## SERVICE PROVIDER AGREEMENT

This SERVICE PROVIDER AGREEMENT ("Agreement") is entered into this \_\_\_\_\_ day of June 2023 ("Effective Date"), by and between the CITY OF ALAMEDA, a municipal corporation ("the City"), and POWER ENGINEERING CONSTRUCTION COMPANY, a California Corporation, whose address is 1501 VIKING STREET, SUITE 200, ALAMEDA, CALIFORNIA 94501 ("Provider"), in reference to the following facts and circumstances:

## RECITALS

A. The City is a municipal corporation duly organized and validly existing under the laws of the State of California with the power to carry on its business as it is now being conducted under the statutes of the State of California and the Charter of the City.

B. The City is in need of the following services: removal and replacement of stem and operators at the Bayview Weir. City staff issued a Request for Proposal (RFP) on March 23, 2023 and after a submittal period of 22 days received one timely submitted proposals. Staff reviewed the proposals, interviewed qualified firms and selected the service provider that best meets the City's needs.

C. Provider is specially trained, experienced and competent to perform the special services which will be required by this Agreement.

D. Whereas, the City Council authorized the City Manager to execute this agreement on June 6, 2023.

E. The City and Provider desire to enter into an agreement for removal and replacement of stem and operators at the Bayview Weir, upon the terms and conditions herein and in the RFP issued March 23, 2023.

## AGREEMENT

NOW, THEREFORE, in consideration of the forgoing, which are incorporated herein by reference, and for good and valuable consideration, the receipt and adequacy of which are hereby acknowledged, the City and Provider agree as follows:

## 1. <u>TERM</u>:

The term of this Agreement shall commence on the 7<sup>th</sup> day of June 2023, and shall terminate on the 7<sup>th</sup> day of June 2024, unless terminated earlier as set forth herein.

## 2. <u>SERVICES TO BE PERFORMED</u>:

Provider agrees to do all necessary work at its own cost and expense, to furnish all labor, tools, equipment, materials, except as otherwise specified, and to do all necessary work included in <u>Exhibit A</u> as requested. Provider acknowledges that the work plan included in <u>Exhibit A</u> is tentative and does not commit the City to request Provider to perform all tasks included therein.

## 3. <u>COMPENSATION TO PROVIDER</u>:

a. By the 7<sup>th</sup> day of each month, Provider shall submit to the City an invoice for the total amount of work done the previous month. Pricing and accounting of charges are to be according to the fee schedule as set forth in <u>Exhibit A</u> and incorporated herein by this reference. Extra work must be approved in writing by the City Manager or their designee prior to performance and shall be paid on a Time and Material basis.

b. Compensation shall not exceed \$294,184, which includes a 10% contingency. Use of contingency shall be for items of work outside the original scope and requires prior written authorization by the City.

## 4. <u>TIME IS OF THE ESSENCE</u>:

Provider and the City agree that time is of the essence regarding the performance of this Agreement.

## 5. <u>STANDARD OF CARE</u>:

Provider agrees to perform all services hereunder in a manner commensurate with the prevailing standards of like professionals or service providers, as applicable, in the San Francisco Bay Area and agrees that all services shall be performed by qualified and experienced personnel who are not employed by the City.

## 6. <u>INDEPENDENT PARTIES</u>:

Provider hereby declares that Provider is engaged as an independent business and Provider agrees to perform the services as an independent contractor. The manner and means of conducting the services and tasks are under the control of Provider except to the extent they are limited by statute, rule or regulation and the express terms of this Agreement. No civil service status or other right of employment will be acquired by virtue of Provider's services. None of the benefits provided by the City to its employees, including but not limited to unemployment insurance, workers' compensation plans, vacation and sick leave, are available from the City to Provider, its employees or agents. Deductions shall not be made for any state or federal taxes, FICA payments, PERS payments, or other purposes normally associated with an employer-employee relationship from any compensation due to Provider. Payments of the above items, if required, are the responsibility of Provider.

## 7. <u>IMMIGRATION REFORM AND CONTROL ACT (IRCA)</u>:

Provider assumes any and all responsibility for verifying the identity and employment authorization of all of its employees performing work hereunder, pursuant to all applicable IRCA or other federal, or state rules and regulations. Provider shall indemnify, defend, and hold the City harmless from and against any loss, damage, liability, costs or expenses arising from any noncompliance of this provision by Provider.

## 8. <u>NON-DISCRIMINATION</u>:

Consistent with the City's policy and state and federal law that harassment and discrimination are unacceptable conduct, Provider and its employees, contractors, and agents shall not harass or discriminate against any job applicant, City employee, or any other person on the basis of any kind of any statutorily (federal, state or local) protected class, including but not limited to: race, religious creed, color, national origin, ancestry, disability (both mental and physical) including HIV and AIDS, medical condition (e.g. cancer), genetic information, marital status, sex, gender, gender identity, gender expression, age, sexual orientation, pregnancy, political affiliation, military and veteran status or legitimate union activities. Provider agrees that any violation of this provision shall constitute a material breach of this Agreement.

## 9. <u>HOLD HARMLESS</u>:

a. To the fullest extent permitted by law, Provider shall indemnify, defend (with counsel acceptable to the City) and hold harmless the City, its City Council, boards, commissions, officials, employees, agents and volunteers ("Indemnitees") from and against any and all loss, damages, liability, obligations, claims, suits, judgments, costs and expenses whatsoever, including reasonable attorney's fees and costs of litigation ("Claims"), arising from or in any manner connected to Provider's performance of its obligations under this Agreement or out of the operations conducted by Provider even if the City is found to have been negligent. If the Claims filed against Indemnitees allege negligence, recklessness or willful misconduct on the part of Provider, Provider shall have no right of reimbursement against Indemnitees for the costs of defense even if negligence, recklessness or willful misconduct is not found on the part of Provider. Provider shall not have any obligations to indemnify Indemnitees if the loss or damage is found to have resulted solely from the negligence or the willful misconduct of the City. The defense and indemnification obligations of this Agreement are undertaken in addition to, and shall not in any way be limited by, the insurance obligations contained in this Agreement.

b. As to Claims for professional liability only, Provider's obligation to defend Indemnitees (as set forth above) is limited as provided in California Civil Code Section 2782.8.

c. Provider's obligation to indemnify, defend and hold harmless Indemnities shall expressly survive the expiration or early termination of this Agreement.

## 10. <u>INSURANCE</u>:

a. On or before the commencement of the terms of this Agreement, Provider shall furnish the City's Risk Manager with certificates showing the type, amount, class of operations covered, effective dates and dates of expiration of insurance coverage in compliance with Sections 10.b. (1) through (3). The Certificate Holder should be The City of Alameda, 2263 Santa Clara, Ave., Alameda, CA 94501. Such certificates, which do not limit Provider's indemnification, shall also contain substantially the following statement:

"Should any of the above insurance covered by this certificate be canceled or coverage reduced before the expiration date thereof, the insurer affording coverage shall provide thirty (30) days' advance written notice to the City of Alameda. Attention: Risk Manager." Provider shall maintain in force at all times during the performance of this Agreement all appropriate coverage of insurance required by this Agreement with an insurance company licensed to offer insurance business in the State of California with a current A.M. Best's rating of no less than A:VII or Standard & Poor's Rating (if rated) of at least BBB unless otherwise acceptable to the City. Provider shall deliver updated insurance certificates to the City at the address described in Section 17.f. prior to the expiration of the existing insurance certificate for the duration of the term of Agreement. Endorsements naming the City, its City Council, boards, commissions, officials, employees, agents, and volunteers as additional insured shall be submitted with the insurance certificates.



