

CONTRACT *MA-299-22010266*
FOR
DESIGN PHASE SERVICES

This Contract, made and entered into this by and between the County of Orange , hereinafter designated the "County" and ***SUKUT CONSTRUCTION, LLC*** with a place of business at ***4010 West Chandler Ave., Santa Ana, CA 92704***, hereinafter designated the "Construction Manager" or "CM," with County and CM sometimes individually referred to as "Party", or collectively referred to as "Parties".

CONTRACT

NOW THEREFORE, in consideration of the mutual covenants and considerations hereinafter contained, it is agreed by and between the County and the CM as follows:

ARTICLE 1 – TERMS AND DEFINITIONS

1. "Addenda" means written or graphic instruments issued prior to the submittal of the GMP (hereinafter defined) Proposal(s), which clarify, correct or change the GMP Proposal(s) requirements.
2. "Allowance" means an estimated dollar amount determined jointly by the County and the CM that is included in the Contract for the purpose of encumbering funds to cover the cost of items which have not been specified explicitly in the Contract. Allowance items may not be completely defined when the Contract is executed, but may be necessary to complete the project. Contract allowances are controlled by the County.
3. "Alternate Systems Evaluations" means alternatives for design, means and methods or other scope considerations that are evaluated using value engineering principles and have the potential to reduce construction costs while still delivering a quality and functional Project that meets County requirements.
4. "Amendment" means a written instrument issued after execution of the Contract Documents signed by the County and CM, stating their Contract upon all of the following: the addition, deletion or revision in the scope of services or Deliverables; the amount of the adjustment to the Contract Amount; the extent of the adjustment to the Contract Time; or modifications of other Contract terms.
5. "Construction Contract Time(s)" means the number of days or the dates related to the construction phase that as stated in Construction Documents applies to achievement of Substantial Completion of the Work.
6. "Construction Documents" means plans, specifications and estimates prepared by the Design Professional after correcting for permit review requirements, provided pursuant to 2.7.5 and utilized for the Guaranteed Maximum Price Proposal.
7. "Construction Fee" means the CM's General Administrative & Overhead Fee (administrative costs, home office overhead and additional indirect costs) and Project, whether at the CM's principal or branch offices. The CM's Project Manager, Project Engineer, Superintendent and Safety Officer shall be included as indirect project costs with the appropriate utilization rates. All other indirect labor shall be included in the general administration and overhead portion of the construction fee.

**County of Orange, OC Public Works
Sukut Construction, LLC****Attachment A
MA-299-22010266**

8. "Construction Manager (CM)" means the firm, corporation, or other approved legal entity with whom the County has entered into this Contract to provide services as detailed in this Contract.
9. "Contingency (CM's)" means a fund to cover cost growth during the Project used at the discretion of the CM usually for costs that result from Project circumstances. The amount of the CM's Contingency will be negotiated as a separate line item in each GMP package. Use and management of the CM's Contingency during the construction phase is described in Section 2.7.
10. "Contingency (County's)" means a fund to cover cost growth during the Project used at the discretion of the County usually for costs that result from County directed changes or unforeseen site conditions. The amount of the County's Contingency will be set by the County and will be in addition to the project costs included in the CM's GMP packages. Use and management of the County's Contingency during the construction phase is described in Section 2.7.
11. "Contract" means the written document signed by the County and CM covering the design phase of the Project, and including other documents itemized and referenced in or attached to and made part of this Contract, including the below referenced General Conditions.
12. "Contract Amount" means the cost for Design Phase Services for this Contract as identified in Article 4.
13. "Contract Documents" means the following items and documents in descending order of precedence executed by the County and the CM: (i) all written modifications, amendments; (ii) this Contract, including all exhibits and attachments; and (iii) Construction Documents.
14. "Cost of the Work" means direct construction phase costs necessarily incurred by the CM in the proper performance of the Work. The Cost of the Work shall include direct labor costs, subcontract costs, costs of materials and equipment incorporated in the completed construction, costs of other materials and equipment, temporary facilities, building permit fees (if not paid for by County), materials testing, and related items. The Cost of the Work shall not include the CM's Construction Fee, General Conditions Cost, or taxes.
15. "County" means the County of Orange, a political subdivision of the State of California, and its representatives, alternate designation, COUNTY.
16. "Critical Path Schedule" means the sequence of activities from the start of the Work to the Substantial Completion of the Project. Any delay in the completion of these activities will extend the Substantial Completion date.
17. "Day" means calendar day unless otherwise specifically noted in the Contract Documents.
18. "Design Contingency (CM's)" means a fund to cover additional costs associated with an increased level of effort to accomplish the scope of work usually for costs that results from Project circumstances. The amount of the CM's Contingency is described in Article 4. Use and management of the CM's Contingency is at the CM's discretion with County approval.
19. "Design Contingency (COUNTY's)" means a fund to cover cost growth during the Project used at the discretion of the County usually for costs that result from County directed changes or unforeseen site conditions. The amount of the County's Contingency is described in Article 4.

