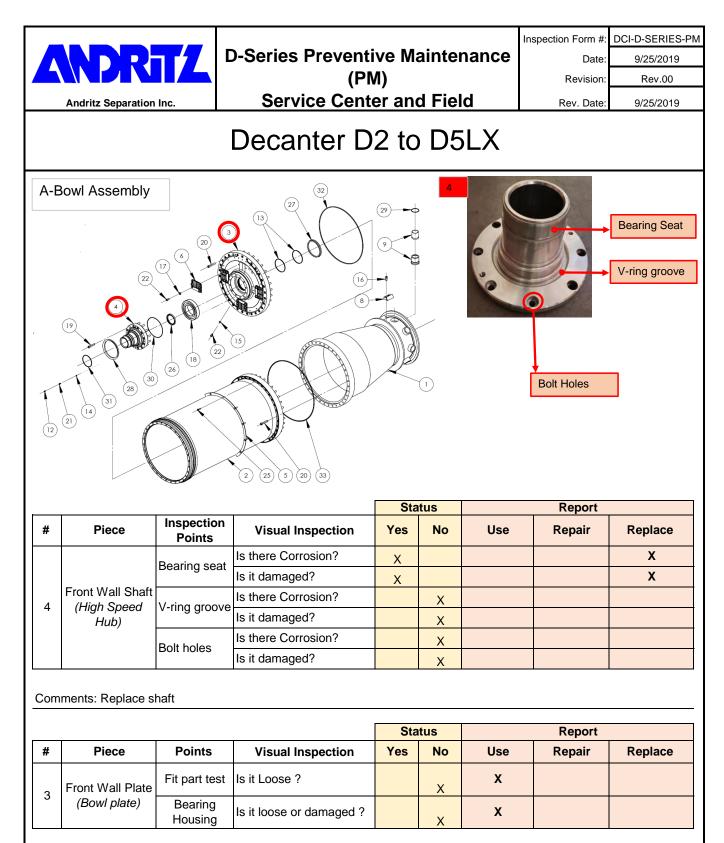
- Note customer machine number, Andritz machine serial number and verify pictures 1. have been taken of the "as received" condition.
- See the Sales Instruction for Mechanical Service (SIMS) sheet for requirements if 2. submitted.
- Completely dismantle the rotating assembly unless specified otherwise.(Key Components) 3.
- 4. Clean all components as required.

Visually and dimensionally inspect each component following the DCI and SIMS (if 5. submitted) sheet requirements. Record all findings on the following forms and on any required attachments.

6. Do not proceed with the repair until approved.

Initial / Date:

Andritz Separation Inc.	D-Series Pre Service	ventive Main (PM) Center and F		Inspection Form #: Date: Revision: Rev. Date:	
	Decante	r D2 to D	05LX		
"	As Receiv	ved Con	dition		
As Received Picto	ures Taken:	Yes:	NO:		
Signs of Shippin	g Damage:	Yes:	NO:		
As Received C	ondition:	Yes:	NO:		
SDS Sheet R	eceived:	Yes:	NO:		
Comments/Other Ins	pection Findings:				
	g				
Inspector:			Dat	e:	



Comments:

	Andritz Separation		D-Series Prevent (PI Service Cent	(N			Inspection Form #: Date: Revision: Rev. Date:	9/25/2019 Rev.00
			Decanter D	2 tc) D5	δLX		
B-Screw conveyor assembly								
	NY I							
				Sta	atus	9	Report	
#	Piece	Inspection Points	Visual Inspection	Sta Yes	atus No	Use	Report Repair	Replace
#		Points	Visual Inspection Is there Corrosion?			Use X		Replace
	Hub for Screw Conveyor	-	_		No			Replace
# 2	Hub for Screw Conveyor (slow speed	Points Bearing seat	Is there Corrosion?		No X	X		Replace
	Hub for Screw Conveyor	Points	Is there Corrosion? Is it damaged?		No X X	X X		Replace
2	Hub for Screw Conveyor (slow speed	Points Bearing seat	Is there Corrosion? Is it damaged? Is there Corrosion?		No X X X	X X X		Replace
2	Hub for Screw Conveyor (slow speed hub)	Points Bearing seat	Is there Corrosion? Is it damaged? Is there Corrosion?		No X X X	X X X		Replace
2 Com	Hub for Screw Conveyor (slow speed hub)	Points Bearing seat Bolt holes Inspection	Is there Corrosion? Is it damaged? Is there Corrosion? Is it damaged?	Yes	No X X X X	X X X X	Repair	
2 Com	Hub for Screw Conveyor (slow speed hub)	Points Bearing seat Bolt holes Inspection	Is there Corrosion? Is it damaged? Is there Corrosion? Is it damaged? Visual Inspection Is there Corrosion? Is it damaged?	Yes	No X X X X	X X X X	Repair	Replace X X
2 Com	Hub for Screw Conveyor (slow speed hub) ments: Piece Trunnion	Points Bearing seat Bolt holes Inspection Points	Is there Corrosion? Is it damaged? Is there Corrosion? Is it damaged? Visual Inspection Is there Corrosion?	Yes Yes X	No X X X X	X X X X	Repair	Replace
2 Com # 4	Hub for Screw Conveyor (slow speed hub) ments: Piece Trunnion	Points Bearing seat Bolt holes Inspection Points	Is there Corrosion? Is it damaged? Is there Corrosion? Is it damaged? Visual Inspection Is there Corrosion? Is it damaged?	Yes Yes Yes X	No X X X X	X X X X	Repair	Replace X X
2 Com # 4	Hub for Screw Conveyor (slow speed hub) ments: Piece Trunnion Grooved	Points Bearing seat Bolt holes Inspection Points Splines	Is there Corrosion? Is it damaged? Is there Corrosion? Is it damaged? Visual Inspection Is there Corrosion? Is it damaged?	Yes Yes X X X	No X X X X	X X X X	Repair	Replace X X
2 Com # 4	Hub for Screw Conveyor (slow speed hub) ments: Piece Trunnion Grooved	Points Bearing seat Bolt holes Inspection Points Splines Inspection	Is there Corrosion? Is it damaged? Is there Corrosion? Is it damaged? Visual Inspection Is there Corrosion? Is it damaged?	Yes Yes X X X	No X X X X No	X X X X	Repair	Replace X X
2 Corr # 4 Corr	Hub for Screw Conveyor (slow speed hub) ments: Piece Trunnion Grooved	Points Bearing seat Bolt holes Inspection Points Splines	Is there Corrosion? Is it damaged? Is there Corrosion? Is it damaged? Visual Inspection Is there Corrosion? Is it damaged? Is it Loose / worn?	Yes Yes X X X X	No X X X X No No No	X X X X Use	Repair Repair Repair Repair Repair	Replace X X X X
2 <u>Corr</u> # 4 <u>Corr</u>	Hub for Screw Conveyor (slow speed hub) ments: Piece Trunnion Grooved ments: Piece	Points Bearing seat Bolt holes Inspection Points Splines Inspection Points Tiles	Is there Corrosion? Is it damaged? Is there Corrosion? Is it damaged? Visual Inspection Is there Corrosion? Is it damaged? Is it Loose / worn? Visual Inspection	Yes Yes X X X X	No X X X No No	X X X X Use	Repair Repair Repair Repair Repair	Replace X X X X Replace
2 Corr # 4 Corr	Hub for Screw Conveyor (slow speed hub) ments: Piece Trunnion Grooved	Points Bearing seat Bolt holes Inspection Points Splines Inspection Points Tiles	Is there Corrosion? Is it damaged? Is there Corrosion? Is it damaged? Visual Inspection Is there Corrosion? Is it damaged? Is it Loose / worn? Visual Inspection Are tiles missing?	Yes Yes X X X X Yes	No X X X X No No No	X X X X Use	Repair Repair Repair Repair Repair	Replace X X X X Replace X

Comments: Replace spline shaft and tiles

	Andritz Separation		D-Series Preventi (PM Service Cente	/)		nance	nspection Form #: Date: Revision: Rev. Date:	DCI-D-SERIES-PM 9/25/2019 Rev.00 9/25/2019
			Decanter D	2 to	D5	δLX		
C-Gear Box Assembly								
#	Piece	Inspection Points	Visual Inspection	Yes	No	Use	Repair	Replace
16	Hollow shaft	Shaft	Is it damaged?		Х			Х
		Ghan	Is there spun		Х			X
Com	ments: Replace E	Bearing surface	is under print dimension					
				Sta	tus		Report	
#	Piece	Inspection	Visual Inspection	Yes	No	Use	Repair	Replace