## b. <u>COVERAGE REQUIREMENTS</u>:

Provider shall maintain insurance coverage and limits at least as broad as:

(1) Workers' Compensation:

Statutory coverage as required by the State of California, as well as a Waiver of Subrogation (Rights of Recovery) endorsement.

(2) <u>Liability</u>:

Commercial general liability coverage in the following minimum limits:

Bodily Injury:	\$1,000,000 each occurrence \$2,000,000 aggregate - all other
Property Damage:	\$1,000,000 each occurrence \$2,000,000 aggregate

If submitted, combined single limit policy with per occurrence limits in the amounts of \$2,000,000 and aggregate limits in the amounts of \$4,000,000 will be considered equivalent to the required minimum limits shown above. Provider shall also submit declarations and policy endorsements pages. Additional Insured Endorsement naming the City, its City Council, boards, commissions, officials, employees, agents, and volunteers is required. The Additional Insured Endorsement shall include primary and non-contributory coverage at least as broad as the CG 2010.

(3) <u>Automotive:</u>

Comprehensive automobile liability coverage (any auto) in the following minimum limits:

Bodily injury: Property Damage:	\$1,000,000 each occurrence \$1,000,000 each occurrence
or	
Combined Single Limit:	\$2,000,000 each occurrence

Additional Insured Endorsement naming the City, its City Council, boards, commissions, officials, employees, agents, and volunteers is required.

As to commercial general liability and automobile liability insurance, such insurance will provide that it constitutes primary insurance with respect to claims insured by such policy, and, except with respect to limits, that insurance applies separately to each insured against whom claim is made or suit is brought. Such insurance is not additional to or contributing with any other insurance carried by or for the benefit of the City.

## c. <u>SUBROGATION WAIVER</u>:

Provider hereby agrees to waive rights of subrogation that any insurer of Provider may acquire from Provider by virtue of the payment of any loss. Provider agrees to obtain any endorsement that may be necessary to affect this waiver of subrogation, but this provision applies regardless of whether 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 Provider, its employees, agents and subcontractors.

## d. <u>FAILURE TO SECURE</u>:

If Provider at any time during the term hereof should fail to secure or maintain the foregoing insurance, the City shall be permitted to obtain such insurance in Provider's name or as an agent of Provider and shall be compensated by Provider for the costs of the insurance premiums at the maximum rate permitted by law and computed from the date written notice is received that the premiums have not been paid.

## e. <u>ADDITIONAL INSUREDS</u>:

The City, its City Council, boards, commissions, officials, employees, agents, and volunteers shall be named as additional insured(s) under all insurance coverages, except workers' compensation and professional liability insurance. The naming of an additional insured shall not affect any recovery to which such additional insured would be entitled under this policy if not named as such additional insured. An additional insured named herein shall not be held liable for any premium, deductible portion of any loss, or expense of any nature on this policy or any extension thereof. Any other insurance held by an additional insured shall not be required to contribute anything toward any loss or expense covered by the insurance provided by this policy. Additional Insured coverage under Provider's policy shall be primary and non-contributory and will not seek contribution from the City's insurance or self-insurance. Any available insurance proceeds broader than or in excess of the specified minimum insurance coverage requirements and/or limits shall be available to the additional insured(s).

## f. <u>SUFFICIENCY OF INSURANCE</u>:

The insurance limits required by the City are not represented as being sufficient to protect Provider. Provider is advised to consult Provider's insurance broker to determine adequate coverage for Provider. The coverage and limits shall be (1) the minimum coverage and limits specified in this Agreement; or (2) the broader coverage and maximum limits of the coverage carried by or available to Provider; whichever is greater.

## g. <u>EXCESS OR UMBRELLA LIABILITY:</u>

If any Excess or Umbrella Liability policies are used to meet the limits of liability required by this Agreement, then said policies shall be true "following form" of the underlying policy coverage, terms, conditions, and provisions and shall meet all of the insurance requirements stated in this Agreement, including but not limited to, the additional insured, SIR, and primary insurance requirements stated therein. No insurance policies maintained by the indemnified parties or Additional Insureds, whether primary or excess, and which also apply to a loss covered hereunder, shall be called upon to contribute to a loss until all the primary and excess liability policies carried by or available to the Provider are exhausted.

## 11. <u>CONFLICT OF INTEREST</u>:

Provider warrants that it is not a conflict of interest for Provider to perform the services required by this Agreement. Provider may be required to fill out a conflict of interest form if the services provided under this Agreement require Provider to make certain governmental decisions or serve in a staff capacity as defined in Title 2, Division 6, Section 18700 of the California Code of Regulations.

## 12. <u>PROHIBITION AGAINST TRANSFERS</u>:

a. Provider shall not assign, sublease, hypothecate, or transfer this Agreement, or any interest therein, directly or indirectly, by operation of law or otherwise, without prior written consent of the City Manager. Provider shall submit a written request for consent to transfer to the City Manager at least thirty (30) days in advance of the desired transfer. The City Manager or their designee may consent or reject such request in their sole and absolute discretion. Any attempt to do so without said consent shall be null and void, and any assignee, sublessee, hypothecate or transferee shall acquire no right or interest by reason of such attempted assignment, hypothecation or transfer. However, claims for money against the City under this Agreement may be assigned by Provider to a bank, trust company or other financial institution without prior written consent.

b. The sale, assignment, transfer or other disposition of any of the issued and outstanding capital stock, membership interest, partnership interest, or the equivalent, which shall result in changing the control of Provider, shall be construed as an assignment of this Agreement. Control means fifty percent or more of the voting power of Provider.

## 13. <u>APPROVAL OF SUB-PROVIDERS</u>:

a. Only those persons and/or businesses whose names and resumés are attached to this Agreement shall be used in the performance of this Agreement. However, if after the start of this Agreement, Provider wishes to use sub-providers, at no additional costs to the City, then Provider shall submit a written request for consent to add sub-providers including the names of the sub-providers and the reasons for the request to the City Manager at least five (5) days in advance. The City Manager may consent or reject such requests in their sole and absolute discretion.

b. Each sub-provider shall be required to furnish proof of workers' compensation insurance and shall also be required to carry general, automobile and professional liability insurance (as applicable) in reasonable conformity to the insurance carried by Provider.

c. In addition, any tasks or services performed by sub-providers shall be subject to each provision of this Agreement. Provider shall include the following language in their agreement with any sub-provider: "Sub-providers hired by Provider agree to be bound to Provider and the City in the same manner and to the same extent as Provider is bound to the City."

d. The requirements in this Section 13 shall <u>not</u> apply to persons who are merely providing materials, supplies, data or information that Provider then analyzes and incorporates into its work product.

## 14. <u>PERMITS AND LICENSES</u>:

Provider, at its sole expense, shall obtain and maintain during the term of this Agreement, all appropriate permits, certificates and licenses, including a City business license that may be required in connection with the performance of the services and tasks hereunder.

## 15. <u>REPORTS</u>:

a. Each and every report, draft, work product, map, record and other document produced, prepared or caused to be prepared by Provider pursuant to or in connection with this Agreement shall be the exclusive property of the City.

b. No report, information or other data given to or prepared or assembled by Provider pursuant to this Agreement shall be made available to any individual or organization by Provider without prior approval of the City Manager or their designee.

c. Provider shall, at such time and in such form as City Manager or their designee may require, furnish reports concerning the status of services and tasks required under this Agreement.