**County of Orange, OC Public Works
Sukut Construction, LLC****Attachment A
MA-299-22010266**

20. "Design Phase (Services)" means the work products prepared by the CM in performing the Scope of Work, attached hereto and as described in this Contract.
21. "Design Professional" means the qualified, licensed person, firm, corporation or in-house force who furnishes design, construction support, and/or construction administration services required for the Project.
22. "Float" means the number of Days by which an activity can be delayed without lengthening the Critical Path and extending the Substantial Completion date.
23. "General Conditions" means those costs defined as General Conditions in the Construction Contract and its General Conditions as attached hereto.
24. "Guaranteed Maximum Price (GMP)" means the sum of the maximum Cost of the Work including the CM's Construction Fee, General Conditions Costs, sales tax, and CM's Contingency.
25. "Guaranteed Maximum Price (GMP) Proposal" means the offer or proposal of the CM submitted on the prescribed form setting forth the GMP prices for the entire Work or portions of the Work to be performed during the construction phase. The GMP Proposal(s) are to be developed pursuant to Article 2 of this Contract.
26. "Laws and Regulations; Laws or Regulations" means any and all applicable laws, rules, regulations, ordinances, codes and orders of any and all governmental bodies, agencies, authorities and courts having jurisdiction.
27. "Notice to Proceed (NTP)" means a written notice given by County to the CM fixing the date on which the CM will start to perform the CM's obligations under this Contract.
28. "Payment Request" means the form that is accepted by the County and used by the CM in requesting progress payments or final payment and which will include such supporting documentation as is required by the Contract Documents and or the County.
29. "Plans" means documents which visually represent the scope, extent and character of the Work to be furnished and performed by the CM during the construction phase and which have been prepared or approved by the Design Professional and the County. Includes Drawings that have reached a sufficient stage of completion and released by the Design Professional solely for the purposes of review and/or use in performing constructability or biddability reviews and in preparing cost estimates (e.g. conceptual design, Drawings, preliminary design Drawings, detailed design Drawings at 35%, 65%, 95% or 100% or schematic, design development, construction documents). Shop Drawings are not Drawings as so defined.
30. "Project" means the works to be completed in the execution of this Contract as described in the Recital above and in the Scope of Work attached.
31. "Project Administrator" means a County representative during the term of this Contract with the authority to administer this Contract and monitor the CM's compliance with all terms and conditions stated herein. All requests for information from or decisions by the County on any aspect of the Work or Deliverables will be directed to the Project Administrator.

