# CITY OF MILPITAS DESIGN SERVICES AGREEMENT

#### 1. PARTIES AND DATE.

## 2. RECITALS.

- 2.1 <u>City</u>. City is a municipal corporation organized under the laws of the State of California, with power to contract for services necessary to achieve its purpose.
- 2.2 <u>Designer</u>. Designer desires to perform and assume responsibility for the provision of certain professional design services required by the City on the terms and conditions set forth in this Agreement. Designer warrants that it is fully licensed, qualified, and willing to perform the services required by this Agreement; provided, however, that if Designer is a corporation or other organization, the Project Designer designated pursuant to Section 3.2, and not the Designer itself, shall be fully licensed to practice as an architect and/or engineer in the State of California.
- 2.3 <u>Project</u>. City desires to engage Designer to render such services for the City Hall Space Planning Services ("Project") as set forth in this Agreement.

#### 3. TERMS

#### 3.1 Employment of Designer.

- 3.1.1 Scope of Services. Designer promises and agrees to furnish to City all labor, materials, tools, equipment, services, and incidental and customary work necessary to fully and adequately supply the professional design and related services necessary for the full and adequate completion of the Project consistent with the provisions of this Agreement (hereinafter referred to as "Services"). The Services are more particularly described throughout this Agreement, including Exhibit "A" attached hereto and incorporated herein by reference. All Services shall be subject to, and performed in accordance with, this Agreement, any exhibits attached hereto and incorporated herein by reference, and all applicable local, state and federal laws, rules and regulations. All Services performed by Designer shall be subject to the sole and discretionary approval of the City, which approval shall not be unreasonably withheld.
- 3.1.2 <u>Term.</u> The term of this Agreement shall be from **January 2**, **2019** to **January 1**, **2020**, unless earlier terminated as provided herein. The City shall have the unilateral option, at its sole discretion, to renew this Agreement for no more than **four (4)** additional one-year terms. Designer shall complete the Services within the term of this Agreement, and shall meet any other established schedules and deadlines.

## 3.2 Project Designer; Key Personnel.

- 3.2.1 <u>Project Designer</u>. Designer shall name a specific individual to act as Project Designer, subject to the approval of City. Designer hereby designates **Andrea Marie Gifford**, **Principal at Group 4 Architecture**, **Research + Planning**, **Inc.** (License No. C32830) to act as the Project Designer for the Project. The Project Designer shall: (1) maintain oversight of the Services; (2) have full authority to represent and act on behalf of the Designer for all purposes under this Agreement; (3) supervise and direct the Services consistent with the applicable professional standard of care set forth herein; (4) be responsible for the means, methods, techniques, sequences and procedures used for the Services; (5) adequately coordinate all portions of the Services; and (6) act as principal contact with City and all contractors, consultants, engineers and inspectors on the Project. Any change in the Project Designer shall be subject to the City's prior written approval, which approval shall not be unreasonably withheld. The new Project Designer shall be of at least equal competence as the prior Project Designer. In the event that City and Designer cannot agree as to the substitution of a new Project Designer, City shall be entitled to terminate this Agreement for cause.
- 3.2.2 Key Personnel. In addition to the Project Designer, Designer has represented to the City that certain additional key personnel, engineers and consultants will perform the Services under this Agreement. Should one or more of such personnel, engineers or consultants become unavailable, Designer may substitute others of at least equal competence upon written approval of the City. In the event that City and Designer cannot agree as to the substitution of key personnel, engineers or consultants, City shall be entitled to terminate this Agreement for cause. As discussed below, any personnel, engineers or consultants who fail or refuse to perform the Services in a manner acceptable to the City, or who are determined by the City to be uncooperative, incompetent, a threat to the adequate or timely completion of the Project or a threat to the safety of persons or property, shall be promptly removed from the Project by the Designer at the request of the City. The key additional personnel, engineers and consultants for performance of this Agreement are as follows: Ben Irinaga, Associate at Group 4 Architecture, Research + Planning, Inc.; J. David Maino, Professional Engineer at Atium Engineering; and Theo Hartman, Project Engineer at Smith, Fause & McDonald, Inc.

#### 3.3 Hiring of Consultants and Personnel.

- 3.3.1 Right to Hire or Employ. Designer shall have the option, unless City objects in writing after notice, to employ at its expense architects, engineers, experts or other consultants qualified and licensed to render services in connection with the planning and/or administration of the Project, and to delegate to them such duties as Designer may delegate without relieving Designer from administrative or other responsibility under this Agreement. Designer shall be responsible for the coordination and cooperation of Designer's architects, engineers, experts or other consultants. All consultants, including changes in consultants; shall be subject to approval by City in its sole and reasonable discretion. Designer shall notify City of the identity of all consultants at least fourteen (14) days prior to their commencement of work to allow City to review their qualifications and approve to their participation on the Project in its sole and reasonable discretion.
- 3.3.2 Qualification and License. All architects, engineers, experts and other consultants retained by Designer in performance of this Agreement shall be qualified to perform the Services assigned to them, and shall be licensed to practice in their respective professions, where required by law.

- 3.3.3 <u>Standards and Insurance</u>. All architects, engineers, experts and other consultants hired by Designer shall be required to meet all of the same standards and insurance requirements set forth in this Agreement, unless other standards or requirements are approved by the City in writing. Unless changes are approved in writing by the City, Designer's agreements with its consultants shall contain a provision making them subject to all provisions stipulated in this Agreement.
- 3.3.4 <u>Assignments or Staff Changes</u>. Designer shall promptly obtain written City approval of any assignment, reassignment or replacement of such architects, engineers, experts and consultants, or of other staff changes of key personnel working on the Project. As provided in the Agreement, any changes in Designer's consultants and key personnel shall be subject to approval by City.
- 3.3.5 <u>Draftsman and Clerical Support</u>. Draftsmen and clerical personnel shall be retained by Designer at Designer's sole expense.

#### 3.4 Standard of Care.

- 3.4.1 Standard of Care. Designer shall perform all Services under this Agreement in a skillful and competent manner, consistent with the professional skill and care ordinarily provided by other reputable members of Designer's profession practicing in the same or similar locality under the same or similar circumstances. Designer shall perform its services as expeditiously as is consistent with such professional skill and care and the orderly progress of the Project. Designer shall be responsible to City for damages sustained by the City and delays to the Project as specified in the indemnification provision of this Agreement. Without limiting the foregoing, Designer shall be fully responsible to the City for any increased costs incurred by the City as a result of any such delays in the design or construction of the Project resulting from Designer's failure to meet the professional standard of care set forth herein. Designer warrants and represents that all of its employees, architects, engineers, experts and other consultants shall have sufficient skill and experience to perform the Services assigned to them. Finally, Designer represents that it, its employees, architects, engineers, experts and other consultants have all licenses, permits, qualifications and approvals of whatever nature that are legally required to perform the Services assigned to or rendered by them and that such licenses and approvals shall be maintained throughout the term of this Agreement. As provided for in the indemnification provisions of this Agreement, Designer shall perform, at its own cost and expense and without reimbursement from the City, any services necessary to correct errors or omissions which are caused by the Designer's failure to comply with the standard of care provided for herein.
- 3.4.2 <u>Performance of Employees</u>. Any employee or consultant who is determined by the City to be uncooperative, incompetent, a threat to the adequate or timely completion of the Project, a threat to the safety of persons or property, or any employee or consultant who fails or refuses to perform the Services in a manner acceptable to the City, shall be promptly removed from the Project by the Designer and shall not be re-employed to perform any of the Services or to work on the Project.

## 3.5 Laws and Regulations.

3.5.1 <u>Knowledge and Compliance</u>. Consistent with and without increasing the standard of care set forth herein, Designer shall keep itself fully informed of and in compliance with all applicable local, state and federal laws, rules and regulations in any manner affecting the performance of the Services or the Project, and shall give all notices required of the Designer by

law. Designer shall be liable, pursuant to the standard of care and indemnification provisions of this Agreement, for all violations of such laws and regulations in connection with its Services. If the Designer performs any work knowing it to be contrary to such laws, rules and regulations, Designer shall be solely responsible for all costs arising therefrom. Designer shall defend, indemnify and hold City, its officials, officers, employees and agents free and harmless, pursuant to the indemnification provisions of this Agreement, from any claim or liability arising out of any failure or alleged failure to comply with such laws, rules or regulations.

- 3.5.2 <u>Drawings and Specifications</u>. Consistent with and without increasing the standard of care set forth herein, Designer shall to cause all drawings and specifications to conform to any applicable requirements of federal, state and local laws, rules and regulations, including the Uniform Building Code, in effect as of the time the drawings and specifications are prepared or revised during the latest phase of the Services described in Exhibit "A" attached hereto. Any significant revisions made necessary by changes in such laws, rules and regulations after this time may be compensated as Additional Services which were not known or reasonably should not have been known by Designer. Designer shall cause the necessary copies of such drawings and specifications to be filled with any governmental bodies with approval jurisdiction over the Project, in accordance with the Services described in Exhibit "A" attached hereto. For the preparation of all such drawings and specifications, the Designer shall use Computer Aided Design Drafting ("CADD") (e.g., AutoCAD) or other technology acceptable to the Designer and City.
- 3.5.3 Americans with Disabilities Act. Consistent with and without increasing the standard of care set forth herein, Designer will interpret and apply all applicable federal, state and local laws, rules and regulations with respect to access, including those of the Americans with Disabilities Act ("ADA"). Designer shall inform City of the existence of inconsistencies of which it is aware or reasonably should be aware between federal and state accessibility laws, rules and regulations, as well as any other issues which are subject to conflicting interpretations of the law, and shall provide the City with its interpretation of such inconsistencies and conflicting interpretations. Unless Designer brings such inconsistencies and conflicting interpretation of the City and requests City's direction on how to proceed, the Designer's interpretation of such inconsistencies and conflicting interpretations shall be the sole responsibility and liability of Designer, and the Designer shall correct all plans, specifications and other documents prepared for the Project at no additional cost if its interpretations are shown to be incorrect. In the event that the Designer request's City's direction on how to proceed with respect to any inconsistent and/or conflicting interpretation, the Designer shall be responsible to the City only pursuant to the indemnification provisions of this Agreement.
- 3.5.4 Permits, Approvals and Authorizations. Designer shall provide City with a list of all permits, approvals or other authorizations required for the Project from all federal, state or local governmental bodies with approval jurisdiction over the Project. Designer shall then assist the City in obtaining all such permits, approvals and other authorizations. The costs of such permits, approvals and other authorizations shall be paid by the City.