## 16. <u>RECORDS</u>:

a. Provider shall maintain complete and accurate records with respect to the services, tasks, work, documents and data in sufficient detail to permit an evaluation of Provider's performance under the Agreement, as well as maintain books and records related to sales, costs, expenses, receipts and other such information required by the City that relate to the performance of the services and tasks under this Agreement (collectively the "**Records**").

b. All Records shall be maintained in accordance with generally accepted accounting principles and shall be clearly identified and readily accessible. Provider shall provide free access to the Records to the representatives of the City or its designees during regular business hours upon reasonable prior notice. The City has the right to examine and audit the Records, and to make copies or transcripts therefrom as necessary, and to allow inspection of all proceedings and activities related to this Agreement. Such Records, together with supporting documents, shall be kept separate from other documents and records and shall be maintained by Provider for a period of three (3) years after receipt of final payment.

c. If supplemental examination or audit of the Records is necessary due to concerns raised by the City's preliminary examination or audit of records, and the City's supplemental examination or audit of the records discloses a failure to adhere to appropriate internal financial controls, or other breach of this Agreement or failure to act in good faith, then Provider shall reimburse the City for all reasonable costs and expenses associated with the supplemental examination or audit.

## 17. <u>NOTICES</u>:

a. All notices shall be in writing and delivered: (i) by hand; or (ii) sent by registered, express, or certified mail, with return receipt requested or with delivery confirmation requested from the U.S. postal service; or (iii) sent by overnight or same day courier service at the party's respective address listed in this Section.

b. Each notice shall be deemed to have been received on the earlier to occur of: (x) actual delivery or the date on which delivery is refused; or (y) three (3) days after notice is deposited in the U.S. mail or with a courier service in the manner described above (Sundays and City holidays excepted).

c. Either party may, at any time, change its notice address (other than to a post office box address) by giving the other party three (3) days prior written notice of the new address.

d. All notices, demands, requests, or approvals from Provider to the City shall be addressed to the City at:

City of Alameda Maintenance Service Center 1616 Fortmann Way Alameda, CA 94501 ATTENTION: Emanuel Rios, Public Works Supervisor Ph: (510) 747-7922 / email: erios@alamedaca.gov

e. All notices, demands, requests, or approvals from the City to Provider shall be addressed to Provider at:

Power Engineering Construction Company 1501 Viking Street, Suite 200 Alameda, CA 94501 ATTENTION: David Mik, President Ph: (415) 559-0097

f. All updated insurance certificates from Provider to the City shall be addressed to the City at:

City of Alameda Public Works Department 950 W Mall Sq, Ste 110 Alameda, CA 94501 ATTENTION: Jeanette Navarro Ph: (510) 747-7932 / email: jnavarro@alamedaca.gov

## 18. <u>SAFETY</u>:

a. Provider will be solely and completely responsible for conditions of all vehicles owned or operated by Provider, including the safety of all persons and property during performance of the services and tasks under this Agreement. This requirement will apply continuously and not be limited to normal working hours. In addition, Provider will comply with all safety provisions in conformance with U.S. Department of Labor Occupational Safety and Health Act, any equivalent state law, and all other applicable federal, state, county and local laws, ordinances, codes, and any regulations that may be detailed in other parts of the Agreement. Where any of these are in conflict, the more stringent requirements will be followed. Provider's failure to thoroughly familiarize itself with the aforementioned safety provisions will not relieve it from compliance with the obligations and penalties set forth herein.

b. Provider will immediately notify the City within 24 hours of any incident of death, serious personal injury or substantial property damage that occurs in connection with the performance of this Agreement. Provider will promptly submit to the City a written report of all incidents that occur in connection with this Agreement. This report must include the following information: (i) name and address of injured or deceased person(s); (ii) name and address of Provider's employee(s) involved in the incident; (iii) name and address of Provider's liability insurance carrier; (iv) a detailed description of the incident; and (v) a police report.

## 19. <u>TERMINATION</u>:

a. In the event Provider fails or refuses to perform any of the provisions hereof at the time and in the manner required hereunder, Provider shall be deemed in default in the performance of this Agreement. If such default is not cured within two (2) business days after receipt by Provider from the City of written notice of default, specifying the nature of such default and the steps necessary to cure such default, the City may thereafter immediately terminate the Agreement forthwith by giving to Provider written notice thereof.

b. The foregoing notwithstanding, the City shall have the option, at its sole discretion and without cause, of terminating this Agreement by giving seven (7) days' prior written notice to Provider as provided herein.

c. Upon termination of this Agreement either for cause or for convenience, each party shall pay to the other party that portion of compensation specified in this Agreement that is earned and unpaid prior to the effective date of termination. The obligation of the parties under this Section 19.c. shall survive the expiration or early termination of this Agreement.

## 20. <u>ATTORNEYS' FEES</u>:

In the event of any litigation, including administrative proceedings, relating to this Agreement, including but not limited to any action or suit by any party, assignee or beneficiary against any other party, beneficiary or assignee, to enforce, interpret or seek relief from any provision or obligation arising out of this Agreement, the parties and litigants shall bear their own attorney's fees and costs. No party of litigant shall be entitled to recover any attorneys' fees or costs from any other party or litigant, regardless of which party or litigant might prevail.

## 21. <u>HEALTH AND SAFETY REQUIREMENTS.</u>

Provider acknowledges that the City shall have the right to impose, at the City's sole discretion, requirements that it deems are necessary to protect the health and safety of the City employees, residents, and visitors. Provider agrees to comply with all such requirements, including, but not limited to, mandatory vaccinations, the use of personal protective equipment (e.g. masks), physical distancing, and health screenings. Provider also agrees to make available to the City, at the City's request, records to demonstrate Provider's compliance with this Section.

## 22. <u>COMPLIANCE WITH ALL APPLICABLE LAWS</u>:

During the term of this Agreement, Provider shall keep fully informed of all existing and future state and federal laws and all municipal ordinances and regulations of the City of Alameda which affect the manner in which the services or tasks are to be performed by Provider, as well as all such orders and decrees of bodies or tribunals having any jurisdiction or authority over the same. Provider shall comply with all applicable laws, state and federal and all ordinances, rules and regulations enacted or issued by the City.

## 23. <u>CONFLICT OF LAW</u>:

This Agreement shall be interpreted under, and enforced by the laws of the State of California without regard to any choice of law rules which may direct the application of laws of another jurisdiction. The Agreement and obligations of the parties are subject to all valid laws, orders, rules, and regulations of the authorities having jurisdiction over this Agreement (or the successors of those authorities). Any suits brought pursuant to this Agreement shall be filed with the courts of the County of Alameda, State of California.

## 24. <u>WAIVER</u>:

A waiver by the City of any breach of any term, covenant, or condition contained herein shall not be deemed to be a waiver of any subsequent breach of the same or any other term, covenant, or condition contained herein, whether of the same or a different character.

## 25. <u>INTEGRATED CONTRACT</u>:

Subject to the language of Section 30, the Recitals and exhibits are a material part of this Agreement and are expressly incorporated herein. This Agreement represents the full and complete understanding of every kind or nature whatsoever between the parties hereto, and all preliminary negotiations and agreements of whatsoever kind or nature are merged herein. No verbal agreement or implied covenant shall be held to vary the provisions hereof. Any modification of this Agreement will be effective only by written execution signed by both the City and Provider.

## 26. <u>CAPTIONS</u>:

The captions in this Agreement are for convenience only, are not a part of the Agreement and in no way affect, limit or amplify the terms or provisions of this Agreement.

## 27. <u>COUNTERPARTS</u>:

This Agreement may be executed in any number of counterparts (including by fax, PDF, DocuSign, or other electronic means), each of which shall be deemed an original, but all of which shall constitute one and the same instrument.

## 28. <u>SIGNATORY</u>:

By signing this Agreement, signatory warrants and represents that they executed this Agreement in their authorized capacity and that by their signature on this Agreement, they or the entity upon behalf of which they acted, executed this Agreement.