**County of Orange, OC Public Works
Sukut Construction, LLC****Attachment A
MA-299-22010266**

32. "Project Engineer" shall mean design engineer or designer who is responsible charge of preparing the engineering plans, estimate, and specifications.
33. "Project Manager" means a COUNTY appointed personnel to act as liaison between the COUNTY and the contractor, and to carry out the administration of this contract. The COUNTY's project manager shall coordinate the activities of the COUNTY's staff assigned to work with the CM. The COUNTY's Project Manager shall have the right to require the removal and replacement of the CM project manager and key personnel. The Project Manager shall notify the CM in writing of such action. The CM shall accomplish the removal within 7 calendar days after written notice by the Project Manager. The Project Manager shall review and approve the appointment of the replacement for the CM's project manager and key personnel. Said approval shall not be unreasonably withheld. The Project Manager shall have the authority to administer the rights and responsibilities of COUNTY so long as the Project Manger's actions do not affect the legal rights and obligations of COUNTY.
34. "Project Team" means design phase services team consisting of the Design Professional, CM, County Project Administrator, and other stakeholders who are responsible for making decisions regarding the Project.
35. "Schedule of Values (SOV)" means the detailed breakdown by discipline or unit prices and costs as defined for the project in the Schedule of Values in the Construction Contract and its General Conditions as attached hereto.
36. "Shop Drawings" means all drawings, diagrams, schedules and other data specifically prepared for the Work by the CM or a Subcontractor, Sub-subcontractor, manufacturer, supplier or distributor to illustrate some portion of the Work.
37. "Site" means the land or premises on which the Project is located.
38. "Specifications" means to include, but is not limited to, the part(s) of the Contract Documents for the construction phase consisting of written technical descriptions of materials, equipment, construction systems, standards and workmanship as applied to the Work and certain administrative details applicable thereto.
39. "Subconsultant" means a person, firm or corporation having a Contract with the CM to furnish services required as its independent professional associate or consultant with respect to the Project.
40. "Subcontractor" means an individual or firm having a direct Contract with the CM or any other individual or firm having a Contract with the aforesaid Contractors at any tier, who undertakes to perform a part of the design phase services or construction phase Work at the site for which the CM is responsible. Subcontractors will be selected through the Subcontractor bid process described in paragraph 2.8 of this Contract.
41. "Supplier" means a manufacturer, fabricator, supplier, distributor, materialman or vendor having a direct Contract with CM or with any Sub-contractor to furnish materials or equipment to be incorporated in the construction phase Work by CM or any Sub-contractor. Major Suppliers will be selected through the Supplier bid process described in paragraph 2.8 of this Contract.
42. "Updated schedule" means a current schedule developed from the baseline or subsequent schedule through regular monthly review to incorporate as-built progress and any planned changes.

**County of Orange, OC Public Works
Sukut Construction, LLC**

**Attachment A
MA-299-22010266**

43. “Value Engineering” means alternatives for design, means and methods or other scope considerations that are evaluated using value engineering principles and have the potential to reduce construction costs while still delivering a quality and functional Project that meets COUNTY requirements.
44. “Work” means the entire completed construction or the various separately identifiable parts thereof, required to be furnished during the construction phase. Work includes and is the result of performing or furnishing labor and furnishing and incorporating materials, resources and equipment into the construction, and performing or furnishing services and documents as required by the Contract Documents for the construction phase.

ARTICLE 2 – BASIC DESIGN PHASE SERVICES

2.1 GENERAL

- 2.1.1 The CM, to further the interests of the County, will perform the services required by, and in accordance with this Contract, to the satisfaction of the County Engineer, exercising the degree of care, skill and judgment a professional construction manager performing similar services in Orange County, California would exercise at such time, under similar conditions. The CM will, at all times, perform the required services consistent with sound and generally accepted construction management and construction contracting practice. The services being provided under this Contract will not alter any real property owned by the County. The CM will provide these services as applicable from the Design Phase through the end of the project design and GMP process.
- 2.1.2 Program Evaluation: If requested, as a participating member of the Project Team, the CM will provide to the County and Design Professional a written evaluation of the County’s Project and Project Budget, each in terms of the other, with recommendations as to the appropriateness of each.
- 2.1.3 Project Meetings: The CM will attend Project Team meetings which may include, but are not limited to, regular Project management meetings, Project workshops, special Project meetings, construction document rolling reviews and partnering sessions.
- 2.1.4 The CM will provide design phase services, described herein, in a proactive manner and consistent with the intent of the most current Drawings and Specifications. The CM will promptly notify the County in writing whenever the CM determines that any Drawings or Specifications should be revised for the Project and/or cause changes in the scope of Work requiring an adjustment in the cost estimate, Project Schedule, GMP Proposals and/or in the Contract Time for the Work, to the extent such are established.
- 2.1.5 The CM, when requested by the County, will attend, make presentations and participate as may be appropriate in public agency and or community meetings, germane to the Project. The CM will provide drawings, schedule diagrams, budget charts and other materials describing the Project, when their use is required or apropos in any such public agency meetings.

