EDMONDS LIBRARY TENANT IMPROVEMENTS | PROPOSAL NO. 2023.03.31 PUBLIC WORKS AGREEMENT ABC COMPANY

THIS AGREEMENT is entered into the date last below written between SNO-ISLE INTERCOUNTY RURAL LIBRARY DISTRICT ("Sno-Isle Libraries") and ABC Company, a Washington Corporation ("Contractor"); hereafter jointly referred to as "Parties".

Contractor Name: Address: City, State, Zip: Phone: WA State UBI No:

PURPOSE

In consideration of the sums to be paid to the Contractor by Sno-Isle Libraries, the Contractor hereby covenants and agrees to furnish all labor, tools, materials, equipment, and supplies required to build and construct in a workmanlike manner the work, improvements, and appurtenances in accordance with the specifications and plans as contained or referenced within Sno-Isle Libraries' Request for Proposal No. 2023.03.31 – Edmonds Library Tenant Improvements plus Addendums (Exhibit B).

SCOPE OF WORK

The Contractor will provide services, and otherwise do all things necessary for or incidental to the performance of work, as set forth in the specifications and plans as contained or referenced within Sno-Isle Libraries' Request For Proposal No. 2023.03.31 – Edmonds Library Tenant Improvements plus Addendums (Exhibit B) and the ABC Company Proposal dated April X, 2023 (Exhibit C).

Exhibit A contains the General Terms and Conditions governing work to be performed under this Agreement, the nature of the working relationship between Sno-Isle Libraries and the Contractor, and specific obligation of both parties.

Exhibit B includes contains Sno-Isle Libraries' Request For Proposal No. 2023.03.31 – Edmonds Library Tenant Improvements plus Addendums.

Exhibit C includes the ABC Company Proposal dated April X, 2023 and the scope adjustment referenced above for **Exhibit B**.

Sno-Isle Libraries has the option at any time during the Agreement to change or modify services. The price of the Agreement will be adjusted accordingly.

PERIOD OF PERFORMANCE

Subject to other Agreement provisions, the period of performance under this Agreement will be effective from May 8, 2023 through September 30, 2023, unless sooner terminated, services are completed, or extended as provided herein. This Agreement may be extended pending materials or construction delays.

COMPENSATION AND PAYMENT

Sno-Isle Libraries shall pay an amount not-to-exceed <u>ONE MILLION FORTY ONE THOUSAND EIGHT</u> <u>HUNDRED SIXTY DOLLARS AND ZERO CENTS (\$1,041,860.00)</u>, not including applicable Washington State Sales Tax, for the performance of all things necessary or incidental to the performance of work as set forth in the <u>ABC Company</u> Proposal dated April X, 2023 (**Exhibit C**), which is attached to the end of and is a part of this Agreement.

The Contractor's compensation for goods and services rendered, if provided for in the Agreement documents, shall be based on the actual completion of the work and delivery of all goods and services.

Sno-Isle Libraries may, in its sole discretion, withhold amounts from payments otherwise due as offsets or back charges for expenses, damages liquidated damages or costs for which the Contractor is liable. If Sno-Isle Libraries chooses not to offset or deduct any such expenses, damages, liquidated damages, or costs from one or more payments or return of retainage, Sno-Isle Libraries does not waive its claim for such damages and hereby expressly reserves its right to assert a claim against the Contractor for such damages.

PERFORMANCE & RETAINAGE BONDS

A retainage bond equal to five percent (5%) of the total Agreement cost is required for this Agreement, to ensure the timely and faithful completion of the work and to provide a source of funds for liquidated or other damages. The Contractor will declare the option for Sno-Isle Libraries management of retained percentage in accordance with RCW 60.28.011(4). Retained amounts shall only be released: (a) as required by law; or (b) sixty (60) days after completion of all Agreement work if: (1) there are no claims against the retained funds, (2) Notice of Completion releases are received from the State of Washington Department of Revenue, Department of Labor & Industries, and Employment Security Department, and (3) the Contractor faithfully, timely and completely performed the Agreement.

A performance bond equal to one hundred percent (100%) of the total Agreement cost is also required in accordance with RCW 39.08.010.

The beneficiary for the bonds must be listed as the State of Washington, and Sno-Isle Libraries may be listed as the designee.

Contractor agrees to comply with all state and federal laws relating to the employment of labor and wage rates to be paid.