## 3.5.5 Water Quality Management and Compliance.

(a) <u>Compliance with Water Quality Laws, Ordinances and Regulations.</u>

Designer shall keep itself and all subcontractors, staff, and employees fully informed of and in compliance with all local, state and federal laws, rules and regulations that may impact, or be implicated by the performance of the Services including, without limitation, all applicable provisions of the City's ordinances regulating water quality and storm water; the Federal Water

Pollution Control Act (33 U.S.C. § 1251 et seq.); the California Porter-Cologne Water Quality Control Act (Cal Water Code §§ 13000-14950); and any and all regulations, policies, or permits issued pursuant to any such authority. Designer shall additionally comply with the lawful requirements of the City, and any other municipality, drainage district, or other local agency with jurisdiction over the location where the Services are to be conducted, regulating water quality and storm water discharges.

(b) <u>Standard of Care.</u> Designer warrants that all employees and subcontractors shall have sufficient skill and experience to perform the work assigned to them without impacting water quality in violation of the laws, regulations and policies described in Sections 3.5.5(a) of this Agreement. Designer further warrants that it, its employees and subcontractors will receive adequate training, as determined by the City, regarding these requirements as they may relate to the Services.

## (c) <u>Liability for Non-compliance</u>.

(i) <u>Indemnity</u>: Failure to comply with laws, regulations, and ordinances listed in Sections 3.5.5(a) of this Agreement is a violation of federal and state law. Notwithstanding any other indemnity contained in this Agreement, Designer agrees to indemnify and hold harmless the City, its officials, officers, agents, employees and authorized volunteers from and against any and all claims, demands, losses or liabilities of any kind or nature which the City, its officials, officers, agents, employees and authorized volunteers may sustain or incur for noncompliance with the laws, regulations, and ordinances listed above, arising out of or in connection with the Services, except for liability resulting from the sole established negligence, willful misconduct or active negligence of the City, its officials, officers, agents, employees or authorized volunteers.

(ii) <u>Defense</u>: City reserves the right to defend any enforcement action or civil action brought against the City for Designer's failure to comply with any applicable water quality law, regulation, or policy. Designer hereby agrees to be bound by, and to reimburse the City for the costs associated with, any settlement reached between the City and the relevant enforcement entity.

(iii) <u>Damages</u>: City may seek damages from Designer for delay in completing the Services caused by Designer's failure to comply with the laws, regulations and policies described in Section 3.5.5(a) of this Agreement, or any other relevant water quality law, regulation, or policy.

## 3.6 Independent Contractor.

3.6.1 Control and Payment of Subordinates: City retains Designer on an independent contractor basis and Designer is not an employee of City. Designer is not an employee for state tax, federal tax or any other purpose, and is not entitled to the rights or benefits afforded to City's employees. Any additional personnel performing the Services under this Agreement on behalf of Designer shall also not be employees of City, and shall at all times be under Designer's exclusive direction and control. Designer shall pay all wages, salaries, and other amounts due such personnel in connection with their performance of Services under this Agreement and as required by law. Designer shall be responsible for all reports and obligations respecting such additional personnel, including, but not limited to: social security taxes, income tax withholding, unemployment insurance, disability insurance, and workers' compensation insurance.

#### 3.7 Schedule of Services.

- 3.7.1 <u>Designer Services</u>. Designer shall fully and adequately complete the Services described in this Agreement and in Exhibit "A" attached hereto and incorporated herein by reference.
- 3.7.2 <u>Timely Performance Standard</u>. Designer shall perform all Services hereunder as expeditiously as is consistent with professional skill and care, as well as the orderly progress of the Project work so as not to be the cause, in whole or in part, of delays in the completion of the Project or in the achievement of any Project milestones, as provided herein. Specifically, Designer shall perform its Services so as to allow for the full and adequate completion of the Project within the time required by the City and within any completion schedules adopted for the Project. Designer agrees to coordinate with City's staff, contractors and consultants in the performance of the Services, and shall be available to City's staff, contractors and consultants at all reasonable times.
- A.7.3 Performance Schedule. Designer shall prepare an estimated time schedule for the performance of Designer's Services, to be adjusted as the Project proceeds. Such schedule shall be subject to the City's review and approval, which approval shall not be unreasonably withheld, and shall include allowances for periods of time required for City's review and approval of submissions, and for approvals of authorities having jurisdiction over Project approval and funding. If City and Designer cannot mutually agree on a performance schedule, City shall have the authority to immediately terminate this Agreement. The schedule shall not be exceeded by Designer without the prior written approval of City. If the Designer's Services are not completed within the time provided by the agreed upon performance schedule, or any milestones established therein due to Designer's failure to meet the professional standard of care set forth herein, it is understood, acknowledged and agreed that the City will suffer damage for which the Designer will be responsible pursuant to the indemnification provision of this Agreement.
- 3.7.4 Excusable Delays. Any delays in Designer's work caused by the following shall be added to the time for completion of any obligations of Designer: (1) the actions of City or its employees; (2) the actions of those in direct contractual relationship with City; (3) the actions of any governmental agency having jurisdiction over the Project; (4) the actions of any parties not within the reasonable control of the Designer; and (5) any act of God or other unforeseen occurrence not due to any fault or negligence on the part of Designer. Neither the City nor the Designer shall be liable for damages, liquidated or otherwise, to the other on account of such delays.
- alendar days of the beginning of any excusable delay, notify the City in writing of the causes of delay-(unless City-grants-in writing a-further period of time to file such notice prior to the date of final payment under the Agreement). City will then ascertain the facts and the extent of the delay, and grant an extension of time for completing the Services when, in its sole judgment, the findings of fact justify such an extension. The City's findings of fact thereon shall be final and conclusive on the parties. Extensions of time shall apply only to that portion of the Services affected by the delay and shall not apply to other portions of the Services not so affected. The sole remedy of Designer for extensions of time shall be an extension of the performance time at no cost to the City. If Additional Services are required as a result of an excusable delay, the parties shall mutually agree thereto pursuant to the Additional Services provision of this Agreement. Should Designer make an application for an extension of time, Designer shall submit evidence that the

insurance policies required by this Agreement remain in effect during the requested additional period of time.

## 3.8 Additional Designer Services.

- 3.8.1 <u>Request for Services</u>. At City's request, Designer may be asked to perform services not otherwise included in this Agreement, not included within the basic services listed in Exhibit "A" attached hereto, and/or not customarily furnished in accordance with generally accepted design practice.
- 3.8.2 <u>Definition</u>. As used herein, "Additional Services" mean: (1) any work which is determined by City to be necessary for the proper completion of the Project, but which the parties did not reasonably anticipate would be necessary for the Designer to perform at the execution of this Agreement; or (2) any work listed as Additional Services in Exhibit "A" attached hereto. Designer shall not perform, nor be compensated for, Additional Services without prior written authorization from City and without an agreement between the City and Designer as to the compensation to be paid for such services. City shall pay Designer for any approved Additional Services, pursuant to the compensation provisions herein, so long as such services are not made necessary through the fault of Designer pursuant to the indemnification provision of this Agreement.
- 3.8.3 Examples of Additional Services. Such Additional Services shall not include any redesign or revisions to drawings, specifications or other documents when such revisions are necessary in order to bring such documents into compliance with applicable laws, rules, regulations or codes of which Designer was aware or should have been aware pursuant to the laws and regulations provision of this Agreement above. Such Additional Services may include, but shall not be limited to:
- (a) <u>Separately Bid Portions of Project</u>. Plan preparation and/or administration of work on portions of the Project separately bid.
- (b) <u>Furniture and Interior Design</u>. Assistance to City, if requested, for the selection of moveable furniture, equipment or articles which are not included in the Construction Documents.
- (c) <u>Fault of Contractor</u>. Services caused by delinquency, default or insolvency of contractor, or by major defects in the work of the contractor, provided that any such services made necessary by the failure of Designer to detect and report such matters when it reasonably should have done so shall not be compensated.
- (d) <u>Inconsistent Approvals or Instructions</u>. Revisions in drawings, specifications or other documents when such revisions are inconsistent with written approvals or instructions previously given and are due to causes beyond the control of Designer.
- (e) <u>Legal Proceedings</u>. Serving as an expert witness on City's behalf or attending legal proceedings to which the Designer is not a party.
  - (f) <u>Damage Repair</u>. Supervision of repair of damages to any structure.