2.2 PROJECT MANAGEMENT PLAN

2.2.1 If requested by the County, the CM will prepare and/or maintain a Project Management Plan (CMP), which may include the CM's professional opinions concerning: (a) Project milestone dates and the Project Schedule, including the broad sequencing of the design and construction of the Project, (b) investigations, if any, to be undertaken to ascertain subsurface conditions and physical conditions of existing surface and subsurface facilities and underground utilities, (c) alternate strategies for fast-tracking and/or phasing the construction, (d) the number of separate subcontracts to be awarded to Subcontractors and Suppliers for the Project construction, (e) permitting strategy, (f) safety and training programs, (g) construction quality control, (h) a commissioning program, (i) the cost estimate and basis of the project, (j) a matrix summarizing each Project Team member's responsibilities and roles, (k) a utility relocation strategy, (l) construction staffing requirements, right of way, temporary construction easement (TCE), right of entry, encroachment permit strategies and requirements, and (m) reduction to environmental resources and environmental regulatory permit acquisition strategies.

2.2.2 The CM shall add detail to its previous version of the CMP as new information becomes available to keep it current throughout the design phase, so that the CMP is ready for implementation at the start of the construction phase. The update/revisions shall take into account (a) revisions in Drawings and Specifications; (b) the results of any additional investigatory reports of subsurface conditions, drawings of physical conditions of existing surface and subsurface facilities and documents depicting underground utilities placement and physical condition, whether obtained by the County, Design Professional or the CM, (c) unresolved permitting issues, and significant issues, if any, pertaining to the acquisition of land and right of way, (d) the fast-tracking if any of the construction, or other chosen construction delivery methods, (e) the requisite number of separate bidding documents to be advertised for solicitation of subcontractors and materials suppliers, (f) the status of the procurement of long-lead time equipment (if any) and/or materials, and (g) funding issues identified by the County.

2.3 PROJECT SCHEDULE

2.3.1 The fundamental purpose of the "Project Schedule" is to identify, coordinate and record the tasks and activities to be performed by all of the Project Team members and then for the Project Team to utilize that Deliverable as a basis for managing and monitoring all member's compliance with the schedule requirements of the Project. The CM is responsible for developing, maintaining and monitoring compliance with the "Project Schedule: on behalf of and to be used by the Project Team based on input from the other Project Team members. The Project Schedule will be consistent with the most recent revised/updated PMP. The Project Schedule will use the Critical Path Method (CPM) technique, unless required otherwise, in writing by the County. The CM will use scheduling software to develop the Construction Schedule that is acceptable to the County. The Construction Schedule shall be presented in graphical and tabular reports as agreed upon by the Project Team. If Construction phasing as described below is required, the Construction Schedule will indicate milestone dates for the phases once determined.

2.3.2 The Construction Schedule shall include a CPM diagram schedule that shall show the sequence of activities, the interdependence of each activity and indicate the Critical Path.