#	Piece	Inspection Points	Visual Inspection	Yes	No	Use	Repair	Replace	
	Hub for Screw	Hub for Screw		Is there Corrosion?		Х	Х		
17	Conveyor		Is it damaged?		Х	Х			
1	(slow speed	Ding	Is there Corrosion?		Х	Х			
	hub)	hub) Pins	Is it damaged?		Х	Х			

Comments:

			Status		Report				
#		Piece	Points	Visual Inspection	Yes	No	Use	Repair	Replace
14	1 (Cover disc	Fit test	Is it loose or worn ?	Х			Х	

Comments: The disc will be sent out and have seal area coated with NCB

Note 1: If you find any damage part, and need to do measurements, Use the deposition record form regarding machine size . Note 2: If find the cyclo, screw or bowl damage on the field, forward to service center to repair.

Name / Date:

ADDITIONAL PARTS REQUIRED

	FEED END	
131045036	SOCKET HEAD SCREW	16
131126169	SOCKET HEAD SCREW	6
131127377	FRONT WALL SHAFT	1
	CONVEYOR	
131126171	SOCKET HEAD SCREW	16
202654862	SPLINE TRUNNION	1
131041859	SOCKET HEAD SCREW	12
131126161	SOCKET HEAD SCREW	6
	CYCLO	
131127114	COVER DISK	1
100003283	HEX HEAD SCREW	8
132449236	ORING	1
102770200		1

100003283	HEX HEAD SCREW	8
132449236	ORING	1
131127031	COVER DISK	1
131139945	REDEX	1
131126900	Hollow shaft	1
	DRIVE END	
131126166	SOCKET HEAD SCREW	12
131044467	SOCKET HEAD SCREW	6

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ANDRITZ SEPARATION INC

CITY OF ESCONDIDO

JOB S-48-K24524 SN: 0017

03/10/2023



ENGINEERED SUCCESS



INSPECTION SUMMARY PHOTOS

As received



INSPECTION SUMMARY PHOTOS

Drive end housing and redex



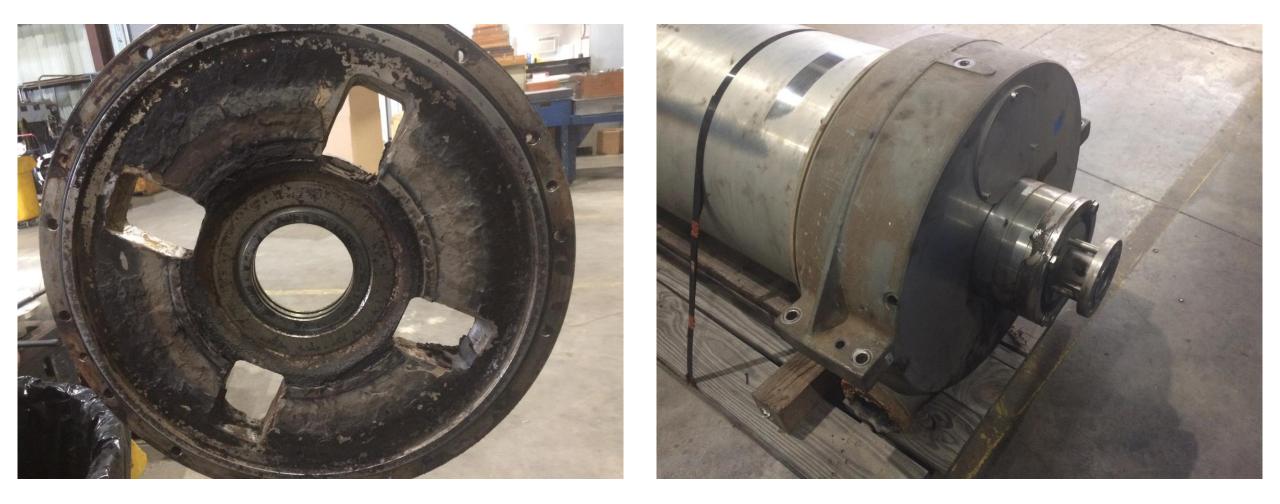




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INSPECTION SUMMARY PHOTOS

Liquid end





INSPECTION SUMMARY PHOTOS

Scroll





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INSPECTION SUMMARY PHOTOS

Scroll