- (g) <u>Extra Environmental Services</u>. Additional work required for environmental conditions (e.g. asbestos or site conditions) not already contemplated within the Designer's services for the Project.
  - 3.9 City Responsibilities. City's responsibilities shall include the following:
- 3.9.1 <u>Data and Information</u>. City shall make available to Designer all necessary data and information concerning the purpose and requirements of the Project, including scheduling and budget limitations, objectives, constraints and criteria. As part of the budget limitation information, the City shall provide the Designer with a preliminary construction budget ("City's Preliminary Construction Budget").
- 3.9.2 <u>Project Survey</u>. If required pursuant to the scope of the Project and if requested by Designer, City shall furnish Designer with, or direct Designer to procure at City's expense, a survey of the Project site prepared by a registered surveyor or civil engineer, any other record documents which shall indicate existing structures, land features, improvements, sewer, water, gas, electrical and utility lines, topographical information and boundary dimensions of the site, and any other such pertinent information.
- 3.9.3 <u>Bid Phase</u>. Distribute Construction Documents to bidders and conduct the opening and review of bids for the Project.
- 3.9.4 <u>Testing</u>. Retain consultant(s) to conduct chemical, mechanical, soils, geological or other tests required for proper design of the Project, and furnish such surveys, borings, test pits, and other tests as may be necessary to reveal conditions of the site which must be known to determine soil condition or to ensure the proper development of the required drawings and specifications.
- 3.9.5 <u>Required Inspections and Tests</u>. Retain consultant(s) to conduct materials testing and inspection or environmental/hazardous materials testing and inspection pursuant to any applicable laws, rules or regulations.
- 3.9.6 <u>Fees of Reviewing or Licensing Agencies</u>. Directly pay or reimburse the payment of all fees required by any reviewing or licensing agency, or other agency having approval jurisdiction over the Project.
- 3.9.7 <u>City's Representative</u>. The City hereby designates the City Manager, or his or her designee, to act as its representative for the performance of this Agreement ("City's Representative"). City's Representative shall have the power to act on behalf of the City for all purposes under this Contract. The City Manager hereby designates **Tony Ndah**, **Director of Public Works** or his or her designee, as the City's contact for the implementation of the Services hereunder. Contractor shall not accept direction or orders from any person other than the City's Representative or his or her designee.
- 3.9.8 Review and Approved Documents. Review all documents submitted by Designer, including change orders and other matters requiring approval by the City Council or other officials. City shall advise Designer of decisions pertaining to such documents within a reasonable time after submission, so as not to cause unreasonable delay as provided in the excusable delay provisions of this Agreement above.

## 3.10 Compensation.

- 3.10.1 <u>Designer's Compensation for Basic Services</u>. City shall pay to Designer, for the performance of all Services rendered under this Agreement, the total not to exceed amount of **One Hundred Fifty Thousand Dollars and Zero Cents (\$150,000.00)** "Total Compensation"). This Total Compensation amount shall be based upon, and may be adjusted according to, the fee schedule and related terms and conditions attached hereto as Exhibit "B" and incorporated herein by reference. The Total Compensation, as may be adjusted upon mutual agreement, shall constitute complete and adequate payment for Services under this Agreement.
- 3.10.2 Payment for Additional Services. At any time during the term of this Agreement, City may request that Designer perform Additional Services. As used herein, Additional Services means any work which is determined by City to be necessary for the proper-completion of the Project, but which the Parties did not reasonably anticipate would be necessary at the execution of this Agreement. Any additional work in excess of this amount must be approved by the City. If authorized, such Additional Services will be compensated at the rates and in the manner set forth in Exhibit "C" attached hereto and incorporated herein by reference, unless a flat rate or some other form of compensation is mutually agreed upon by the parties. If City requires Designer to hire consultants to perform any Additional Services, Designer shall be compensated therefore at the rates and in the manner set forth in Exhibit "C" attached hereto and incorporated herein by reference, unless a flat rate or some other form of compensation is mutually agreed upon by the parties. City shall have the authority to review and approve the rates of any such consultants. In addition, Designer shall be reimbursed for any expenses incurred by such consultants pursuant to the terms and conditions of Section 3.10.3.
- 3.10.3 Reimbursable Expenses. Reimbursable expenses are in addition to compensation for the Services and Additional Services. Designer shall not be reimbursed for any expenses unless authorized in writing by City, which approval may be evidenced by inclusion in Exhibit "C" attached hereto. Such reimbursable expenses shall include only those expenses which are reasonably and necessarily incurred by Designer in the interest of the Project. Designer shall be required to acquire prior written consent in order to obtain reimbursement for the following: (1) extraordinary transportation expenses incurred in connection with the Project; (2) out-of-town travel expenses incurred in connection with the Project; (3) fees paid for securing approval of authorities having jurisdiction over the Project; (4) bid document duplication costs in excess of One Thousand Dollars and Zero Cents (\$1,000.00); and (5) other costs, fees and expenses in excess of One Thousand Dollars and Zero Cents (\$1,000.00).
- 3.10.4 Payment to Designer. Designer's compensation and reimbursable expenses shall be paid by City to Designer no more often than monthly. Such periodic payments shall be made based upon the percentage of work completed, and in accordance with the phasing and funding schedule provided in Exhibit "B" and the compensation rates indicated in Exhibit "C" attached hereto and incorporated herein by reference. In order to receive payment, Designer shall present to City an itemized statement which indicates Services performed, percentage of Services completed, method for computing the amount payable, and the amount to be paid. The statement shall describe the amount of Services provided since the initial commencement date, or since the start of the subsequent billing periods, as appropriate, through the date of the statement, as well as those expenses for which reimbursement is requested for that statement period. The amount paid to Designer shall never exceed the percentage amounts authorized by the phasing and funding schedule located in Exhibit "B" attached hereto. City shall, within thirty (30) days of receiving such statement, review the statement and pay all approved charges thereon pursuant to the provisions of Civil Code Section 3320. Disputed amounts shall be resolved by the parties in a mutually agreeable manner.

Payments made for Additional Services shall be made in installments, not more often than monthly, proportionate to the degree of completion of such services or in such other manner as the parties shall specify when such services are agreed upon, and in accordance with any authorized fee or rate schedule. In order to receive payment, Designer shall present to City an itemized statement which indicates the Additional Services performed, percentage of Additional Services completed, method for computing the amount payable, and the amount to be paid. The statement shall describe the amount of Additional Services provided since the initial commencement date, or since the start of the subsequent billing periods, as appropriate, through the date of the statement. City shall, within thirty (30) days of receiving such statement, review the statement and pay all approved charges thereon pursuant to the provisions of Civil Code Section 3320. Disputed amounts shall be resolved by the parties in a mutually agreeable manner.

Upon cancellation or termination of this Agreement, Designer shall be compensated as set forth in the termination provision herein.

3.10.5 Withholding Payment to Designer. The City may withhold payment, in whole or in part, to the extent reasonably necessary to protect the City from claims, demands, causes of action, costs, expenses, liabilities, losses, damages, or injuries of any kind to the extent arising out of or caused by the negligence, recklessness, or willful misconduct protected under the indemnification provisions of this Agreement. Failure by City to deduct any sums from a progress payment shall not constitute a waiver of the City's right to such sums. The City may keep any moneys which would otherwise be payable at any time hereunder and apply the same, or so much as may be necessary therefor, to the payment of any expenses, losses, or damages as determined by the City, incurred by the City for which Designer is liable under the Agreement or state law. Payments to the Designer for compensation and reimbursable expenses due shall not be contingent on the construction, completion or ultimate success of the Project. Payment to the Designer shall not be withheld, postponed, or made contingent upon receipt by the City of offsetting reimbursement or credit from parties not within the Designer's reasonable control.

3.10.6 Prevailing Wages. Designer is aware of the requirements of California Labor Code Sections 1720, et seq., and 1770, et seq., as well as California Code of Regulations, Title 8, Section 16000, et seq., ("Prevailing Wage Laws"), which require the payment of prevailing wage rates and the performance of other requirements on certain "public works" and "maintenance" projects. If the Services are being performed as part of an applicable "public works" or "maintenance" project, as defined by the Prevailing Wage Laws, and if the total compensation is One Thousand Dollars and Zero Cents (\$1,000.00) or more, Designer agrees to fully comply with and to require its consultants to fully comply with such Prevailing Wage Laws. City shall provide Designer with a copy of the prevailing rates of per diem wages in effect at the commencement of this Agreement. Designer shall make copies of the prevailing rates of per diem wages for each craft, classification or type of worker needed to execute the Services available to interested parties upon request, and shall post copies at the Designer's principal place of business and at the Project site. Designer shall defend, indemnify and hold the City, its officials, officers, employees and agents free and harmless from any claims, liabilities, costs, penalties or interest arising out of any failure or alleged failure of the Designer or its consultants to comply with the Prevailing Wage Laws. It shall be mandatory upon the Designer and all subconsultants to comply with all California Labor Code provisions, which include but are not limited to prevailing wages (Labor Code Sections 1771, 1774 and 1775), employment of apprentices (Labor Code Section 1777.5), certified payroll records (Labor Code Sections 1771.4 and 1776), hours of labor (Labor Code Sections 1813 and 1815) and debarment of contractors and subcontractors (Labor Code Section 1777.1). The requirement to submit certified payroll records directly to the Labor Commissioner under Labor Code section 1771.4 shall not apply to work performed on a public

works project that is exempt pursuant to the small project exemption specified in Labor Code Section 1771.4.

- 3.10.7 Registration. If the Services are being performed as part of an applicable "public works" or "maintenance" project, then pursuant to Labor Code Sections 1725.5 and 1771.1, the Designer and all subconsultants performing such Services must be registered with the Department of Industrial Relations. Designer shall maintain registration for the duration of the Project and require the same of any subconsultants, as applicable. Notwithstanding the foregoing, the contractor registration requirements mandated by Labor Code Sections 1725.5 and 1771.1 shall not apply to work performed on a public works project that is exempt pursuant to the small project exemption specified in Labor Code Sections 1725.5 and 1771.1.
- 3.10.8 <u>Labor Compliance</u>. This Project may also be subject to compliance monitoring and enforcement by the Department of Industrial Relations. It shall be Designer's sole responsibility to comply with all applicable registration and labor compliance requirements. Any stop orders issued by the Department of Industrial Relations against Designer or any subcontractor that affect Designer's performance of Services, including any delay, shall be Designer's sole responsibility. Any delay arising out of or resulting from such stop orders shall be considered Designer caused delay and shall not be compensable by the City. Designer shall defend, indemnify and hold the City, its officials, officers, employees and agents free and harmless from any claim or liability arising out of stop orders issued by the Department of Industrial Relations against Designer or any subcontractor.

## 3.11 Notice to Proceed.

Designer shall not proceed with performance of any Services under this Agreement unless and until the City provides a written notice to proceed.