**County of Orange, OC Public Works
Sukut Construction, LLC**

- 2.3.2.1 The CPM diagram schedule shall be in Days and indicate duration, earliest and latest start and finish dates for all activities, and total Float times for all activities except critical activities. The CMP diagram shall be presented in a time scaled graphical format for the Project as a whole.
- 2.3.2.2 The CPM diagram schedule shall indicate all relationships between activities.
- 2.3.2.3 The activities making up the schedule shall be sufficient detail to assure that adequate planning has been done for proper execution of the Work and such that it provides an appropriate basis for monitoring and evaluating the progress of the Work.
- 2.3.2.4 The CPM diagram schedule shall be based upon activities, which would coincide with the schedule of values.
- 2.3.2.5 The CPM diagram schedule shall show all submittals associated with each work activity and the review time for each submittal.
- 2.3.2.6 The schedule shall show milestones, including milestones for County-furnished information, and shall include activities for County-furnished equipment when those activities are interrelated with the CM activities.
- 2.3.3 The Construction Schedule shall consider the County's and the tenants' occupancy requirements showing portions of the Project having occupancy priority, and Contract Time, if applicable.
- 2.3.4 Float time shall be as prescribed below:
- 2.3.4.1 The total Float within the overall schedule, is for the exclusive use of the County, and is a resource available to the County as needed to meet Contract milestones and the Project completion date.
- 2.3.4.2 Omitted
- 2.3.4.3 Since Float time within the schedule is solely County owned, it is acknowledged that County-caused delays on the Project may be offset by County-caused time savings (i.e., Critical Path submittals returned in less time than allowed by the Contract, approval of substitution requests and credit changes which result in savings of time to the CM, etc.). In such an event, the CM shall not be entitled to receive a time extension or delay damages until all County-caused time savings are exceeded, and the Substantial Completion date is also exceeded.
- 2.3.5 The Construction Schedule will be updated and maintained by the CM throughout the design phase such that it will not require major changes at the start of the construction phase to incorporate the CM's plan for the performance of the construction phase Work. The CM will provide updates and/or revisions to the Project Schedule for use by the Project Team, whenever required, but no less often than at the monthly Project Team meetings. The CM will include with such submittals a narrative describing its analysis of the progress achieved to-date vs. that planned, any concerns regarding delays or potential delays, and any recommendations regarding mitigating actions.

**County of Orange, OC Public Works
Sukut Construction, LLC****Attachment A
MA-299-22010266**

2.3.6 Construction Phasing: If phased construction is deemed appropriate and the County and Design Professional approve, the CM will review the design and make recommendations regarding the phased issuance of Construction Documents to facilitate phased construction of the Work, with the objective of reducing the Project Schedule and/or Cost of the Work. The CM will take into consideration such factors as natural and practical lines of work severability, sequencing effectiveness, access and availability constraints, total time for completion, construction market conditions, labor and materials availability, and any other factors pertinent to saving time and cost.

2.4 DESIGN DOCUMENT REVIEWS

2.4.1 The CM will evaluate periodically the availability of labor, materials/equipment, building systems, cost-sensitive aspects of the design; and other factors that may impact the cost estimate, GMP Proposals and/or the Construction Schedule.

2.4.2 The CM will recommend, in conjunction with the Project Team, those additional surface and subsurface investigations that, in its professional opinion, are required to provide the necessary information for the CM to construct the Project. Before initiating construction operations, the CM may request additional investigations in their GMP Proposal to improve the adequacy and completeness of the site condition information and data made available with the Construction Documents.

2.4.3 The CM will meet with the Project Team as required to review designs during their development. The CM will familiarize itself with the evolving documents through the various design phases. The CM will proactively advise the Project Team and make recommendations on factors related to construction costs, and concerns pertaining to the feasibility and practicality of any proposed means and methods, selected materials, equipment and building systems, and, labor and material availability. The CM will furthermore advise the Project Team on proposed site improvements, excavation and foundation considerations, as well as, concerns that exist with respect to coordination of the Drawings and Specifications. The CM will recommend cost effective alternatives.

2.4.4 The CM will routinely conduct constructability and bidability reviews of the Construction Documents as necessary to satisfy the needs of the Project Team. The reviews will attempt to identify all discrepancies and inconsistencies in the Construction Documents especially those related to clarity, consistency, and coordination of Work for Subcontractors and Suppliers.