## 29. <u>CONTROLLING AGREEMENT</u>:

In the event of a conflict between the terms and conditions of this Agreement (as amended, supplemented, restated or otherwise modified from time to time) and any other terms and conditions wherever contained, including, without limitation, terms and conditions included within exhibits, the terms and conditions of this Agreement shall control and be primary.

## [REMAINDER OF PAGE INTENTIONALLY LEFT BLANK]

IN WITNESS WHEREOF, the parties have each caused this Agreement to be duly executed on its behalf as of the Effective Date.

POWER ENGINEERING CONSTRUCTION COMPANY a (California corporation, LP, LLC, GP, sole proprietor/individual)

David Mil President

CITY OF ALAMEDA a municipal corporation

Amy Wooldridge Assistant City Manager

Hilary Tigue Treasurer/Chief Financial Officer

## **RECOMMENDED FOR APPROVAL**

DocuSigned by:

Erin Smith

-21DC39E8C019480... Public Works Director

APPROVED AS TO FORM: City Attorney

DocuSigned by: Ler Aslanian -765D25E39B18464..

Len Aslanian Assistant City Attorney DocuSign Envelope ID: 6A489043-B2E8-4E93-8C1F-EFFC746BCCD4

#### Exhibit A



City of Alameda Lagoon Discharge Welr: Valve Stem & Operator Replacement Alameda, California

Quote to Furnish & Install New Valve Stems and Operators

Date: March 31, 2023

Description	Quantity	Units	\$/Unit	Total	Comments	Working Days
laga Scotta						
1 Mobilize/Demobilize	1	LS \$	12,526 \$	12,526 Confirm valve equipment, lat	tem measurements, order materials, mobilize equipment, labor and materials. Upon completion, clean site and demobili or, and debris.	e 3:
2 Furnish New Valve Stems and Valve Operators	11	EA \$	14,550 \$	160,050 Furnish New V	live Stems and Valve Operators per Frank Olsen Co., Quote dtd. 1/9/23 (attached)	o
3 Install New Valve Stems and Valve Operators	11	EA \$	8,624 \$		sonary Stalffolding, demolish existing slide gate stems and operators, off haul and dispose of debris. Install, and test new 4 is and operators.	B" sluice 13
	T	otal Base Sco	pe: \$	267,440		15

<u>Project Assumations</u> 1 A working day is defined as an 8-hour weekday between the hours of 8 AM - 5 PM, 2 The working days do not include fabrication times for materials. 3 Only one mobilization is assumed, with continuous work until project completion. 4 No contingency is included in this budget.

Schedule Milestones 1 The Working Days listed assume a 3 person crew.

Design Assumption 1 No drawings or specifications were provided.

Subcontractors 1 None

- Proposal Exclusions

  Payment and Performance Bonds (available at 1.5% of final contract amount)
  Builders Risk Insurance (can be provided on a per-project basis)
  Permits and Permit Fees
  Compared to Permit Peres
  Utility Relocation unless Listed Above
  Sites Survey, Lines, Grade
  Hasardous Materials Handling/Abatement/Removal
  Special Inspection or Damage Monitoring
  Damage M

DATE (MM/DD/YYYY)

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ACORD	CER	TIF		BILITY INS	SURANC	E	4/2	20/2023
THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION ONLY AND CONFERS NO RIGHTS UPON THE CERTIFICATE HOLDER. THIS CERTIFICATE DOES NOT AFFIRMATIVELY OR NEGATIVELY AMEND, EXTEND OR ALTER THE COVERAGE AFFORDED BY THE POLICIES BELOW. THIS CERTIFICATE OF INSURANCE DOES NOT CONSTITUTE A CONTRACT BETWEEN THE ISSUING INSURER(S), AUTHORIZED								
REPRESENTATIVE OR PRODUCER	,		-					
IMPORTANT: If the certificate hold If SUBROGATION IS WAIVED, subj this certificate does not confer righ	ect to t	he te	rms and conditions of th	e policy, certain	policies may			
PRODUCER		e cen		CONTACT	. ,			
Heffernan Insurance Brokers					FAX	025-03	4-8278	
1350 Carlback Avenue Walnut Creek, CA 94596			PHONE (A/C, No, Ext):         PAX 925-934-8500         PAX (A/C, No):         925           E-MAIL ADDRESS:         DawnM@heffins.com         Call         Call </td <td>10210</td>				10210	
Wallut Cleek, CA 34030			INSURER(S) AFFORDING COVERAGE				NAIC #	
-			INSURER A : Starr Indemnity & Liability Company				38318	
INSURED POWEENG-03			INSURER B : United	States Fire Ins	surance Company		21113	
Power Engineering Construction Co 1501 Viking Street, Suite 200	).			INSURER C : Illinois	Union Insuran	ce Company		27960
Alameda, ČA 94501				INSURER D : The Ins	surance Comp	any of the State of PA		19429
				INSURER E :				
00//554.050		0 A T		INSURER F :				
COVERAGES C			E NUMBER: 2013768811 RANCE LISTED BELOW HAY	VE BEEN ISSUED T		REVISION NUMBER:		
INDICATED. NOTWITHSTANDING ANY CERTIFICATE MAY BE ISSUED OR M. EXCLUSIONS AND CONDITIONS OF SU	REQUI	REME ΓΑΙΝ,	NT, TERM OR CONDITION THE INSURANCE AFFORD	OF ANY CONTRAC ED BY THE POLIC	T OR OTHER	DOCUMENT WITH RESPE D HEREIN IS SUBJECT T	CT TO V	WHICH THIS
INSR LTR TYPE OF INSURANCE		SUBR	POLICY NUMBER	POLICY EFF (MM/DD/YYY)	POLICY EXP () (MM/DD/YYYY)	LIMI	rs	
A X COMMERCIAL GENERAL LIABILITY	Y	Y	MASILSF00008122	8/1/2022	8/1/2023	EACH OCCURRENCE	\$ 1,000	,000
CLAIMS-MADE X OCCUR						DAMAGE TO RENTED PREMISES (Ea occurrence)	\$ 50,00	0
X Ded: 15,000						MED EXP (Any one person)	\$ 5,000	
						PERSONAL & ADV INJURY	\$ 1,000	,000
GEN'L AGGREGATE LIMIT APPLIES PER:						GENERAL AGGREGATE	\$2,000	,000
X POLICY PRO- JECT LOC						PRODUCTS - COMP/OP AGG	\$ 2,000	,
B AUTOMOBILE LIABILITY	Y	Y	1007500001	8/1/2022	8/1/2022	EMPLOYEE BENEFITS COMBINED SINGLE LIMIT (Ea accident)	\$ 1,000	-
	ř	Ť	1337523291	8/1/2022	8/1/2023	(Ea accident) BODILY INJURY (Per person)	\$ 1,000	,000
						BODILY INJURY (Per accident)	-	
OWNED AUTOS ONLY         SCHEDULED AUTOS           X         HIRED AUTOS ONLY         NON-OWNED X						PROPERTY DAMAGE	\$	
X AUTOS ONLY X AUTOS ONLY X Comp/Coll X Ded: 5,000						(Per accident)	\$	
A UMBRELLA LIAB X OCCUR			MASILSF00008222	8/1/2022	8/1/2023	EACH OCCURRENCE	\$ 49,00	0,000
		CLAIMS-MADE				AGGREGATE	\$49,00	,
DED X RETENTION \$ 25,000						See Add'l Remarks	\$	
D WORKERS COMPENSATION AND EMPLOYERS' LIABILITY		Y	WC65437345	10/1/2022	10/1/2023	X PER OTH- STATUTE ER		
ANYPROPRIETOR/PARTNER/EXECUTIVE	/ N   N / A					E.L. EACH ACCIDENT	\$ 1,000	,000
(Mandatory in NH) If yes, describe under						E.L. DISEASE - EA EMPLOYEE	\$ 1,000	,000
DÉSCRIPTION OF OPERATIONS below						E.L. DISEASE - POLICY LIMIT		-
C Pollution Liability C Professional Liability A Hull & Mach/Prot. & Ind/Jones Act			COOG22085839018 COOG22085839018 MASIHSF00002122	8/1/2022 8/1/2022 8/1/2022	8/1/2023 8/1/2023 8/1/2023	Ea. Occ./Agg/SIR Ea. Claim/Agg/SIR Ea. Occ./Ded	\$2M/\$	55M/\$25,000 22M/\$25,000 55,000
DESCRIPTION OF OPERATIONS / LOCATIONS / VEHICLES (ACORD 101, Additional Remarks Schedule, may be attached if more space is required) Re: City of Alameda Lagoon Discharge Weir: Valve Stem & Operator Replacement, Alameda, California The City, its City Council, boards, commissions, officials, employees, agents, and volunteers are included as additional insured on General Liability (primary and non-contributory), and Automobile Liability (primary), policies per the attached endorsements, if required. Waiver of subrogation are included on General Liability, Automobile Liability and Workers' Compensation policies per attached endorsements, if required.								
CERTIFICATE HOLDER				CANCELLATIO	N			
City of Alameda ATTENTION: Jeanette Navarro			SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, NOTICE WILL BE DELIVERED IN ACCORDANCE WITH THE POLICY PROVISIONS.					
Public Works Department 950 W Mall Sq, Ste 110 Alameda, CA 94501								
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## AGENCY CUSTOMER ID: POWEENG-03