#### 3.12 Termination, Suspension and Abandonment.

- 3.12.1 Grounds for Termination; Designer's Termination for Cause. City hereby reserves the right to suspend or abandon, at any time and for any reason, all or any portion of the Project and the construction work thereon, or to terminate this Agreement at any time with or without cause. Designer shall be provided with at least seven (7) days advanced written notice of such suspension, abandonment or termination. In the event of such suspension, abandonment or termination, Designer shall be paid for Services and reimbursable expenses rendered up to the date of such suspension, abandonment or termination, pursuant to the schedule of payments provided for in this Agreement, less any claims against or damages suffered by City as a result of the default, if any, by Designer. Designer hereby expressly waives any and all claims for damages or compensation arising under this Agreement, except as set forth herein, in the event of such suspension, abandonment or termination. Designer may terminate this Agreement for substantial breach of performance by the City such as failure to make payment to Designer as provided in this Agreement.
- 3.12.2 <u>City's Suspension of Work.</u> If Designer's Services are suspended by City, City may require Designer to resume such Services within ninety (90) days after written notice from City. When the Project is resumed, the Total Compensation and schedule of Services shall be equitably adjusted upon mutual agreement of the City and Designer.
- 3.12.3 <u>Documents and Other Data</u>. Upon suspension, abandonm termination, Designer shall provide to City all preliminary studies, sketches, working

specifications, computations, and all other Project Documents, as defined below, to which City would have been entitled at the completion of Designer's Services under this Agreement. Upon payment of the amount required to be paid to Designer pursuant to the termination provisions of this Agreement, City shall have the rights, as provided in this Agreement hereinafter, to use such Project Documents prepared by or on behalf of Designer under this Agreement. Designer shall make such documents available to City upon request and without additional compensation other than as may be approved as a reimbursable expense.

3.12.4 Employment of other Designers. In the event this Agreement is terminated in whole or in part as provided herein, City may procure, upon such terms and in such manner as it may determine appropriate, services similar to those terminated.

### 3.13 Ownership and Use of Documents; Confidentiality.

- 3.13.1 Ownership. ΑII plans, specifications, original reproducible transparencies of working drawings and master plans, preliminary sketches, design presentation drawings, structural computations, estimates and any other documents prepared pursuant to this Agreement, including, but not limited to, any other works of authorship fixed in any tangible medium of expression such as writings, physical drawings and data magnetically or otherwise recorded on computer diskettes (hereinafter referred to as the "Project Documents") shall be and remain the property of City. Although the official copyright in all Project Documents shall remain with the Designer or other applicable subcontractors or consultants, the Project Documents shall be the property of City whether or not the work for which they were made is executed or completed. Within thirty (30) calendar days following completion of the Project, Designer shall provide to City copies of all Project Documents required by City. In addition, Designer shall retain copies of all Project Documents on file for a minimum of fifteen (15) years following completion of the Project, and shall make copies available to City upon the payment of reasonable duplication costs. Before destroying the Project Documents following this retention period, Designer shall make a reasonable effort to notify City and provide City with the opportunity to obtain the documents.
- 3.13.2 Right to Use. Designer grants to City the right to use and reuse all or part of the Project Documents, at City's sole discretion and with no additional compensation to Designer, for the following purposes:
  - (a) The construction of all or part of this Project.
- (b) The repair, renovation, modernization, replacement, reconstruction or expansion of this Project at any time;
- (c) The construction of another project by or on behalf of the City for its ownership and use;

City is not bound by this Agreement to employ the services of Designer in the event such documents are used or reused for these purposes. City shall be able to use or reuse the Project Documents for these purposes without risk of liability to the Designer or third parties with respect to the condition of the Project Documents, and the use or reuse of the Project Documents for these purposes shall not be construed or interpreted to waive or limit City's right to recover for latent defects or for errors or omissions of the Designer.

Any use or reuse by City of the Project Documents on any project other than this Project without employing the services of Designer shall be at City's own risk with respect to third parties. If City uses or reuses the Project Documents on any project other than this Project, it shall remove the Designer's seal from the Project Documents and hold harmless Designer and its officers, directors, agents and employees from claims arising out of the negligent use or re-use of the Project Documents on such other project.

- 3.13.3 <u>License</u>. This Agreement creates a non-exclusive and perpetual license for City to copy, use, modify or reuse any and all Project Documents and any intellectual property rights therein. Designer shall require any and all subcontractors and consultants to agree in writing that City is granted a non-exclusive and perpetual license for the work of such subcontractors or consultants performed pursuant to this Agreement.
- 3.13.4 Right to License. Designer represents and warrants that Designer has the legal right to license any and all copyrights, designs and other intellectual property embodied in the Project Documents—that Designer prepares or causes to be prepared pursuant to this Agreement. Designer shall indemnify and hold City harmless pursuant to the indemnification provisions of this Agreement for any breach of this Section. Designer makes no such representation and warranty in regard to previously prepared designs, plans, specifications, studies, drawings, estimates or other documents that were prepared by design professionals other than Designer and provided to Designer by City.
- 3.13.5 <u>Confidentiality</u>. All Project Documents, either created by or provided to Designer in connection with the performance of this Agreement, shall be held confidential by Designer to the extent they are not subject to disclosure pursuant to the Public Records Act. All Project Documents shall not, without the written consent of City, be used or reproduced by Designer for any purposes other than the performance of the Services. Designer shall not disclose, cause or facilitate the disclosure of the Project Documents to any person or entity not connected with the performance of the Services or the Project. Nothing furnished to Designer which is otherwise known to Designer or is generally known, or has become known, to the related industry shall be deemed confidential. Designer shall not use City's name or insignia, photographs of the Project, or any publicity pertaining to the Services or the Project in any magazine, trade paper, newspaper, television or radio production or other similar medium without the written consent of City.

#### 3.14 Indemnification.

3.14.1 To the fullest extent permitted by law where Designer is performing services that do not qualify as "design professional" services as described in Section 3.14.2, Designer shall defend (with counsel of City's choosing), indemnify and hold the City, its officials, officers, employees, volunteers, and agents free and harmless from any and all claims, demands, causes of action, costs, expenses, liability, loss, damage or injury of any kind, in law or equity, to property or persons, including wrongful death, in any manner arising out of, pertaining to, or incident to any acts, errors or omissions, or willful misconduct of Designer, its officials, officers, employees, subcontractors, consultants or agents in connection with the performance of the Designer's services, the Project or this Agreement, including without limitation the payment of all damages, expert witness fees and attorney's fees and other related costs and expenses. Designer's obligation to indemnify shall not be restricted to insurance proceeds, if any, received by Designer, the City, its officials, officers, employees, agents, or volunteers.

- 3.14.2 If Designer's obligation to defend, indemnify, and/or hold harmless arises out of Designer's performance of "design professional" services (as that term is defined under Civil Code section 2782.8), then, and only to the extent required by Civil Code section 2782.8, which is fully incorporated herein, Designer's indemnification obligation shall be limited to claims that arise out of, pertain to, or relate to the negligence, recklessness, or willful misconduct of the Designer, and, upon Designer obtaining a final adjudication by a court of competent jurisdiction, Designer's liability for such claim, including the cost to defend, shall not exceed the Designer's proportionate percentage of fault.
- 3.15 Insurance. Designer shall not commence work under this Agreement until it has provided evidence satisfactory to the City that it has secured all insurance required under Exhibit "D" (Insurance Requirements), attached hereto and incorporated herein by this reference. In addition, Designer shall not allow any subconsultant to commence work on any subcontract until it has provided evidence satisfactory to the City that the subconsultant has secured all insurance required therein.

#### 3.16 Records.

Designer shall maintain complete and accurate records with respect to all costs and expenses incurred under this Agreement. All such records shall be clearly identifiable. Designer shall allow a representative of City during normal business hours to examine, audit, and make transcripts or copies of such records and any other documents created pursuant to this Agreement. Designer shall allow inspection of all work, data, documents, proceedings, and activities related to the Agreement for a period of five (5) years from the date of final payment under this Agreement.

#### 3.17 Standardized Manufactured Items.

Designer shall cooperate and consult with City in the use and selection of manufactured items on the Project, including but not limited to, paint, hardware, plumbing, mechanical and electrical equipment, fixtures, roofing materials and floor coverings. All such manufactured items shall be standardized to City's criteria to the extent such criteria do not interfere with building design.

## 3.18 Limitation of Agreement.

This Agreement is limited to and includes only the work included in the Project described herein. Any additional or subsequent construction at the site of the Project, or at any other City site, will be covered by, and be the subject of, a separate Agreement for design services between City and the designer chosen therefor by City.

## 3.19 Mediation.

Disputes arising from this Agreement may be submitted to mediation if mutually agreeable to the parties hereto. The type and process of mediation to be utilized shall be subject to the mutual agreement of the parties.

# 3.20 Successors and Assigns.

This Agreement shall be binding upon and shall inure to the benefit of the successors in interest, executors, administrators and assigns of each party to this Agreement. However,

Designer shall not assign or transfer by operation of law or otherwise any or all of its rights, burdens, duties or obligations without the prior written consent of City. Any attempted assignment without such consent shall be invalid and void.

#### 3.21 Asbestos Certification.

Designer shall certify to City, in writing and under penalty of perjury, that to the best of its knowledge, information and belief no asbestos-containing material or other material deemed to be hazardous by the state or federal government was specified as a building material in any construction document that the Designer prepares for the Project. Designer shall require all consultants who prepare any other documents for the Project to submit the same written certification. Designer shall also assist the City in ensuring that contractors provide City with certification, in writing and under penalty of perjury, that to the best of their knowledge, information and belief no material furnished, installed or incorporated into the Project contains asbestos or any other material deemed to be hazardous by the state or federal government. These certifications shall be part of the final Project submittal. Designer shall include statements in its specifications that materials containing asbestos or any other material deemed to be hazardous by the state or federal government are not to be included.

## 3.22 No Third Party Rights.

This Agreement shall not create any rights in, or inure to the benefits of, any third party except as expressly provided herein.

### 3.23 Governing Law.

This Agreement shall be construed in accordance with, and governed by, the laws of the State of California. Venue shall be in Santa Clara County.