CHANGE ORDERS

No change orders shall be made for work that is included and has been agreed upon per **Exhibits B and C,** unless initiated by Sno-Isle Libraries' Contract Manager. Change orders shall not be made for any cost omissions made on the part of the Contractor in their response to Sno-Isle Libraries' Request For Proposal. Any and all change order requests shall be reviewed by Sno-Isle Libraries' Finance and Facilities Departments; change orders that exceed 10% (individually or combined) of the total project amount (including sales tax) will require contract addenda and may be subject to termination of Agreement and re-bid of the project.

BILLING PROCEDURES

Sno-Isle Libraries will pay the Contractor upon receipt of properly completed invoices, which shall be submitted to <u>Facilities@sno-isle.org</u> (electronic invoice) or mailed to Sno-Isle Libraries' Contract Manager. The invoices shall describe and document to Sno-Isle Libraries' satisfaction, an appropriate purchase order number, a description of work performed, fees and local sales tax. To receive reimbursement, the Contractor must provide a detailed breakdown of authorized expenses (prior to purchase or engagement in said expenses), identifying what was expended and when.

Contractor agrees to alter the wages it pays its employees for the duration of this Agreement to recognize and follow the most recently promulgated increases in prevailing wage rates established by the Washington State Department of Labor and Industries (L&I) each year. If the increase in wages due to employees exceed the Agreement amount, the Contractor must notify Sno-Isle Libraries fifteen (15) days prior to the termination of the Agreement to amend the Agreement amount.

All Contractor invoices must include the wording, "<u>We certify that the prevailing wages have been paid</u> in accordance with the pre-filed statement or statements of intent to pay prevailing wages on file with the Sno-Isle Libraries."

Payment shall be considered timely if made by Sno-Isle Libraries within thirty (30) days after receipt of properly completed invoices and L&I approved Intent to Pay Prevailing Wages (Intent) and Affidavit of Wages Paid (Affidavit). Payment shall be sent to the address designated by the Contractor in accordance with the completed W-9 on file with Sno-Isle Libraries.

Sno-Isle Libraries may, in its sole discretion, terminate the Agreement or withhold payments claimed by the Contractor for services rendered if the Contractor fails to satisfactorily comply with any term or condition of this Agreement.

Final payment will be withheld until final close out documentation have been received. Including but not limited to: red-lined drawings, warranty documents, operations and maintenance (O&M) manuals, etc.

CONTRACT MANAGEMENT

Contractor Contract Manager	Sno-Isle Libraries' Contract Manager
Joe Smith	Rose Hong
ABC Company	Sno-Isle Libraries' Service Center
6280 Evergreen Road	7312 35 th Ave NE
Everson, WA 98247	Marysville, WA 98271
Phone: (360) 555-7446	Phone: (360) 913-8879
Email address: Smith@abcco.com	Email address: rhong@sno-isle.org

For questions regarding this Agreement, please contact a Procurement Specialist at <u>Purchasing@sno-isle.org</u>.

INSURANCE

The Contractor shall provide insurance coverage as set forth in the General Terms and Conditions (**Exhibit A**). The intent of the required insurance is to protect Sno-Isle Libraries should there be any claims, suits, actions, costs, damages, or expenses arising from any negligent or intentional act or omission of the Contractor or subcontractor, or agents of either, while performing under the terms of this Agreement.

The Contractor shall submit to Sno-Isle Libraries within ten (10) business days of the Agreement effective date or before on-site mobilization, whichever comes first, a certificate of insurance which outlines the coverage and limits defined in the *Insurance Coverage* section contained in the General Terms and Conditions (**Exhibit A**). The Contractor shall submit renewal certificates as appropriate during the term of the Agreement.

Failure to maintain such insurance shall be a material breach of the Agreement. Sno-Isle Libraries shall be entitled to damages for such a breach that include, but are not limited to, any loss (including, but not limited to, third party litigation expenses and professional fees) suffered by Sno-Isle Libraries if Sno-Isle Libraries is determined to be solely or concurrently negligent, and if Sno-Isle Libraries suffers any loss or must pay or defend against any such claim, suit, demand, or damage as a result of such breach.

The Contractor waives any right of contribution against Sno-Isle Libraries. It is agreed and mutually negotiated that in any and all claims against Sno-Isle Libraries, its agents or employees, the Contractor, a subcontractor, anyone directly or indirectly employed by the Contractor or subcontractor, or anyone for whose acts any of them may be liable, the defense and indemnification obligations hereunder shall not be limited in any way by any limitation on the amount of damages, compensation, or benefits payable by or for the Contractor of any subcontractor under industrial worker's compensation acts, disability benefit acts, or other employees' benefit acts.