LOC #: 1

ACORD <sup>®</sup> ADDITIONAL		ARKS SCHEDULE Page _ 1 of _ 1					
AGENCY Heffernan Insurance Brokers License #056-	4249	NAMED INSURED Power Engineering Construction Co.					
POLICY NUMBER SEE PAGE 1		1501 Viking Street, Suite 200 Alameda,CA 94501					
	NAIC CODE SEE P 1						
SEE PAGE 1 ADDITIONAL REMARKS	JLL F I	EFFECTIVE DATE: SEE PAGE 1					
THIS ADD IT IONAL REMARKS FORM IS A SCHEDULE TO ACC FORM NUMBER: <u>ACORD 25</u> FORM TITLE: <u>Certificate of L</u>		rance					
Complete Umbrella Policies Information							
Policy Term: 8/1/2022 to 8/1/2023		Policy Term: 9/20/2022 to 9/20/2023					
1 <sup>st</sup> Layer Umbrella:		5 <sup>th</sup> Layer Umbrella:					
Starr Indemnity & Liability Co. (NAIC 38318)		U.S. Specialty Insurance Co. (NIAC 29599)					
Policy #MASILSF00008222		60% Policy #CXS11916.092 and					
Limit: \$4,000,000		Endurance Risk Solutions Assurance Co. (NIAC 43630 20% Policy #OMX100015250101 and					
2 <sup>nd</sup> Layer Umbrella:		Liberty Mutual Insurance Co. (NIAC 23043)					
Endurance Risk Solutions (NAIC 43630)		20% Policy #SFACC8L1002					
Policy #OMX10015029502 and		Limit: \$25,000,000 xs \$24,000,000					
Ascot Insurance Company (NAIC 23752) Policy #MAXS2110001642-03							
Limit: \$5,000,000 x \$4,000,000							
3 <sup>rd</sup> Layer Umbrella:							
Starr Indemnity & Liability Co. (NAIC 38318) Policy #MASILSF00558422							
Limit: \$5,000,000 x \$9,000,000							
4 <sup>th</sup> Layer Umbrella:							
Liberty Mutual Insurance Company (NAIC 23 Policy #SFABUABS004 and	043)						
Atlantic Specialty Insurance Co. (NAIC 27154	)						
Policy #JH73889	,						
Limit: \$10,000,000 x \$14,000,000							

Policy #1337523291

## THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

## COMMERCIAL AUTOMOBILE BROAD FORM ENDORSEMENT

This endorsement modifies insurance provided under the following:

#### BUSINESS AUTO COVERAGE FORM

With respect to coverage provided by this endorsement, the provisions of the Coverage Form apply unless modified by this endorsement.

This endorsement changes the policy effective on the inception date of the policy unless another date is indicated below.

Named Insured: POWER ENGINEERING CONSTRUCTION CO. POWER ENGINEER

Endorsement Effective Date: 8/1/2022

#### SCHEDULE

Α.	Broadened Insured Status	N.	Audio, Visual, and Data Electronic Equipment	
	Blanket Additional Insured When Required	О.	Loan/Lease Payoff Coverage	
В.	Under Written Contract	Ρ.	Airbag Coverage	
c.	Employee Hired Autos Liability Coverage	Q.	Multiple Deductible Protection – Covered Auto and Trailer	
D.	Employees as Insureds	R.	Duties in the Event of an Accident, Claim, Suit, or Loss	
E.	Coverage Extensions – Supplementary Payments	S.	Non-Owned Auto Waiver of Subrogation	
F.	Limited Fellow Employee Coverage	т.	Blanket Waiver of Subrogation When Required Under Written Contract	
G.	Limited Hired Auto – Physical Damage Coverage – Private Passenger (Includes Employee Hired Autos Physical Damage Coverage)	υ.	Coverage Territory – Short Term Hired Commercial Autos	
н.	Custom Signs and Decoration	ν.	Limited Mexico Coverage	
Ι.	Extended Towing Coverage	W.	Unintentional Failure to Disclose Hazards	
J.	Glass Breakage	Χ.	Mental Anguish Resulting From Bodily Injury	
к.	Reimbursement for Increased Temporary Transportation Expense for Private Passenger and Commercial Vehicles	Υ.	Waiver of Sovereign Immunity	
L.	Extra Expense – Stolen Vehicles	7		
М.	Personal Effects Coverage	Z.	Application of This Endorsement	

#### A. Broadened Insured Status

Paragraph A.1. Who Is An Insured under Section II – Covered Autos Liability Coverage is amended to include the following as "insureds":

1. Any subsidiary which is a legally incorporated entity of which you own a financial interest of more than 50% of the voting stock on the effective date of this Coverage Form, while using with your permission a covered "auto."

However, the insurance afforded by this provision, **A.1.**, does not apply to any subsidiary that is an insured under any other automobile liability policy, or would be an insured under such policy but for the termination of such policy or the exhaustion of such policy's limits of insurance.

2. Any organization you newly acquire or form, and over which you maintain majority interest, while using with your permission a covered "auto".

The insurance afforded by this provision, A.2.:

- **a.** Is effective on the acquisition or formation date, and is afforded only until the end of the policy period of this Coverage Form, or the next anniversary of its inception date, whichever is earlier.
- **b.** Does not apply to "bodily injury" or "property damage" resulting from an "accident" that occurred before you acquired or formed the organization.
- c. Does not include any newly acquired or formed organization that is:
  - (1) A joint venture or partnership; or
  - (2) An insured under any other automobile liability policy, or would be an insured under such policy but for the termination of such policy or the exhaustion of such policy's limits of insurance.

#### B. Blanket Additional Insured When Required Under Written Contract

- 1. Paragraph A.1. Who Is An Insured under Section II Covered Autos Liability Coverage is amended to include the following as "insureds":
  - a. Any person, organization or governmental entity with respect to the operation, maintenance, or use of a covered "auto" if you are required to add such person, organization or governmental entity to this policy as an additional "insured" in order to comply with the terms of a written contract or written agreement. This additional insured status is not conferred when such written contract or written agreement:
    - (1) Involves the owner or anyone else from whom you hire or borrow a covered "auto" unless it is a "trailer" connected to a covered "auto" you own; or
    - (2) Is executed after the date of "accident" or "loss".