## 3.24 Exhibits and Recitals.

All exhibits and recitals contained herein and attached hereto are material parts of this Agreement and are incorporated as if fully set forth.

#### 3.25 Severability.

Should any provision in the Agreement be held by a court of competent jurisdiction to be invalid, void, or unenforceable, the remaining provisions shall continue in full force and effect.

#### 3.26 Non-Waiver.

None of the provisions of this Agreement shall be considered waived by either party, unless such waiver is specifically specified in writing.

## 3.27 Safety.

Consistent with and without increasing the standard of care set forth herein, Designer shall execute and maintain its work so as to avoid injury or damage to any person or property. In carrying out its Services, the Designer shall at all times be in compliance with all applicable local, state and federal laws, rules and regulations, and shall exercise all necessary precautions for the

safety of its employees, consultant and subcontractors appropriate to the nature of the work and the conditions under which the work is to be performed.

# 3.28 Harassment Policy.

Designer shall provide a copy of the City's Harassment Policy to each of its employees assigned to perform the tasks under this Agreement. Designer shall submit to the City's Personnel Manager a statement signed by each of its employees who are assigned to perform the Services under this Agreement certifying receipt of City's Harassment Policy and certifying that they have read the Harassment Policy. A finding by the City that any of Designer's employees has harassed a City employee shall be grounds for appropriate discipline, up to and including such employee's removal from performance of this Agreement at City's request.

# 3.29 Delivery of Notices.

All notices permitted or required under this Agreement shall be given to the respective parties at the following address, or at such other address as the respective parties may provide in writing for this purpose:

CITY:

CONSULTANT:

City of Milpitas

Group 4 Architecture Research + Planning, Inc.

455 E. Calaveras Boulevard

211 Linden Avenue

Milpitas, California 95035

South San Francisco, CA 94080

Attn: City Manager

Attn: Andrea Gifford

Such notice shall be deemed made when personally delivered or when mailed, forty-eight (48) hours after deposit in the U.S. Mail, first class postage prepaid and addressed to the party at its applicable address. Actual notice shall be deemed adequate notice on the date actual notice occurred, regardless of the method of service.

## 3.30 Time of Essence.

Consistent with and without increasing the standard of care set forth herein, Designer shall perform its services as expeditiously as is consistent with such professional skill and care and the orderly progress of the Project.

# 3.31 City's Right to Employ Other Consultants.

City reserves right to employ other consultants, including designers, in connection with this Project or other projects.

#### 3.32 Prohibited Interests.

3.32.1 <u>Solicitation</u>. Designer maintains and warrants that it has not employed nor retained any company or person, other than a bona fide employee working solely for Designer, to solicit or secure this Agreement. Further, Designer warrants that it has not paid nor has it agreed to pay any company or person, other than a bona fide employee working solely for Designer, any

fee, commission, percentage, brokerage fee, gift or other consideration contingent upon or resulting from the award or making of this Agreement. For breach or violation of this warranty, City shall have the right to rescind this Agreement without liability.

3.32.2 <u>Conflict of Interest</u>. For the term of this Agreement, no director, official, officer or employee of City, during the term of his or her service with City, shall have any direct interest in this Agreement, or obtain any present or anticipated material benefit arising therefrom.

### 3.33 Equal Opportunity Employment.

Designer represents that it is an equal opportunity employer and that it shall not discriminate against any employee or applicant for employment because of race, religion, color, national origin, ancestry, sex, age or any other classification protected by federal or state law. Such non-discrimination shall include, but not be limited to, all activities related to initial employment, upgrading, demotion, transfer, recruitment or recruitment advertising, layoff or termination. Designer shall also comply with all relevant provisions of City's minority business enterprise program, affirmative action plan or other related programs or guidelines currently in effect or hereinafter enacted.

#### 3.34 Labor Certification.

By its signature hereunder, Designer certifies that it is aware of the provisions of Section 3700 of the California Labor Code which require every employer to be insured against liability for Worker's Compensation or to undertake self-insurance in accordance with the provisions of that Code, and agrees to comply with such provisions before commencing the performance of the Services.

## 3.35 Wage Theft Certification.

3.35.1 Designer, and any subconsultant it employs to complete work under this Agreement, shall comply with all applicable federal, state and local wage and hour laws. Applicable laws may include, but are not limited to, the Federal Fair Labor Standards Act, the California Labor Code and the Milpitas Minimum Wage Ordinance.

3.35.2 BY SIGNING THIS AGREEMENT, DESIGNER AFFIRMS THAT IT HAS DISCLOSED ANY FINAL JUDGMENTS, DECISIONS OR ORDERS FROM A COURT OR INVESTIGATORY GOVERNMENT AGENCY, FINDING IN THE FIVE (5) YEARS PRIOR TO EXECUTING THIS AGREEMENT THAT DESIGNER OR ITS SUBCONSULTANTS HAS VIOLATED ANY APPLICABLE WAGE AND HOUR LAWS. DESIGNER FURTHER AFFIRMS THAT IT OR ITS SUBCONSULTANT(S) HAS EITHER FULLY SATISFIED EACH JUDGMENT, DECISION OR ORDER, OR, IF ANY JUDGMENT, DECISION OR ORDER HAS NOT BEEN FULLY SATISFIED, DESIGNER AFFIRMS THAT IT OR ITS SUBCONSULTANT(S) IS CURRENTLY SATISFYING SAID JUDGMENT, DECISION OR ORDER THROUGH A OR **ALTERNATIVE** PLAN APPROVED BY THE **APPLICABLE** PAYMENT COURT/GOVERNMENT AGENCY AND THAT DESIGNER OR ITS SUBCONSULTANT(S) ARE IN COMPLIANCE WITH SAID PLAN AS OF THE DATE OF EXECUTING THIS AGREEMENT.

3.35.3 If at any time during the term of this Agreement, a court or investigatory government agency issues a final judgment, decision or order finding that Designer or a subconsultant it employs to perform work under this Agreement has violated any applicable wage and hour law, or Designer learns of such a judgment, decision, or order that was not previously

disclosed in its bid/proposal, Designer shall inform the City no more than fifteen (15) calendar days after the judgment, decision or order becomes final or from the date of learning of the final judgment, decision or order. Designer or its subconsultant(s) shall, within thirty (30) calendar days after notifying the City, either (i) fully satisfy any such judgment, decision, or order and provide the City with documentary evidence of satisfying said judgment, decision or order; or (ii) provide the City documentary evidence of a payment or other alternative plan approved by the court/government agency to satisfy the judgment, decision or order. If the Designer or its subconsultant is subject to a payment or other alternative plan, the Designer or its subconsultant shall continue to submit documentary evidence every thirty (30) calendar days during the term of the Agreement demonstrating continued compliance with the plan until the judgment, decision or order has been fully satisfied.

- 3.35.4 For purposes of this Section, a "final judgment, decision, or order" refers to one for which all appeals have been exhausted or the time period to appeal has expired. Relevant investigatory government agencies include: the United States Department of Labor, the California Division of Labor Standards Enforcement, the City, or any other governmental entity or division tasked with the investigation and enforcement of wage and hour laws.
- 3.35.5 Failure to comply with any part of this Section constitutes a material breach of this Agreement. Such breach may serve as a basis for immediate termination of this Agreement and/or any other remedies available under this Agreement and/or law.
- 3.35.6 Notice provided to the City shall be addressed to: Attention: Finance Director, 455 E. Calaveras Blvd. Milpitas, CA 95035. The Notice provisions of this Section are separate from any other notice provisions in this Agreement and, accordingly, only notice provided to the above address satisfies the notice requirements in this Section.

## 3.36 Subcontracting.

As specified in this Agreement, Designer shall not subcontract any portion of the Services required by this Agreement, except as expressly stated herein, without prior written approval of City. Subcontracts, if any, shall contain a provision making them subject to each and every provision of this Agreement.

## 3.37 Supplemental Conditions.

Any supplemental conditions shall be attached as an exhibit to this Agreement, and that exhibit shall be incorporated herein by reference.

## 3.38 Entire Agreement.

This Agreement, with its exhibits, contains the entire agreement of the parties hereto, and supersedes any and all other prior or contemporaneous negotiations, understandings and oral or written agreements between the parties hereto. Each party acknowledges that no representations, inducements, promises or agreements have been made by any person which are not incorporated herein, and that any other agreements shall be void. Furthermore, any modification of this Agreement shall only be effective if in writing signed by all parties hereto.

## [SIGNATURES ON FOLLOWING PAGE]

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# SIGNATURE PAGE FOR DESIGN SERVICES AGREEMENT BETWEEN THE CITY OF MILPITAS AND GROUP 4 ARCHITECTURE RESEARCH + PLANNING, INC.

IN WITNESS WHEREOF, the Parties have executed this Agreement as of the date first written above.

CITY OF MILPITAS Approved By:	GROUP 4 ARCHITECTURE RESEARCH + PLANNING, INC.
Julie Edmonds-Mares	Signature Signature
City Manager /- 8 :/9	Andrea Gifford
Date	Name
Approved As To Form	Principal
Approved As To Form:	Title
- Luch	December 12, 2018
Chtistepher J. Diaz ∖ City Attorney	Date
Approved As To Content:	
Director of Financial Services	
Approved As To Scope	
Tony Ndah Director of Public Works	

#### EXHIBIT "A"

#### DESIGNER'S SCOPE OF SERVICES

#### 1. THE PROJECT

The Project consists of an assessment and space planning of the City of Milpitas's office spaces and interior improvements to the Council Chambers located at 455 E. Calaveras Blvd., Milpitas CA. The departments included in this study are: Building & Safety, Human Resources, Planning & Neighborhood Services, City Council, City Attorney, City Clerk, City Manager, Finance, Economic Development, and Engineering.