The Contractor's and Sno-Isle Libraries' initials hereto indicate specific waiver of the Contractor's industrial insurance immunity to fulfil this indemnity. Solely for the purpose of the indemnification and defense as provided in this Agreement, the Contractor specifically waives any immunity under the State of Industrial Insurance Law, Title 51 RCW. The Contractor expressly acknowledges that this waiver of immunity under Title 51 RCW was the subject of mutual negotiation and was specifically entered into pursuant to the provisions of RCW 4.24.115.

Contractor (initial here)

Sno-Isle Libraries (initial here)

The Contractor agrees to repair and replace all property of Sno-Isle Libraries and all property of other damaged by it, its employees, subcontractors, suppliers, and agents.

ASSURANCES

Sno-Isle Libraries and the Contractor agree that all activity pursuant to this Agreement will be in accordance with all the applicable current deferral, state and local laws, rules, and regulations. Without limiting the foregoing, the Contractor shall: (1) pay prevailing wages and comply with the requirements set forth in Chapter 39.12 RCW; (2) provide and submit all information as required by RCW 39.04.370.

ORDER OF PRECEDENCE

Each of the exhibits and documents listed below is by this reference hereby incorporated into this Agreement. In the event of an inconsistency in this Agreement, the inconsistency shall be resolved by giving precedence in the following order:

- Applicable federal and state of Washington statutes and regulations
- Terms and Conditions as contained in this Agreement instrument
- **Exhibit A** General Terms and Conditions

• Exhibit B – Sno-Isle Libraries' Request for Proposal No. 2023.03.31 – Edmonds Library Tenant

Improvements plus Addendums

- Exhibit C ABC Company Proposal dated April X, 2023
- 100% Performance Bond and 5% Retainage Bond
- Permits, if applicable
- Any other provision, term or material incorporated herein by reference or otherwise incorporated

ENTIRE AGREEMENT

This Agreement including referenced exhibits represents all the terms and conditions agreed upon by the parties. No other statements or representations, written or oral, shall be deemed a part hereof.

CONFORMANCE

If any provision of this Agreement violates any statute or rule of law of the State of Washington, it is considered modified to confirm to that statue or rule of law.

APPROVAL

This Agreement shall be subject to the written approval of Sno-Isle Libraries' authorized representative and shall not be binding until so approved. The Agreement may be altered, amended, or waived only by a written amendment executed by both parties.

THIS AGREEMENT is executed by the persons signing below who warrant that they have the authority to execute the Agreement.

Contractor

Sno-Isle Libraries

Signature

Date

Signature

Date

XXXXXXXXX President Lois Langer Thompson Executive Director

Attachment F

EXHIBIT A

GENERAL TERMS AND CONDITIONS

CONSULTANT AGREES TO THE FOLLOWING TERMS AND CONDITIONS IN ACCORDANCE WITH, BUT NOT LIMITED TO, THE INVITATION FOR BID, REQUEST FOR QUOTATION, SCOPE OF WORK, PUBLISHED POLICIES OF SNO-ISLE LIBRARIES AND THE LAWS OF THE STATE OF WASHINGTON, WHICH ARE HEREBY INCORPORATED BY REFERENCE.

<u>ADVANCE PAYMENTS PROHIBITED</u> – No payments in advance of, or in anticipation of, goods or services performed shall be made by Sno-Isle Libraries.

<u>AMENDMENTS</u> – This Agreement may be amended by mutual consent of the Parties. Such amendments shall not be binding unless they are in writing and signed by personnel authorized to bind each of the Parties.

<u>AMERICANS WITH DISABILITIES ACT (ADA) OF 1990, PUBLIC LAW 101-336, also referred to as the "ADA"</u> <u>28 CFR Part 35</u> – The Consultant must comply with the ADA, which provides comprehensive civil rights protection to individuals with disabilities in the areas of employment, public accommodations, state and local government services, and telecommunications.

<u>ASSIGNMENT</u> – Neither this Agreement, nor shall any claim arising under this Agreement, be transferred or assigned by the Consultant without prior written consent of Sno-Isle Libraries.

<u>ATTORNEYS' FEES</u> – In the event of litigation or other action brought to enforce contract terms, each party agrees to bear its own attorney's fees and costs.