Paragraph B.1.a.(2) above does not apply if:

- (a) The terms and conditions of the written contract or written agreement had been agreed upon prior to the "accident" or "loss"; and
- (b) You can definitively establish that the terms and conditions of the written contract or written agreement ultimately executed are the same as those which had been agreed upon prior to the "accident" or "loss".
- 2. Paragraph B.5.a. under Section IV Business Auto Conditions is amended by the addition of the following:

#### **Other Insurance**

Regardless of whether other insurance is maintained by an additional insured on a primary basis, the coverage provided by Provision **B**. of the Commercial Auto Broad Form Endorsement will be primary to and noncontributing with other insurance maintained by the additional insured if the written contract or written agreement between you and the additional insured specifically requires that this insurance be primary.

#### C. Employee Hired Autos Liability Coverage

Paragraph **A.1. Who Is An Insured** under **Section II – Covered Autos Liability Coverage** is amended to include the following as "insureds":

1. An "employee" of yours is an "insured" while operating an "auto" hired or rented under a written contract or written agreement in that "employee's" name, with your permission, while performing duties related to the conduct of your business.

#### D. Employees as Insureds

Paragraph A.1. Who Is An Insured under Section II – Covered Autos Liability Coverage is amended to include the following as "insureds":

1. Any "employee" of yours while using with your permission a covered "auto" you don't own, hire or borrow if such "auto" is being used in your business or your personal affairs.

#### E. Coverage Extensions – Supplementary Payments

Paragraphs A.2.a.(2) and A.2.a.(4) under Section II – Covered Autos Liability Coverage are deleted and replaced by the following:

#### Coverage

#### 2. Coverage Extensions

#### a. Supplementary Payments

We will pay for the "insured":

- (2) Up to \$5,000 for cost of bail bonds (including bonds for related traffic law violations) required because of an "accident" we cover. We do not have to furnish these bonds.
- (4) All reasonable expenses incurred by the "insured" at our request, including actual loss of earnings up to \$1,000 a day because of time off from work.

#### F. Limited Fellow Employee Coverage

Paragraph **B.5.** under **Section II – Covered Autos Liability Coverage** is amended by the addition of the following:

#### Exclusions

#### 5. Fellow Employee

However, this exclusion does not apply if:

- c. The "bodily injury" results from the use of a covered "auto" you own or hire; and
- d. You have Workers' Compensation insurance in force covering all of your "employees".

Such coverage as is afforded by provisions **F.5.c.** and **F.5.d.** above are excess over any other collectible insurance.

# G. Limited Hired Auto - Physical Damage Coverage – Private Passenger (Includes Employee Hired Autos Physical Damage Coverage)

Paragraph A.1. under Section III – Physical Damage Coverage is amended by the addition of the following: Coverage

#### 1. We will pay for "loss" to a covered "auto" or its equipment under:

#### d. Limited Hired Auto - Physical Damage - Private Passenger

If hired "autos" are covered "autos" for Covered Autos Liability Coverage, and if Physical Damage Coverage of Comprehensive or Collision is provided under this Coverage Form for any "auto" you own, then Comprehensive and Collision Physical Damage Coverages as provided under **Section III – Physical Damage Coverage** of this Coverage Part are extended to "autos" of the private passenger type you or your "employee" hires under a written contract or written agreement without a driver, at your direction, for the purpose of conducting your business, subject to the following:

- (1) The most we will pay for "loss" to any hired "auto" is the lessor of \$35,000 or the actual cash value or cost to repair or replace;
- (2) The deductible will be equal to the largest deductible applicable to any owned "auto" of the private passenger type for that coverage, or \$1,000, whichever is less;
- (3) Limited Hired Auto Physical Damage Private Passenger coverage is excess over any other collectible insurance; and
- (4) Subject to the above limit, deductible, and excess provisions we will provide coverage equal to the broadest coverage applicable to any covered "auto" you own of the private passenger type insured under this policy.

Coverage includes loss of use of that hired "auto", provided it results from an "accident" for which you are legally liable and as a result of which a monetary loss is sustained by the leasing or rental concern. The most we will pay for any one "accident" is \$20 per day subject to a maximum of \$1,000.

If a limit for Hired Auto – Physical Damage is shown in the Schedule of any other endorsement, then that limit replaces, and is not added to, the \$35,000 limit indicated above.

This extension of coverage does not apply to any "auto" you hire or borrow from any of your "employees", partners (if you are a partnership), members (if you are a limited liability company), or members of their households.

#### H. Custom Signs and Decoration

The following is added to Paragraph A.1. under Section III – Physical Damage Coverage:

In the event of a total loss to an "auto" insured for Physical Damage Coverage on this policy, in addition to the actual cash value of the "auto", we will pay the actual cost to repair or replace signage or custom paint details up to \$5,000.

#### I. Extended Towing Coverage

1. If the named insured carries Comprehensive and Collision Coverage for the damaged covered "auto", then this coverage extension, I., applies to that covered "auto".

If the damaged covered "auto" is of the private passenger type, then in addition to Comprehensive and Collision Coverage, the damaged covered "auto" must also carry Towing Coverage in order for this coverage extension, **I**., to apply.

#### 2. Paragraph A.2. under Section III – Physical Damage Coverage is deleted and replaced by the following:

#### Towing

We will pay for towing and associated labor costs each time a covered "auto" is disabled. All labor must be performed at the place of disablement. If the "auto" is of the private passenger type, there will be no deductible. If the "auto" is not a private passenger type, a \$250 deductible will apply to this coverage but it will not reduce the available limit of insurance. For all types of "autos", the most we will pay under this coverage is \$1,000 per disablement. "Autos" which are disabled do not include stolen vehicles.

#### J. Glass Breakage

If you carry Comprehensive Coverage for the damaged covered "auto", then this coverage extension applies to that covered "auto":

Paragraph **A.3.** Glass Breakage - Hitting A Bird Or Animal – Falling Objects Or Missiles under **Section III – Physical Damage Coverage** is amended by the addition of the following:

Any deductible shown in the Declarations will not apply to glass breakage if such glass is repaired, in a manner acceptable to us, rather than replaced. If the glass must be replaced and there is no other damage associated with the "loss", the deductible will be \$100 unless a lower deductible is shown on the declarations page for this coverage.

#### K. Reimbursement for Increased Temporary Transportation Expense for Private Passenger and Commercial Vehicles

1. If the Covered "Auto" has Comprehensive or Specified Causes Of Loss Physical Damage Coverage:

Paragraph A.4.a. under Section III – Physical Damage Coverage is deleted and replaced by the following:

#### Coverage Extensions

#### a. Transportation Expenses

If your covered "auto" is damaged or stolen and the damage or theft is covered by Comprehensive or Specified Causes of Loss coverage provided by this policy, we will pay up to \$50 per day subject to a maximum limit of \$1,500 for the necessary and actual temporary transportation expenses (including rental reimbursement) incurred by you during the period beginning 24 hours after the theft or damage and ending, regardless of the policy's expiration:

- (1) When the covered "auto" is returned to use or we pay for its "loss" in the event of a total theft of the covered "auto"; or
- (2) When the covered "auto" is repaired or replaced, or we pay for its "loss", whichever is earlier in the event of a "loss" due to a cause other than the total theft of the covered "auto".

Except with respect to losses pertaining to the total theft of covered "autos" of the private passenger type, this coverage does not apply while there are spare or reserve "autos" available to you.

No deductible applies to this coverage.