The assessment and space planning will include an analysis of existing and future office needs including spatial needs, staffing levels and departmental adjacencies. The analysis will include industry best practices, employee work area sizes and amenities. The objectives of the space plan are to:

- Identify each department's current and future staffing levels as well as associated space and adjacency needs;
- Evaluate each department's current location and adjacencies and identify strategies to improve workflow and efficiency;
- Identify trending industry best practices related to workplace and public facilities

#### 2. GENERAL REQUIREMENTS.

- **2.1 Basic Services.** Designer agrees to perform all the necessary professional design and engineering (e.g. electrical, and AV/low voltage) services for the Project in a timely and professional manner, consistent with the standards of the profession, including those provided for herein.
- 2.2 The Consultant's Basic Services include preparing bid documents for improving the presentation podium and providing a staff work counter in the City Council Chambers and developing a strategic needs assessment and conceptual office layout for the Milpitas City Hall.
- 2.3 In selecting the Consultant, the City recognizes that the Consultant has the qualifications to provide full planning, architecture, and interior design services including schematic design, design development, construction documents, bidding, construction administration, and post-construction phase services. The City, at its discretion, may choose to amend this contract to add services to the Consultant's Scope of Services for Additional Compensation if mutually agreed to by the City and Consultant.
- 2.4 The Consultant may conduct half of the specified Project Management Team (PMT) meetings via web conference unless remote PMT meetings can be coordinated with other project or planning workshops requiring in-person attendance.
  - 2.5 The City shall provide the following for the Project as needed:
- 2.5.1 A City representative who can render decisions on behalf of the Project in a timely manner.

- 2.5.2 Scheduling and invitations for project meetings.
- 2.5.3 Information about previous analysis, polls, studies and information relevant to developing the work.
- 2.5.4 Services of other consultants, engineers or specialized consultants if needed for the Project.

Printing of meeting agendas, exhibits and deliverables for each of the Tasks listed below.

- 2.6 Any other information not included in Consultant's Basic Services that is reasonably needed for the Project.
- 2.7 Exclusions from Basic Services. The following services shall be excluded from the basic services listed above: civil engineering, landscape architectural, soils engineering, geotechnical services, hazardous waste or toxic substances engineering, structural engineer, mechanical or plumbing engineering or lighting design.
- **2.8** Additional Services. Designer shall perform the following Additional Services for the Project: "N/A"
- 2.9 Communication with City. Designer shall participate in consultations and conferences with authorized representatives of City and/or other local, regional, or state agencies concerned with the Project, which may be necessary for the completion of the Project or the development of the drawings, specifications and documents in accordance with the applicable standards and requirements of law and the City. Such consultations and conferences shall continue throughout the planning and construction of the Project and the contractor's warranty period. Designer shall take direction only from the City's Representative, or any other representative specifically designated by the City for this Project, including any construction manager hired by the City.
- 2.10 Coordination and Cooperation with Construction Manager. The City may hire a construction manager to administer and coordinate all or any part of the Project on its behalf. If the City does so, it shall provide a copy of its agreement with the construction manager so that the Designer will be fully aware of the duties and responsibilities of the construction manager. The Designer shall cooperate with the construction manager and respond to any requests or directives authorized by the City to be made or given by the construction manager. The Designer shall request clarification from the City in writing if the Designer should have any questions regarding the authority of the construction manager.

## 3. TASK 1: COUNCIL CHAMBER IMPROVEMENTS

- 3.1 Task 1A Conceptual Design. The Consultant will:
- 3.1.1. Perform a visual survey of the Council Chambers in the company of the City's designated representatives to review the state of the City's existing presentation podium.
- 3.1.2 Evaluate existing conditions and identify options for new presentation podium and staff work counter

- 3.1.3 Present options at a PMT meeting with City staff and stakeholders and other designated representatives.
  - 3.1.4 Update preferred option based on the City's feedback and comments
  - 3.1.5 Prepare conceptual level cost plan based on the preferred option.
  - 3.1.6 Present the conceptual design plan and cost to the PMT.
  - 3.2 Task 1B Construction Documents, The Consultant will:
- 3.2.1 Field verify and develop base drawings for existing architectural and electric conditions in areas where new work will be performed. Verification will be limited to those features that are readily accessible on foot or visible without the removal of ceiling tiles, wall and floor finishes, etc. The Contractor will be required to field verify all conditions during construction. These drawings will be the basis for the construction documents.
- 3.2.2 Develop construction documents, including outline specifications, up to 90% completion. Construction documents shall conform to ADA, California Title 24 building codes, and City ordinances.
- 3.2.3 Conduct a review of the construction documents with the City Project Manager, stakeholder representative, and design team.
- 3.2.4 Select a finish palette for the renovation that will be compatible functionally and aesthetically with the existing conditions to remain.
- 3.2.5 Prepare and submit construction documents to plan check as required by the City.
- 3.2.6 Prepare and Resubmit document revisions based on plan check comments for back check by the City. Task is considered complete upon obtaining the building permit.

# 3.3 Meetings:

- 3.3.1 Three (3) PMT Meetings (concurrent with Task 2 PMT Meetings)
- 3.3.2 Facility Tour (concurrent with Task 2 Facility Tour)
- 3.4 Deliverables: Project Work Plan and Schedule; Meeting agendas, exhibits, and summary minutes of each meeting; Base drawings for Council Chambers; Conceptual design plans and budget; Plan check submittal; Bid set; ASI's as required.

## 4. TASK 2: PLANNING AND NEEDS ASSESSMENTS

- **4.1** Task 2A Project Initiation. The Consultant will:
- 4.1.1 Facilitate a kickoff meeting with the Project Management Team (PMT) to confirm project goals and objectives; review the project work plan, schedule, and budget; and confirm project management and communications tools and protocols.

- 4.1.2 Confirm the project participation plan and set target dates for the Planning Workshops.
- 4.1.3 Review City-provided documents, including existing site and floor plans; relevant previous studies (e.g., organizational, staffing, facility studies); organizational growth and development information.
- **4.2** Task 2B Facilities Analysis. Concurrent with Needs Assessment tasks, the Consultant will:
- 4.2.1 Tour the facility with City representatives knowledgeable about current services and operations to observe and confirm the building layout, departmental utilization, current room assignments, number of personnel/quantities of work stations, functional adjacencies, support areas and amenities.
- 4.2.2 Prepare base drawings for the facility based on available documents and information.
  - 4.3 Task 2C Needs Assessment. The Consultant will:
- 4.3.1 Review industry standards, trends, and best practices in work environments, including, discussing opportunities for operational efficiencies, collaboration spaces, and other health and wellbeing benefits, and compiling recommendations aligned with City goals.
- 4.3.2 Develop facility standards for enclosed office, open workstation and meeting/collaboration spaces.
- 4.3.3 Prepare two draft surveys for PMT review and confirmation before digital distribution:
- (a) Department head survey regarding current and projected department staffing; current and anticipated future services and work trends; and inter-department collaboration needs and goals.
- (b) Staff user survey about day to day needs for work and support space, as well as intra- and inter-departmental collaborations
  - 4.3.4 Compile and summarize the results of both surveys for PMT review.
- 4.3.5 Conduct department interviews in person and via web conference with key department representatives to confirm understanding of current and future organizational, service, staffing, and work needs and facility standards that will shape the development of the space plan options.
- 4.3.6 Evaluate the existing furniture systems and other existing office furnishings to determine the potential for reuse.
- 4.3.7 Assess the City's current parking at City Hall and identify opportunities and efficiencies.

- 4.3.8 Summarize current space allocations and prepare a draft statement of current and future space needs, facility observations, space assessment and current and projected space and adjacency needs for each City department.
- 4.3.9. Distribute draft of the findings to each of the departments or major division for their review and comment. Incorporate the review comments and clarifications into draft space needs assessment, where further discussion may be warranted the Consultant shall work with the department or major division representative to finalize the space need recommendations.

# 4.4 Meetings:

- 4.4.1 Three (3) PMT Meetings
- 4.4.2 Facility Tour
- 4.4.3 Department Interviews over 2 days
- **4.5 Deliverables**: Project Work Plan and Schedule; Meeting agendas, exhibits, and summary minutes of each meeting; Base drawings for City Halt; Survey instruments; City Hall statement of space needs.

#### 5. TASK 3: SPACE PLAN OPTIONS

- 5.1 The Consultant will review the outcomes of Task 1 with the PMT and confirm the concepts and ideas for further exploration in this task.
- 5.2 Prepare up to three (3) building space planning options for City offices based on needs and anticipated growth for review and confirmation by the PMT. Options will present alternative balances of shared work areas vs private offices, conference and meet-up/collaborative spaces, and present different concepts for addressing project phasing and parking orientations. Each option will summarize the proposed facility location and space allocation for each department/division, including summary tables and bubble diagrams as appropriate to communicate key features and distinctions between options.
  - 5.3 Review evaluation criteria with the PMT.

## 5.4 Meetings:

- 5.4.1 Two (2) PMT Meetings
- 5.5 Deliverables: Meeting agendas, exhibits, and summary minutes of each meeting; Space plan options; Evaluation criteria.

## 6. TASK 4: CONCEPTUAL DESIGN RECOMMENDATION

#### **6.1** The Consultant will:

6.1.1 Review the feedback and outcomes to date with the PMT and confirm the City's preferred space plan option.

- 6.1.2 Refine the recommended strategy to reflect City input.
- 6.1.3 Prepare a conceptual level furniture plan for the City's' use to procure office furniture design services.
- 6.1.4 Prepare a conceptual level cost plan based on the conceptual level furniture plan.
  - 6.1.5 Summary Report and Final Presentation. The Consultant will:
- (a) Prepare a draft report summarizing the project process and recommendations for PMT review.
  - 6.1.6 Incorporate the PMT's comments and prepare a final summary report.
  - **6.2** Meetings: Two (2) PMT Meetings
- 6.3 Deliverables: Meeting Agendas, exhibits, and Summary Minutes of each meeting; Preferred building and parking planning strategy; Conceptual level cost plan; Draft summary report document in digital format; Final summary report document in digital format.