<u>CHANGES</u> – No alterations in any of the terms, conditions, delivery price, quality, quantities, or specification of this order will be effective without written consent of the Sno-Isle Libraries' Contract Manager or designated representative.

<u>CONFIDENTIALITY/ SAFEGUARDING OF INFORMATION</u> – The Consultant shall not use or disclose any information concerning Sno-Isle Libraries, or information which may be classified as confidential, for any purpose not directly connected with the administration of this Agreement, except with prior written consent of Sno-Isle Libraries, or as may be required by law. The Consultant understands that Sno-Isle Libraries, as a public agency, is subject to the Public Records Act. Any disclosure by Sno-Isle Libraries of Confidential Information in response to a valid order by a government agency, or otherwise required by applicable law, shall not be considered a breach of this Agreement.

<u>COPYRIGHT PROVISIONS</u> – Unless otherwise provided, all Materials produced under this Agreement shall be considered "works for hire" as defined by the U.S. Copyright Act and shall be owned by Sno-Isle Libraries. Sno-Isle Libraries shall be considered the author of such Materials. In the event the Materials are not considered "works for hire" under the U.S. Copyright laws, Consultant hereby irrevocably assigns

all right, title, and interest in Materials, including all Intellectual property rights, to Sno-Isle Libraries effective from the moment of creation of such Materials.

<u>DEBARMENT, SUSPENSION, INELIGIBILITY AND EXCLUSIONS</u> – The Consultant is required to certify that neither they or their principles are presently debarred, suspended, proposed for debarment, declared ineligible, or voluntarily excluded from participation in any transactions by any Federal department or agency.

<u>DISPUTES</u> – Except as otherwise provided in this Agreement, when a dispute arises between the Parties and it cannot be resolved by direct negotiation, either party may request a dispute hearing.

- 1. The request for a dispute hearing must:
 - a) Be in writing;
 - b) State the disputed issue(s):
 - c) State the relative positions of the Parties;
 - d) State the Consultant's name, address, and contract number; and
 - e) Be mailed to the other party's (respondent's) contract manager within 3 business days after the Parties agree that they cannot resolve the dispute.
- 2. The respondent shall send a written answer to the requester's statement to the requester within five (5) business days.
- 3. The Parties agree that this dispute process shall precede any action in a Judicial or quasi-Judicial tribunal.

Nothing in this Agreement shall be construed to limit the Parties' choice of a mutually acceptable ADR method in addition to the dispute resolution procedure outlined above. Any dispute In connection with this public works contract which the Parties cannot resolve among themselves shall be referred to the Director of Washington State Labor and Industries for arbitration, and the Director's decision shall be final, conclusive, and binding on all Parties to the dispute.

<u>FORCE MAJEURE</u> – Notwithstanding any other provisions of this Agreement, in the event that the performance of any obligation under this Agreement by a Party is prevented due to acts of God, exchange controls, export or import controls, or any other government restriction or regulation, wars, hostilities, blockades, civil disturbances, revolutions, strikes, terrorist attacks, lockouts, blackouts, or any other cause beyond the reasonable control of a Party, such Party shall not be responsible to other Parties for failure or delay in performance of its obligations under this Agreement. Each Party shall promptly notify the other Party of such force majeure condition. The terms of this clause shall not exempt, but merely suspend, any Party from its duty to perform the obligations under this Agreement until as soon as practicable after the force majeure condition ceases to exist.

<u>GOVERNING LAW</u> – This contract shall be construed and interpreted in accordance with the laws of the state of Washington, and the venue of any action brought hereunder shall be in the Superior Court for Snohomish County.

Attachment F

<u>HANDLING</u> – No charges will be allowed for handling, including but not limited to packing, wrapping bags, containers, or reels, unless otherwise stated herein.

<u>INDEPENDENT CAPACITY OF THE CONSULTANT</u> – The Parties intend that an independent Consultant relationship will be created by this Agreement. The Consultant and his or her employees or agents performing under this Agreement are not employees or agents of Sno-Isle Libraries. The Consultant will not hold himself/herself out as *or* claim to be an officer or employee of Sno-Isle Libraries or of Sno-Isle Libraries by reason hereof, nor will the Consultant make any claim of right, privilege or benefit which would accrue to such employee under law. Conduct and control of the work will be solely with the Consultant.