2. If the Covered "Auto" has Collision Physical Damage Coverage:

If your covered "auto" is damaged and the damage is covered by Collision coverage provided by this policy, we will pay up to \$50 per day subject to a maximum limit of \$1,500 for necessary and actual temporary transportation expenses (including rental reimbursement) incurred by you during the period beginning 24 hours after the "loss" and ending, regardless of the policy's expiration, when the covered "auto" is repaired or replaced, or we pay for its "loss", whichever is earlier.

This coverage does not apply while there are spare or reserve "autos" available to you.

No deductible applies to this coverage.

#### L. Extra Expense – Stolen Vehicles

Paragraph A.4.a. under Section III – Physical Damage Coverage is amended by the addition of the following:

We will pay for all reasonable and necessary expenses to return a stolen covered "auto" to the named insured if such covered "auto" carries Comprehensive coverage.

#### M. Personal Effects Coverage

Paragraph **A. Coverage** under **Section III – Physical Damage Coverage** is amended to include the following coverage:

#### 1. Personal Effects Coverage

- **a.** We will pay for "loss" to personal property or effects which are owned by an insured and in or on your covered "auto" at the time of "loss" in the event of a total theft of that covered "auto".
- b. Subject to Paragraph C. Limit Of Insurance under Section III Physical Damage Coverage, we will pay up to \$500 for "loss" of personal property or effects in any one "accident" involving total theft of a covered "auto".

This insurance will not apply if, at the time of "loss", the covered "auto" is unattended, unless the "loss" is the result of forced entry into the covered "auto" while all doors, windows or other openings are closed and locked and there is evidence of forced entry.

Under this coverage, we will not pay for "loss" to the following: accounts, bills, currency, deeds, evidences of debt, money, notes or securities; electronic equipment or tapes, records, discs or other similar audio, visual or data electronic devices designed for use with audio, visual or data electronic equipment; jewelry, watches, necklaces, bracelets, gems, gold, platinum, silver, furs; animals, birds, or fish or any motorized vehicle.

This coverage will be excess over any other collectable insurance. No deductible applies to this coverage.

#### N. Audio, Visual, and Data Electronic Equipment

The sub-limit in Paragraph **C.1.b.** of the Limit of Insurance Provision of **Section III – Physical Damage Coverage** is increased to \$1,500.

#### O. Loan/Lease Payoff Coverage

Paragraph **C. Limit of Insurance** of **Section III – Physical Damage Coverage** is amended by the addition of the following:

In the event of a total "loss" to a covered "auto" shown in the schedule or declarations for which Collision and Comprehensive Coverage apply, we will pay any unpaid amount due on the lease or loan for that covered "auto," less:

- 1. The amount paid under the Physical Damage Coverage Section of the policy; and
- 2. Any:
  - a. Overdue lease/loan payments at the time of the "loss";
  - **b.** Financial penalties imposed under a lease for excessive use, abnormal wear and tear or high mileage;
  - c. Security deposits not returned by the lessor;
  - **d.** Costs for extended warranties, Credit Life Insurance, Health, Accident or Disability Insurance purchased with the loan or lease; and
  - e. Carry-over balances from previous loans or leases.

This coverage is limited to a maximum of \$1,500 for each covered "auto".

#### P. Airbag Coverage

- 1. If the Named Insured carries Comprehensive and Collision Coverage for the damaged covered "auto", then this coverage extension, P., applies to that covered "auto".
- 2. Paragraph B.3.a. under Section III Physical Damage Coverage is amended by the addition of the following:

The accidental discharge of an airbag shall not be considered mechanical or electrical breakdown and therefore shall not be excluded. This provision does not apply to "autos" you hire with a driver and it is excess over any warranty specifically designed to provide this coverage.

#### Q. Multiple Deductible Protection – Covered Auto and Trailer

- 1. If you carry Comprehensive and Collision coverages for the damaged covered "autos", then this coverage extension, **Q**., applies to those covered "autos".
- 2. Paragraph D. Deductible under Section III Physical Damage Coverage is amended by the addition of the following:

Whenever a covered "auto" and "trailer" are each damaged in the same "loss" while operating as a combined truck and "trailer" unit, only one deductible shall apply to the "accident". The larger of the two deductibles shall apply.

If another policy or coverage form issued by us, that is not an automobile policy or coverage form, applies to the same "loss" or "accident", the following applies:

- a. If the deductible under this Business Auto Coverage Form is not the largest deductible, it will be waived.
- **b.** If the deductible under this Business Auto Coverage Form is the largest deductible, it will be reduced by the amount of the smaller (or smallest) deductible.

#### R. Duties in the Event of an Accident, Claim, Suit, or Loss

- 1. Paragraph A.2.a. under Section IV Business Auto Conditions is amended so that your obligations relative to notification requirements apply only when the "accident" or "loss" is known to:
  - a. You, if your are an individual;
  - **b.** A partner, if you are a partnership;
  - c. A member, if you are a joint venture;
  - **d.** An executive officer, insurance manager or any other person designated by you to send notices of "accidents" or "loss" to insurers, if you are a corporation; or
  - **e.** A member, if you are a limited liability company.
- 2. Paragraph A.2.b.(2) under Section IV Business Auto Conditions is amended so that your obligations relative to providing us with documents concerning a claim or "suit" will not be considered breached unless the breach occurs after such claim or "suit" is known to:
  - **a.** You, if your are an individual;
  - **b.** A partner, if you are a partnership;
  - c. A member, if you are a joint venture;

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- **d.** An executive officer, insurance manager or any other person designated by you to send notices of "accidents" or "loss" to insurers, if you are a corporation; or
- e. A member, if you are a limited liability company.

#### S. Non-Owned Auto Waiver of Subrogation

Paragraph **A.5.** under **Section IV – Business Auto Conditions** is amended by the addition of the following: **Loss Conditions** 

### 5. Transfer Of Rights Of Recovery Against Others To Us

We hereby waive any right of subrogation against any of your officers, directors, or "employees" which might arise by reason of any payment under the insurance afforded by this policy for the operation, maintenance, use, loading, or unloading of non-owned "autos".

This waiver extends only to payments in excess of other valid and collectible insurance available to the officer, director, or "employee".

#### T. Blanket Waiver of Subrogation When Required Under Written Contract

Paragraph **A.5.** under **Section IV – Business Auto Conditions** is amended by the addition of the following: **Loss Conditions** 

#### 5. Transfer Of Rights Of Recovery Against Others To Us

However, we waive any right of recovery we may have against a person, organization or governmental entity when you have waived such right of recovery under a written contract or written agreement provided such written contract or agreement is:

- a. Currently in effect or becoming effective during the term of this policy; and
- b. Executed prior to the "accident" or "loss"; or
- c. Executed after the "accident" or "loss" if:
  - (1) The terms and conditions of the written contract or written agreement had been agreed upon prior to the "accident" or "loss"; and
  - (2) You can definitively establish that the terms and conditions of the written contract or written agreement ultimately executed are the same as those which had been agreed upon prior to the "accident" or "loss".

#### U. Coverage Territory - Short Term Hired Commercial "Autos"

Paragraph **B.7.b.(5)** under **Section IV – Business Auto Conditions** is deleted and replaced by the following: **General Conditions** 

### 7. Policy Period, Coverage Territory

**b.** Within the Coverage territory

The coverage territory is:

(5) Anywhere in the world if a covered "auto" of the private passenger type, commercial van, pick-up, or truck type is leased, hired, rented or borrowed for a period of 30 days or less,

provided that the "insured's" responsibility to pay damages is determined in a "suit" on the merits, in the United States of America, the territories and possessions of the United States of America, Puerto Rico or Canada, or in a settlement we agree to.