6.4

#### 7. OPTIONAL SERVICES

- 7.1 The following services are not included in the Consultant's Scope of Basic Services and shall be provided if requested by the City. The Consultant shall be compensated for Additional Services in addition to compensation for Basic Services and Reimbursable Expenses.
  - 7.1.1 Furniture Selection, Procurement & Installation
- 7.1.2 Preparation of as-built drawings (for facilities without available or complete to-scale documentation)
  - 7.1.3 Space needs assessment for potential non-City partners, tenants, etc.
- 7.1.4 Technical/engineering building assessments, such as facilities condition assessments (FCA), structural analysis, hazardous materials, energy studies, etc.
  - 7.1.5 Sustainability strategy / planning
  - 7.1.6 Organizational consulting services
  - 7.1.7 Real estate consulting
  - 7.1.8 Architectural/engineering design and construction administration services
  - 7.1.9 Any other services not listed in Basic Services above

# 8. PROJECT SCHEDULE

**8.1** The Consultant shall perform the services described in Task 1-4 so as to complete each milestone within the time duration specified. The time to complete each task may be increased or decreased by mutual written agreement of the Consultant and the City. The Consultant shall provide a detailed schedule of work consistent with the schedule below within 14 days of receipt of the Notice to Proceed.

Task No.	TASK	DATE OR TASK DURATION
n na mai na Aireanna A dha i bhaill a 1 Milliún an Ta Aireann An Aireann An Aireann An Aireann An Aireann An A	NOTICE TO PROCEED	
1	Council Chamber Improvements	
	1A: Conceptual Design	8 Weeks from NTP
	1B: Construction Documents	10 Weeks from Task 1A
2	Planning and Needs Assessments	
	2A: Project Initiation	2 Weeks from NTP
	2B: Facilities Analysis	8 Weeks from Task 2A
	2C: Needs Assessment	8 Weeks from Task 2A
3	Space Plan Options	8 Weeks from Task 2
4	Conceptual Design Recommendation	6 Weeks from Task 3

#### 9. FEE SCHEDULE.

Designer will invoice City on a monthly cycle based on the following fee schedule. Designer will include with progress payments a detailed progress report that indicates the amount of budget spent on each task and the total amount spent against the Total Compensation. Designer will inform City regarding any out-of-scope work being performed by Designer for which Designer intends to seek compensation from City.

For the Basic Services described in Exhibit A (Task 1 through Task 4), the City of Milpitas shall pay the Consultant a total fee in the amount not to exceed Two Hundred Thirty Thousand and One Hundred and Ted Dollars (\$230,110).

For the Basic Services described in Exhibit A, (Task 1 through Task 4), the Consultant shall invoice for these services monthly for the percent complete of each task:

Task 1:	Council Chamber Improvements		\$30,610.00
	Task 1A: Conceptual Design	\$,10,760	
	Task 1B: Construction Documents	\$19,850	
Task 2:	Planning and Needs Assessments		\$47,750.00
	Task 2A: Project Initiation	\$4,530	
	Task 2B: Facilities Analysis	\$12,000	
	Task 2C: Needs Assessment	\$31,220	
Task-3:	Space Plan Options		\$31,220.00
Task 4:	Conceptual Design Recommendation		\$35,890.00
Total Fixed Fe	e Services		\$145,470.00
Reimbursable Allowance			\$4,530.00
Agreement Not-To-Exceed Amount:			\$150,000.00

Adjustments to Scope of Work: Minor adjustments in the scope of work and fee in each task and between tasks may be made if approved by both the City and the consultant. Such authorization must be in writing by the Consultant and City. In no case can the total fee of this Agreement be increased without a Contract Amendment.

#### EXHIBIT "B"

#### FEE AND PHASING/FUNDING SCHEDULES

#### 10. FEE SCHEDULE.

Designer will invoice City on a monthly cycle based on the following fee schedule. Designer will include with progress payments a detailed progress report that indicates the amount of budget spent on each task and the total amount spent against the Total Compensation. Designer will inform City regarding any out-of-scope work being performed by Designer for which Designer intends to seek compensation from City.

For the Basic Services described in Exhibit A (Task 1 through Task 4), the City of Milpitas shall pay the Consultant a total fee in the amount not to exceed Two Hundred Thirty Thousand and One Hundred and Ted Dollars (\$230,110).

For the Basic Services described in Exhibit A, (Task 1 through Task 4), the Consultant shall invoice for these services monthly for the percent complete of each task:

Task 1:	Council Chamber Improvements		\$30,610.00
	Task 1A: Conceptual Design	\$,10,760	
	Task 1B: Construction Documents	\$19,850	
Task 2:	Planning and Needs Assessments		\$47,750.00
	Task 2A: Project Initiation	\$4,530	
	Task 2B: Facilities Analysis	\$12,000	
	Task 2C: Needs Assessment	\$31,220	
Task 3:	Space Plan Options		\$31,220.00
Task 4:	Conceptual Design Recommendation		\$35,890.00
Total Fixed Fee	e Services		\$145,470.00
Reimbursable Aliowance			\$4,530.00
Agreement Not-To-Exceed Amount:			\$150,000.00

Adjustments to Scope of Work: Minor adjustments in the scope of work and fee in each task and between tasks may be made if approved by both the City and the consultant. Such authorization must be in writing by the Consultant and City. In no case can the total fee of this Agreement be increased without a Contract Amendment.

## EXHIBIT "C"

## COMPENSATION RATES AND REIMBURSABLE EXPENSES

## 1. HOURLY COMPENSATION RATES.

Principal in Charge \$240.00 per hour

Principal 230.00 per hour

Associate 205.00 per hour

Project Manager 180.00 per hour

Architect III 175.00 per hour

Architect II 165.00 per hour

Architect | 155.00 per hour

Intern III 145.00 per hour

Intern II 135.00 per hour

Intern I 125.00 per hour

Project Support 105.00 - 240.00 per hour

Consulting Principal 230.00 per hour

1.1 The above-listed rates are adjusted annually. The next adjustment will be 1 January 2020.

#### REIMBURSABLE EXPENSES.

Reimbursable expenses are in addition to compensation for Basic Services in Exhibit A and include expenses incurred by the Consultant and subconsultants in the interest of the project, as identified in the following clauses.

Reimbursable expenses related to the project, whether for Consultant, subconsultant, or City use, are billable at 1.15 times direct cost or at the rates indicated below. Such costs include, but are not necessarily limited to:

- CAD plotting of check sets and presentation drawings larger than 11"x17".
- Outside service printing/copying of drawings and documents of any size.
- In-house black and white or color printing/copying of drawings larger than 11"x 17".
  - \$2.00/sf for drawings larger than 11"x17"
- Color and grayscale printing and photocopying up to 11"x17" for client use. Meetings agendas, exhibits and task deliverables will be electronically distributed unless otherwise requested by the City.
  - o 8.5"x11" grayscale: \$.10/sheet
  - o 8.5"x11" color: \$.30/sheet

- o 11"x17" grayscale: \$.20/sheet
- o 11"x17" color: \$.60/sheet
- Software purchase and licensure on behalf of the client with prior client approval.
- Postage, delivery and messenger service.
- Photographic and digital imaging, including color and gray scale copies of any size.
- Outside telephone conferencing services.
- Overtime expenses with prior client approval.
- Architectural renderings, physical and digital scale models and animations.
- Travel expenses such as mileage, bridge tolls, and meals.
- Subconsultant costs that are not included in basic services.
- Presentation boards.
- Facilitation tools.
- Workshop accessories and facilitation materials.
- Videos, web services.

The following expenses are included in the hourly billing rates and are not billed separately:

- General in-house black and white printing/copying of 11"x 17" or smaller, except as noted above.
- Telephone and fax usage, unless stipulated otherwise by Agreement.

Compensation for Reimbursable Project Expenses shall not exceed Twenty Thousand Dollars (\$20,000.00) without approval of the City.

The City and the Consultant agree that the rates for Additional Services and Reimbursable Expenses, including subconsultant and Reimbursable Expenses markup, shall be reviewed and adjusted annually for future project phases.

## ADDITIONAL SERVICES.

Additional Services shall be computed at the actual hourly rates listed above.

## 4. ADDITIONAL CONSULTANTS.

If City requires Designer to hire consultants to perform any Additional Services, Designer shall be compensated therefore at the Designer's actual hourly rates plus 15%. City shall have the authority to review and approve the rates of any such consultants.

#### EXHIBIT "D"

#### INSURANCE REQUIREMENTS

Please refer to the insurance requirements listed below. Those that have an "X" indicated in the space before the requirement apply to Designer's Agreement.

Designer shall procure and maintain for the duration of the Agreement insurance against claims for injuries to persons or damages to property which may arise from or in connection with the performance of the work hereunder and the results of that work by the Designer, its agents, representatives, employees or subcontractors.

Designer shall provide its insurance broker(s)/agent(s) with a copy of these requirements and request that they provide Certificates of Insurance complete with copies of all required endorsements.

Designer shall furnish City with copies of original endorsements affecting coverage required by this Exhibit D. The endorsements are to be signed by a person authorized by that insurer to bind coverage on its behalf. All endorsements and certificates are to be received and approved by City before work commences. City has the right to require Designer's insurer to provide complete, certified copies of all required insurance policies, including endorsements affecting the coverage required by these specifications.

## Commercial General Liability (CGL):

- Coverage at least as broad as Insurance Services Office ("ISO") Form CG 00 01 covering CGL on an "occurrence" basis, including products and completed operations, property damage, bodily injury and personal and advertising injury with limits no less than \$2,000,000 per occurrence. If a general aggregate limit applies, either the general aggregate limit shall apply separately to this project/location or the general aggregate limit shall be twice the required occurrence limit.
- X\_ Coverage at least as broad as ISO Form CG 00 01 covering CGL on an "occurrence" basis, including products and completed operations, property damage, bodily injury and personal and advertising injury with limits no less than \$1,000,000 per occurrence. If a general aggregate limit applies, either the general aggregate limit shall apply separately to this project/location or the general aggregate limit shall be twice the required occurrence limit.
- Coverage at least as broad as ISO Form CG 00 01 covering CGL on an "occurrence" basis, including products and completed operations, property damage, bodily injury and personal and advertising injury with limits no less than \$5,000,000 per occurrence. If a general aggregate limit applies, either the general aggregate limit shall apply separately to this project/location or the general aggregate limit shall be twice the required occurrence limit.