<u>INDUSTRIAL INSURANCE COVERAGE</u> – The Consultant shall comply with the provisions of Title 51 RCW, Industrial Insurance. If the Consultant fails to provide industrial insurance coverage or falls to pay premiums or penalties on behalf of its employees as may be required by law, Sno-Isle Libraries may collect from the Consultant the full amount payable to the Industrial Insurance accident fund. Sno-Isle Libraries may deduct the amount owed by the Consultant to the accident fund from the amount payable to the Consultant by Sno-Isle Libraries under this Agreement and transmit the deducted amount to the Department of Labor and Industries (L&I) Division of Insurance Services. This provision does not waive any of L&I's rights to collect from the Consultant. The requirements for the insurance coverage are:

Commercial General Liability Insurance

Consultant shall procure and keep in force during the term of this Agreement, Commercial General Liability (CGL) insurance on an occurrence basis in an amount no less than \$2,000,000 per occurrence and at least \$5,000,000 in the annual aggregate, including but not limited to premise/operations (including off-site operations), blanket contractual liability and broad form property damage. Prior to the Consultant performing any work under Agreement, Consultant shall provide Sno-Isle Libraries with a Certificate of Insurance evidencing the insurance required and by endorsement to the Consultant's liability policy, naming Sno-Libraries, its officer, employees, and agents as Additional Insureds.

Workers Compensation Coverage

All Consultants and subcontractors are required to pay industrial insurance for all employees involved in the performance of the work described herein. Failure to pay will be a breach and justify a demand on the Performance Bond. This obligation survives final acceptance.

Builder's Risk Insurance Coverage

Before commencement of the work, the Contractor is required to provide a certificate of insurance, purchased by the Contractor, for the period of this Contract to provide evidence of Builder's Risk "All-Risk" insurance coverage for the entire Contract amount. The Builder's Risk Policy shall include endorsements providing coverage for building, materials, supplies and temporary premises. The Builder's Risk Policy shall be in the amount of the full replacement value of the Building and Improvements and shall contain a deductible amount acceptable to Sno-Isle Libraires. This coverage should include for events such as fire, collapse, damage from faulty workmanship, material or design work for the entire work completed under this Contract.

Sno-Isle Libraries shall be named as an additional insured on the certificate and the certificate should be provided within ten (10) days of the start of the project.

<u>INSURANCE COVERAGE</u> – In addition to the industrial insurance requirements above, the following insurance requirements are required for Contractors and any Subcontractors if funding for project includes any Washington State or Federal grant funds.

Fidelity Insurance

Every officer, director, employee, or agent who is authorized to act on the behalf of the Contractor for the purpose of receiving or depositing funds into accounts or issuing financial documents, checks or other instruments of payment for project costs shall be insured to provide protection against loss pursuant to this Agreement. The amount shall be \$2,000,000 or the highest planned reimbursement for the project period, whichever is lower. Fidelity insurance secured should name the State or Federal entity contributing funds to the project as the beneficiary.

Contractors or Subcontractor(s) that receive \$10,000 or more per year of State or Federal project funds shall secure fidelity insurance as listed above. Fidelity insurance secured by the Contractor or Subcontractor(s) pursuant to this paragraph shall name the Library District and the Library District's fiscal agent as beneficiary.

Automobile Insurance

In the event the project is funded by State or Federal funds and involves the use of vehicles owned or operated by the Contractor or Subcontractor(s), automobile insurance is required for the minimum amount of \$1,000,000 per occurrence, using a Combined Single Limit for bodily injury and property damage.

<u>LICENSING</u>, <u>ACCREDITATION AND REGISTRATION</u> – The Consultant shall comply with all applicable local, state, and federal licensing, accreditation, and registration requirements/standards, necessary for the performance of this contract.

<u>LIENS, CLAIMS AND ENCUMBRANCES</u> – Consultant warrants and represents that all goods and materials ordered herein are free and clear of all liens, claims, or encumbrances of any kind.

<u>LIMITATION OF AUTHORITY</u> – Only the Agent or Agent's delegate by writing (delegation to be made prior to action) shall have the express, implied, or apparent authority to alter, amend, modify, or waive any clause or condition of this Agreement. Furthermore, any alteration, amendment, modification, or waiver or any clause or condition of this Agreement is not effective or binding unless made in writing and signed by the Agent.