We also cover "loss" to, or "accidents" involving, a covered "auto" while being transported between any of these places.

#### V. Limited Mexico Coverage

#### WARNING

AUTO ACCIDENTS IN MEXICO ARE SUBJECT TO THE LAWS OF MEXICO ONLY - **NOT** THE LAWS OF THE UNITED STATES OF AMERICA. THE REPUBLIC OF MEXICO CONSIDERS ANY AUTO ACCIDENT A **CRIMINAL OFFENSE** AS WELL AS A CIVIL MATTER.

IN SOME CASES THE COVERAGE PROVIDED UNDER **THIS ENDORSEMENT MAY NOT BE RECOGNIZED BY THE MEXICAN AUTHORITIES** AND WE MAY NOT BE ALLOWED TO IMPLEMENT THIS COVERAGE AT ALL IN MEXICO. YOU SHOULD CONSIDER PURCHASING AUTO COVERAGE FROM A LICENSED MEXICAN INSURANCE COMPANY BEFORE DRIVING INTO MEXICO.

THIS ENDORSEMENT DOES **NOT** APPLY TO ACCIDENTS OR LOSSES WHICH OCCUR OUTSIDE OF 25 MILES FROM THE BOUNDARY OF THE UNITED STATES OF AMERICA.

 Paragraph B.7. under Section IV – Business Auto Conditions is amended by the addition of the following:

#### **Policy Period, Coverage Territory**

The coverage territory is extended to include Mexico but only for:

- a. "Accidents" or "losses" occurring within 25 miles of the United States border; and
- **b.** Trips into Mexico of 10 days or less.
- 2. For purposes of this Provision, V., Paragraph B.5. under Section IV Business Auto Conditions is deleted and replaced by the following;

#### **Other Insurance**

The insurance provided by this Provision, V., will be excess over any other collectible insurance.

3. Paragraph A. Coverage under Section III – Physical Damage Coverage is amended by the addition of the following:

If a "loss" to a covered "auto" occurs in Mexico, we will pay for such "loss" in the United States. If the covered "auto" must be repaired in Mexico in order to be driven, we will not pay more than the actual cash value of such "loss" at the nearest United States point where the repairs can be made.

#### 4. Additional Exclusions

The following exclusions are added:

This insurance does not apply:

- **a.** If the covered "auto" is not principally garaged and principally used in the United States.
- **b.** To any "insured" who is not a resident of the United States.

#### W. Unintentional Failure to Disclose Hazards

Paragraph **B. General Conditions** under **Section IV – Business Auto Conditions** is amended by the addition of the following:

If you unintentionally fail to disclose any hazards existing on the effective date of this policy, we will not deny coverage under this Coverage Form because of such failure. However, this provision does not affect our right to collect additional premium due to us as a result of these undisclosed hazards in accordance with our filed rating plans.

#### X. Mental Anguish Resulting From Bodily Injury

The definition of "bodily injury" under Section V – Definitions is deleted and replaced by the following:

"Bodily Injury" means physical injury, physical sickness or physical disease sustained by any person, including "mental anguish" or death resulting from any of these. It does not include mental anguish to any person which occurs in the absence of physical injury, physical sickness or physical disease to that person.

For the purpose of this provision, "mental anguish" shall mean any type of mental or emotional illness or distress.

#### Y. Waiver of Sovereign Immunity

The following provision applies if you are a "governmental entity" or we have added a "governmental entity" to your policy as an additional insured, and the "governmental entity" requires us to obtain permission prior to asserting a defense involving governmental immunity or the jurisdiction of the tribunal over the "governmental entity":

1. We shall not raise any defense involving, in any way, the jurisdiction of the tribunal over the "governmental entity", the immunity of the "governmental entity" or its commissioners, officers, agents or employees, the governmental nature of such entity, or the provisions of any statutes respecting suits against the "governmental entity" without first obtaining express advance permission from the designated representative of the "governmental entity".

Application of this provision shall not subject us to liability for any portion of a claim or judgment in excess of the applicable limit of insurance.

For the purposes of this provision, "governmental entity" means a state, county, district, municipality, town, township, borough, parish, village, or other political subdivision or governmental agency or subdivision.

#### Z. Application of This Endorsement

The enhancements provided by this endorsement apply to the Business Auto Coverage Form. If your policy includes other endorsements in addition to this Commercial Automobile Broad Form Endorsement, and there is a conflict between any of the terms of such endorsement(s) and this Commercial Automobile Broad Form Endorsement, the terms of the other endorsement(s) shall be given priority and control over the terms set forth in this Commercial Automobile Broad Form Endorsement(s) have the effect of limiting, excluding or reducing the coverage provided under this Commercial Automobile Broad Form Endorsement.

ENDORSEMENT NO.:<u>8</u>EFFECTIVE: 12:01 A.M., <u>AUGUST 1, 2022</u>ATTACHED TO AND FORMING PART OF POLICY NO.: <u>MASILSF00008122</u>OF THE:<u>STARR INDEMNITY & LIABILITY COMPANY</u>.ISSUED TO:<u>POWER ENGINEERING CONSTRUCTION COMPANY, ET AL</u>

#### BLANKET ADDITIONAL ASSURED AND WAIVER OF SUBROGATION ENDORSEMENT

It is agreed that the Company waives its right of subrogation against any person or organizations to whom the Named Assured is obligated by written contract to provide such waiver, but only to the extent of such obligation and only with respect to operations by or on behalf of the Named Assured or to the facilities of or used by the Named Assured.

It is further agreed that to the extent that the Named Assured is obligated by written contract to name any person or organization as additional assureds hereunder, the Company agrees that such persons or organizations shall be considered as Additional Assureds but only with respect to operations performed by or on behalf of the Named Assured or to the facilities of or used by the Named Assured.

ALL OTHER TERMS, CONDITIONS, LIMITATIONS AND EXCLUSIONS REMAIN UNCHANGED.

 ENDORSEMENT NO.: 9
 EFFECTIVE: 12:01 A.M., AUGUST 1, 2022

 ATTACHED TO AND FORMING PART OF POLICY NO.: MASILSF00008122

 OF THE: STARR INDEMNITY & LIABILITY COMPANY.

 ISSUED TO: POWER ENGINEERING CONSTRUCTION COMPANY, ET AL

### PRIMARY AND NON-CONTRIBUTORY INSURANCE

It is understood and agreed that, when required by a written contract, this policy shall be the principal coverage as respects the liabilities of the Named Assured and any other insurance carried by an Additional Assured shall not be contributory as respects the liabilities of the Named Assured, nor shall the Additional Assured be responsible for any premium hereunder.

ALL OTHER TERMS, CONDITIONS, LIMITATIONS AND EXCLUSIONS REMAIN UNCHANGED.

### BLANKET WAIVER OF OUR RIGHT TO RECOVER FROM OTHERS ENDORSEMENT

This endorsement changes the policy to which it is attached effective on the inception date of the policy unless a different date is indicated below.

(The following "attaching clause" need be completed only when this endorsement is issued subsequent to preparation of the policy).

This endorsement, effective 12:01 AM 10/01/2022 forms a part of Policy No. WC 065-43-7345

Issued to POWER ENGINEERING CONSTRUCTION CO.

#### By THE INSURANCE COMPANY OF THE STATE OF PENNSYLVANIA

We have a right to recover our payments from anyone liable for an injury covered by this policy. We will not enforce our right against any person or organization with whom you have a written contract that requires you to obtain this agreement from us, as regards any work you perform for such person or organization.

The additional premium for this endorsement shall be 2.00 % of the total estimated workers compensation premium for this policy.

WC 04 03 61 (Ed. 11/90)

**Authorized Representative**