## Automobile Liability:

- X\_ Coverage at least as broad as ISO Form Number CA 0001 covering, Code 1 (any auto), of if Designer has no owned autos, Code 8 (hired) and 9 (non-owned), with limits no less than \$1,000,000 per accident for bodily injury and property damage.
- Coverage at least as broad as iSO Form Number CA 0001 covering, Code 1 (any auto), with limits no less than \$5,000,000 per accident for bodily injury and property damage.

	Garage keepers' extra liability endorsement to extend coverage to all vehicles in the care, custody and control of the Designer, regardless of where the vehicles are kept or driven.	
Profe	essional Liability (Errors and Omissions):	
respe	The Employer's Liability policy shall be endorsed to waive any right of subrogation as ects the City, its elected and appointed officials, officers, attorneys, agents, and employees.	
X_	Insurance appropriates to the Designer's profession, with limit no less than \$1,000,000 per occurrence or claim, \$2,000,000 aggregate	
<del></del>	(If Design/Build), with limits no less than \$1,000,000 per occurrence or claim, and \$2,000,000 policy aggregate.	
-	Insurance appropriates to the Designer's profession, with limit no less than per occurrence or claim, aggregate	
Workers' Compensation Insurance:		
<u>X</u>	Insurance as required by the State of California, with Statutory Limits, and Employer's Liability Insurance with limit of no less than \$1,000,000 per accident for bodily injury or disease. (Not required if Designer provides written verification it has no employees)	
Labo	The Designer makes the following certification, required by section 1861 of the California r Code:	
in ac	I am aware of the provisions of Section 3700 of the Labor Code which require every over to be insured against liability for workers' compensation or to undertake self-insurance cordance with the provisions of that code, and I will comply with such provisions before nencing the performance of the work of this contract.	
Build	er's Risk (Course of Construction):	
	Insurance utilizing an "All Risk" (Special Perils) coverage form, with limits equal to the completed value of the project and no coinsurance penalty provisions.	
Sure	ty Bonds:	
-	Contractor shall provide the following Surety Bonds:  1. Bid Bond 2. Performance Bond 3. Payment Bond	
	The Payment Rond and Performance Rond shall be in a sum equal to the contract price	

The Payment Bond and Performance Bond shall be in a sum equal to the contract price. Bonds shall be duly executed by a responsible corporate surety, authorized to issue such bonds in the State of California and secured through an authorized agent with an office in California.

# Designer's Pollution Legal Liability:

Designer's pollution legal liability and/or Asbestos Legal Liability and/or Errors and Omissions (if project involves environmental hazards) with limits no less than \$1,000,000 per occurrence or claim and \$2,000,000 policy aggregate.

If the Designer maintains higher limits than the minimums shown above, the City requires and shall be entitled to coverage for the higher limits maintained by the Designer. Any available insurance proceeds in excess of the specified minimum limits of insurance and coverage shall be available to City.

#### Other Insurance Provisions:

The insurance policies are to contain, or be endorsed to contain the following provisions:

#### Additional Insured Status:

The insurance policies are to contain, or be endorsed to contain the following provision:

The City, its elected and appointed officials, officers, attorneys, agents, and employees are to be covered as additional insureds on the CGL policy with respect to liability arising out of work or operations performed by or on behalf of the Designer or any subcontractors including materials, parts, or equipment furnished in connection with such work or operations, including completed operations. General liability coverage can be provided in the form of an endorsement to the Designer's insurance (at least as broad as ISO Form CG 20 10 11 85 or if not available, through the addition of both CG 20 10 and CG 20 37 if a later edition is used).

The Additional Insured coverage under the Designer's policy shall be "primary and non-contributory" and will not seek contribution from the City's insurance or self-insurance and shall be at least as broad as CG 20 01 04 13.

The limits of insurance required in this Agreement may be satisfied by a combination of primary and umbrella or excess insurance. Any umbrella or excess insurance shall contain or be endorsed to contain a provision that such coverage shall also apply on a primary and non-contributory basis for the benefit of City (if agreed to in a written contract or agreement) before the City's own insurance or self-insurance shall be called upon to protect it as a named insured.

## Primary Coverage:

The insurance policies are to contain, or be endorsed to contain the following provision:

For any claims related to this contract, the **Designer's insurance** coverage shall be primary insurance as respects the City, its elected and appointed officials, officers, attorneys, agents, and employees. Any insurance or self-insurance maintained by the City, its elected and appointed officials, officers, attorneys, agents, and employees shall be in excess of the Designer's insurance and shall not contribute with it.

Builder's Risk (Course of Construction Insurance) (applicable to Construction Contracts only)

Designer may submit evidence of Builder's Risk insurance in the form of Course of Construction coverage. Such coverage **shall name the City as a loss payee** as their interest may appear.

If the project does not involve new or major reconstruction, at the option of the City, an Installation Floater may be acceptable. For such projects, a Property Installation Floater shall be obtained that provides for the improvement, remodel, modification, alteration, conversion or adjustment to existing buildings, structures, processes, machinery and equipment. The Property Installation Floater shall provide property damage coverage for any building, structure, machinery or equipment damaged, impaired, broken, or destroyed during the performance of the Work, including during transit, installation, and testing at the City's site.

# Notice of Cancellation, Suspension or Otherwise Voiding Policies:

Each insurance policy required above shall contain, or be endorsed to contain that coverage shall not be suspended, voided, canceled or reduced in coverage or in limits except with thirty (30) days' prior written notice by certified mail, return receipt requested to the City.

## Waiver of Subrogation:

Designer hereby grants to City a waiver of any right to subrogation which any insurer of said Designer may acquire against the City by virtue of the payment of any loss under such insurance. Designer agrees to obtain any endorsement that may be necessary to affect this waiver of subrogation, but this provision applies regardless of whether or not the City has received a waiver of subrogation endorsement from the insurer. The Workers' Compensation Policy shall be endorsed with a waiver of subrogation in favor of the City for all work performed by Designer, its employees, agents and subcontractors.

#### Deductibles and Self-Insured Retentions ("SIR"):

Any deductibles or self-insured retentions must be declared to and approved by City. The City may require the Designer to purchase coverage with a lower deductible or retention or provide proof of ability to pay losses and related investigations, claim administration, and defense expenses within the retention. At the option of the City, either (1) the insurer shall reduce or eliminate such deductibles or self-insured retentions as respects the City, its elected and appointed officials, officers, attorneys, agents, and employees; or (2) the Designer shall procure a bond guaranteeing payment of losses and related investigations, claim administration and defense expenses.

All SIRs must be disclosed to Risk Management for approval and shall not reduce the limits of liability.

Policies containing any SIR provision shall provide or be endorsed to provide that the SIR may be satisfied by either the named insured or the City.

City reserves the right to obtain a full-certified copy of any insurance policy and endorsements. Failure to exercise this right shall not constitute a waiver of right to exercise later.

#### Completed Operations

For Construction Agreements, Contractor shall maintain insurance as required by this Agreement to the fullest amount allowed by law and shall maintain insurance for a minimum of five (5) years following the completion of this project. In the event Contractor fails to obtain or maintain completed operations coverage as required by this Agreement, the City at its sole discretion may purchase the coverage required and the cost will be paid by Contractor.

## Acceptability of Insurers:

Insurance is to be placed with insurers with a current A.M. Best's rating of no less than A:VII. unless otherwise acceptable to City.

# Claims Made Policies: (note - should be applicable only to professional liability, see below)

- 1. The Retroactive Date must be shown, and must be before the date of the contract or the beginning of contract work.
- 2. Insurance must be maintained and evidence of insurance must be provided for at least five (5) years after completion of contract of work.
- 3. If coverage is canceled or non-renewed, and not replaced with another claims-made policy form with a Retroactive Date prior to the contract effective date, the Designer must purchase "extended reporting" coverage for a minimum of five (5) years after completion of work.
- 4. A copy of the claims reporting requirements must be submitted to the City for review.
- 5. If the services involve lead-based paint or asbestos identification/remediation, the Contractor's Pollution Liability Policy shall not contain lead-based paint or asbestos exclusions. If the services involve mold identification/remediation, the Contractors Pollution Liability Policy shall not contain a mold exclusion, and the definition of Pollution shall include microbial matter, including mold.

#### Subcontractors:

Designer shall require and verify that all subcontractors maintain insurance meeting all the requirements stated herein, and Designer shall ensure that City is an additional insured on insurance required from subcontractors.

Subcontractor agrees to be bound to Designer and City in the same manner and to the same extent as Designer is bound to City under this Agreement and any other contract documents. Subcontractor further agrees to include the same requirements and provisions of this Agreement, including the indemnity and insurance requirements, with any subsubcontractor to the extent they apply to the scope of the sub-subcontractor's work. A copy of the City indemnity and insurance provisions will be furnished to the subcontractor upon request.

## Verification of Coverage:

Designer shall furnish the City with original certificates and amendatory endorsements or copies of the applicable policy language effecting coverage required by this clause. All certificates and endorsements are to be received and approved by the City before work commences. However, failure to obtain the required documents prior to the work beginning

shall not waive the Designer's obligation to provide them. The City reserves the right to require complete, certified copies of all required insurance policies, including endorsements required by these specifications, at any time.

# Special Risks or Circumstances

City reserves the right to modify these requirements, including limits, based on the nature of the risk, prior experience, insurer, coverage or other special circumstances.

## Failure to Comply:

Each insurance policy required above shall contain or be endorsed to contain that any failure to comply with reporting provisions of the policies shall not affect coverage provided to the City, its elected and appointed officials, officers, attorneys, agents, and employees.

## Applicability of Coverage:

Each insurance policy required above shall contain or be endorsed to contain that the Designer's insurance shall apply separately to each insured against whom claim is made or suit is brought, except with respect to the limits of the insurer's liability.