<u>NONCOMPLIANCE WITH NONDISCRIMINATION LAWS</u> – In the event of the Consultant's non-compliance or refusal to comply with any nondiscrimination law, regulation, or policy, this Agreement may be rescinded, canceled, or terminated in whole or in part, and the Consultant may be declared ineligible for further contracts with Sno-Isle Libraries. The Consultant shall, however, be given a reasonable time in

Attachment F

which to cure this noncompliance. Any dispute may be resolved in accordance with the "Disputes" procedure set forth herein.

<u>NONDISCRIMINATION & AFFIRMATIVE ACTION</u> – During the performance of this Agreement, the Consultant shall comply with all federal and state nondiscrimination laws, regulations and policies. The Consultant agrees not to discriminate against any client, employee or applicant for employment or services because of race, creed, color, national origin, sex, marital status, age or the presence of any sensory, mental or physical handicap with regard to, but not limited to, the following employment upgrading, demotion, or transfer, recruitment or recruitment advertising, lay-offs or termination, rates of pay or other forms of compensation, selection for training or rendition of services. It is further understood that any Consultant who is in violation of this clause or an applicable Affirmative Action Program shall be barred forthwith from receiving awards of any purchase order from Sno-Isle Libraries unless a satisfactory showing is made that discriminatory practices or noncompliance with applicable Affirmative Action Programs have terminated and that a recurrence of such acts is unlikely.

<u>OVERPAYMENTS AND ASSERTION OF LIEN</u> – In the event that Sno-Isle Libraries establishes overpayments or erroneous payments made to the Consultant under this Agreement, Sno-Isle Libraries may secure repayment, plus interest, if any, through the filing of a lien against the Consultant's real property or by requiring the posting of a bond, assignment of deposit or some other form of security acceptable to Sno-Isle Libraries or by doing both.

<u>PREVAILING WAGES</u> – Pursuant to RCW Chapter 39.12 and WAC 296-127, the Consultant shall pay not less than the prevailing rate determined by the State of Washington. The Consultant shall pay the wage rates in effect at the date of contract execution. See Snohomish and Island County rates at <u>https:/fortress.wa.qov/lnl/wagelookup/prvwagelookup.aspx</u>. A copy of such prevailing rates and per diem wages shall be posted by the Consultant at the work site or local office. Sno-Isle Libraries will provide a hardcopy of applicable prevailing rate of wages upon request. The Director of the Washington State Department of Labor and Industries shall arbitrate all disputes of the prevailing rate of wage.

<u>PRIVACY</u> – Personal information shall not be collected, used, or acquired in connection with this contract. Any breach of this provision may result in termination of the contract and the demand for return of all personal information. The Consultant agrees to indemnify and hold harmless Sno-Isle Libraries for any damages related to the Consultant's unauthorized use of personal information.

<u>PROHIBITION ON LOBBYING</u> – As required by Section 1352, Title 31 of United States Code, if the Consultant is a recipient of federal grant funding, you may not use these funds to influence or attempt to influence an officer, employee of a federal agency, a member of Congress, an officer/employee of Congress. Any such use of funds must be disclosed to Sno-Isle Libraries immediately.

<u>PUBLICITY</u> – The Consultant agrees to submit to Sno-Isle Libraries all advertising and publicity matters relating to this Agreement wherein Sno-Isle Libraries' name is mentioned, or language used from which the connection of Sno-Isle Libraries' name may, in Sno- Isle Libraries' Judgment, be inferred or implied. The Consultant agrees not to publish or use such advertising and publicity matters without the prior written consent of Sno-Isle Libraries.

<u>RECORDS MAINTENANCE</u> – The Consultant shall maintain books, records, documents, data, and other evidence relating to this Agreement and performance of the services described herein, including but not limited to accounting procedures and practices which sufficiently and properly reflect all direct and indirect costs of any nature expended in the performance of this Agreement. The Consultant shall retain such records for a period of six years following the date of final payment. At no additional cost, these records, including materials generated under the Agreement, shall be subject at all reasonable times to inspection, review or audit by Sno-Isle Libraries, personnel duly authorized by Sno-Isle Libraries, the Office of the State Auditor, and federal and state officials so authorized by law, regulation, or Agreement.

If any litigation, claim, or audit is started before the expiration of the six (6) year period, the records shall be retained until all litigation, claims, or audit findings involving the records have been resolved.

<u>REGISTRATION WITH DEPARTMENT OF REVENUE</u> – The Consultant shall complete registration with the Washington State Department of Revenue and be responsible for payment of all taxes due on payments made under this contract as appropriate.

<u>RISK OF LOSS</u> – Regardless of FOB point, the Consultant agrees to bear all risks of loss, injury or destruction of goods and materials ordered herein which occur prior to delivery. Such loss, injury or destruction shall not release the Consultant from any obligation hereunder.

<u>SAFEGUARDING OF INFORMATION</u> – The Consultant shall not use or disclose Personal Information in any manner that would constitute a violation of deferral law, the Health Insurance Portability and Accountability Act of 1996 (HIPPA) or any regulations enacted or revised pursuant to the HIPAA provisions and applicable provisions of Washington State law. The Consultant agrees to comply with all federal and state laws and regulations, as currently enacted or revised, regarding data security and electronic data interchange of all Personal Information.

<u>SEVERABILITY</u> – The provisions of this Agreement are intended to be severable. If any term or provision is illegal or Invalid for any reason whatsoever, such illegality or invalidity shall not affect the validity of the remainder of the contract.

<u>SITE SECURITY</u> – While on Sno-Isle Libraries premises, Consultant, its agents, employees, or subcontractors shall conform in all respects with physical, fire or other security policies or regulations.

<u>SUBCONTRACTING</u> – The Consultant shall not enter into subcontracts for any of the work contemplated under this contract without obtaining prior written approval of Sno-Isle Libraries. In no event shall the existence of the subcontract operate to release or reduce the liability of the Consultant to Sno-Isle Libraries for any breach in the performance of the Consultant's duties. This clause does not include contracts of employment between the Consultant and personnel assigned to work under this Agreement.

Additionally, the Consultant is responsible for ensuring that all terms, conditions, assurances, and certifications set forth in this Agreement are carried forward to any subcontracts. Consultant and its subcontractors agree not to release, divulge, publish, transfer, sell or otherwise make known to

Attachment F

unauthorized persons personal information without the express written consent of the agency or as provided by law.

<u>TAXES</u>-All payments accrued on account of payroll taxes, unemployment contributions, State of Washington sales or use tax, any other taxes, Insurance or other expenses for the Consultant or its staff shall be the sole responsibility of the Consultant.

TERMINATION FOR CAUSE – In the event Sno-Isle Libraries determines the Consultant has failed to comply with the conditions of this Agreement in a timely manner, Sno-Isle Libraries has the right to suspend or terminate this Agreement. Before suspending or terminating the Agreement, Sno-Isle Libraries shall notify the Consultant in writing of the need to take corrective action. If corrective action Is not taken within thirty (30) calendar days, the Agreement may be terminated or suspended. In the event of termination or suspension, the Consultant shall be liable for damages as authorized by law including, but not limited to, any cost difference between the original Agreement and the replacement or cover Agreement and all administrative costs directly related to the replacement Agreement, e.g., cost of the competitive Bidding, mailing, advertising, and staff time. Sno-Isle Libraries reserves the right to suspend all or part of the Agreement, withhold further payments, or prohibit the Consultant from incurring additional obligations of funds during investigation of the alleged compliance breach and pending corrective action by the Consultant or a decision by Sno-Isle Libraries to terminate the Agreement. A termination shall be deemed to be a "Termination for Convenience" if it is determined that the Consultant: (1) was not In default; or (2) failure to perform was outside of his or her control, fault, or negligence. The rights and remedies of Sno-Isle Libraries provided in this Agreement are not exclusive and are in addition to any other rights and remedies provided by law. In the event the Consultant determine that Sno-Isle Libraries has failed to comply with the condition of this Agreement In a timely manner, the Consultant has the right to suspend or terminate this contract. Before suspending or terminating the Agreement, The Consultant shall notify Sno- Isle Libraries In writing of the need to take corrective action. If corrective action is not taken within thirty (30) calendar days, the Agreement may be terminated or suspended.

<u>TERMINATION FOR CONVENIENCE</u> – Except as otherwise provided in this Agreement, Sno-Isle Libraries or the Consultant may, by thirty (30) calendar days written notice, beginning on the second day after the mailing, terminate this Agreement, in whole or in part if this Agreement is so terminated, Sno-Isle Libraries shall be liable only for payment required under the terms of this Agreement for services rendered or goods delivered prior to the effective date of termination.

<u>TERMINATION PROCEDURES</u> – Upon termination of this Agreement, Sno-Isle Libraries, in addition to any other rights provided in this Agreement, may require the Consultant to deliver to Sno-Isle Libraries any property specifically produced or acquired for the performance of such part of this Agreement as has been terminated. The provisions of the 'Treatment of Assets'' clause shall apply in such property transfer.

Sno-Isle Libraries shall pay to the Consultant the agreed upon price, if separately stated, for completed work and services accepted by Sno-Isle Libraries, and the amount agreed upon by the Consultant and Sno-Isle Libraries for (i) completed work and services for which no separate price is slated, (ii) partially

Page 13 of 15

completed work and services, {iii) other property or services which are accepted by Sno-Isle Libraries, and (iv) the protection and preservation of property, unless the termination is for default, in which case if the Parties cannot agree on the amount, such determination shall be a dispute within the meaning of the "Disputes" clause of this Agreement. Sno-Isle Libraries may withhold from any amounts due the Consultant such sum as determined to be necessary to protect Sno-Isle Libraries against potential loss or liability.

The rights and remedies of Sno-Isle Libraries provided in this section shall not be exclusive and are in addition to any other rights and remedies provided by law or under this Agreement.

After receipt of a notice of termination, the Consultant shall:

- 1. Stop work under the Agreement on the date, and to the extent specified, in the notice;
- 2. Place no further orders or subcontracts for materials, services, or facilities except as may be necessary for completion of such portion of the work under the Agreement that is not terminated;
- 3. Assign to Sno-Isle Libraries, in the manner, at the time, all of the rights, title, and interest of the Consultant under the orders and subcontracts so terminated, in which case Sno-Isle Libraries has the right, at its discretion, to settle or pay any or all claims arising out of the termination of such orders and subcontracts.
- 4. Settle all outstanding liabilities and all claims arising out of such termination of orders and subcontracts, with the approval or ratification of the Agent to the extent Agent may require, which approval or ratification shall be final for all the purposes of this clause;
- 5. Transfer title to Sno-Isle Libraries and deliver in the manner, at the times, any property which, if the Agreement had been completed, would have been required to be furnished to Sno-Isle Libraries;
- 6. Complete performance of such part of the work as shall not have been terminated; and
- 7. Take such action as may be necessary for the protection and preservation of the property related to this Agreement which is in the possession of the Consultant and in which Sno-Isle Libraries has *or* may acquire an interest.

<u>TRAFFICKING IN PERSONS</u> – As set forth in 2 C.F.R. Part 175, if a Consultant or Vendor is a recipient of federal grant funding, you may not i) Engage in severe forms of trafficking in persons during the period of time that the project is in effect; ii) Procure a commercial sex act during the period of time that the project is in effect; or iii) Use forced labor in the performance for the project.

TREATMENT OF ASSETS

A. Title to all property furnished by Sno-Isle Libraries shall remain in Sno-Isle Libraries. Title to all property furnished by the Consultant, for the cost of which the Consultant is entitled to be reimbursed as a direct item of cost under this Agreement, shall pass to and vests in Sno-Isle Libraries upon delivery of such property by the Consultant. Title to other property, the cost of which is reimbursable to the Consultant under this Agreement, shall past to and best in Sno-Isle

Libraries upon (i) issuance for use of such property in the performance of this Agreement, or (ii) commencement of use of such property in the performance of this Agreement, or (iii) reimbursement of the cost thereof by Sno-Isle Libraries in whole or in part, whichever first occurs.

- B. Any property of Sno-Isle Libraries furnished to the Consultant shall, unless otherwise provided herein or approved by Sno-Isle Libraries, be used only for the performance of this Agreement.
- C. The Consultant shall be responsible for any loss or damage to property of Sno-Isle Libraries which results from the negligence of the Consultant, or which results from the failure on the part of the Consultant to maintain and administer that property in accordance with sound management policies.
- D. If any Sno-Isle Libraries property is lost, destroyed, or damaged, the Consultant shall immediately notify Sno-Isle Libraries and shall take all reasonable steps to protect the property from further damage.
- E. The Consultant shall surrender to Sno-Isle Libraries all property of Sno-Isle Libraries prior to settlement upon completion, termination, or cancellation of this Agreement.
- F. All reference to the Consultant under this clause shall also include Consultant's employees, agents, or Subcontractors.

<u>WAIVER</u> – Waiver of any default or breach shall not be deemed to be a waiver of any subsequent default or breach. Any waiver shall not be construed to be a modification of the terms of this Agreement unless stated to be such in writing and signed by authorized representative of Sno-Isle Libraries.