2.4.4.1 Constructability Reviews: The CM will evaluate whether (a) the Drawings and Specifications are configured to enable efficient construction, (b) design elements are standardized, (c) construction efficiency is properly considered in the Drawings and Specifications, (d) module/preassembly design are prepared to facilitate fabrication, transport and installation, (e) the design promotes accessibility of personnel, material and equipment and facilitates construction under adverse weather conditions, (f) sequences of Work required by or inferable from the Drawings and Specifications are practicable, and (g) the design has taken into consideration, efficiency issues concerning; access and entrance to the site, laydown and storage of materials, staging of site facilities, construction parking, and other similar pertinent issues. The CM shall identify, to the greatest extent practicable, discrepancies and inconsistencies in the Construction Documents.

**County of Orange, OC Public Works
Sukut Construction, LLC**

- 2.4.4.2 Bidability Reviews: The CM will check cross-references and complementary Drawings and sections within the Specifications, and in general evaluate whether (a) the Drawings and Specifications are sufficiently clear and detailed to minimize ambiguity and to reduce scope interpretation discrepancies, (b) named materials and equipment are commercially available and are performing well or otherwise, in similar installations, (c) Specifications include alternatives in the event a requirement cannot be met in the field, and (d) in its professional opinion, the Project is likely to be subject to differing site conditions. The CM shall identify, to the greatest extent practicable, discrepancies and inconsistencies in the Construction Documents.
- 2.4.4.3 The results of the reviews will be provided to the County in formal, written reports clearly identifying all discovered discrepancies and inconsistencies in the Drawings and Specifications with notations and recommendations made on the Drawings, Specifications and other documents. The written reports will be provided whenever required, but not less often than at the Project Milestones. If requested by the County, the CM will meet with the County and Design Professional to discuss any findings and review reports.
- 2.4.4.4 The CM's reviews will be from a Contractor's perspective, and though it will serve to reduce the number of Requests for Information (RFIs) and changes during the construction phase, responsibility for the Drawings and Specifications will remain with the Design Professional and not the CM.
- 2.4.5 Notification of Variance or Deficiency: It is the CM's responsibility to assist the Design Professional in ascertaining that, in the CM's professional opinion, the Construction Documents are in accordance with applicable laws, statutes, ordinances, building codes, rules and regulations. If the CM recognizes that portions of the Construction Documents are at variance with applicable laws, statutes, ordinances, building codes, rules and regulations, it will promptly notify the Design Professional and County in writing, describing the apparent variance or deficiency. However, the Design Professional is ultimately responsible for the compliance with those laws, statutes, ordinances, building codes, rules and regulations.
- 2.4.6 Value Engineering Evaluations: The Project Team will routinely identify and evaluate using value engineering principles any alternate systems, approaches, design changes that have the potential to reduce Project costs while still delivering a quality and functional product. If the Project Team agrees, the CM in cooperation with the Design Professional will perform a cost/benefit analysis of the alternatives and submit such in writing to the Project Team. The Project Team will decide which alternatives will be incorporated into the Project. The Design Professional will have full responsibility for the incorporation of the alternatives into the Drawings and Specifications. The CM will include the cost of the alternatives into the cost estimate and any GMP Proposals.

2.5 COST ESTIMATES

- 2.5.1 Unless otherwise agreed by both Parties, within 14 calendar days after receipt of the documents for the various phases of design, the CM shall provide a detailed cost estimate and a written review of the documents. The Design Professional and CM shall reconcile any discrepancies on the estimate to arrive at a GMP. If no consensus is reached, the County will make the final determination.

**County of Orange, OC Public Works
Sukut Construction, LLC**

- 2.5.2 If any estimate submitted to the County exceeds previously accepted estimates or the County's Project budget, the CM shall make appropriate recommendations on methods and materials to the County and Design Professional that he believes will bring the project back into the Project budget.
- 2.5.3 In between these milestone estimates, the CM shall periodically provide a tracking report which identifies the upward or downward movements of costs due to value engineering or scope changes. It shall be the responsibility of the CM to keep the County and Design Professional informed as to the major trend changes in costs relative to the County's budget.
- 2.5.4 If requested by the County, the CM shall prepare a preliminary "cash flow" projection based upon historical records of similar type projects to assist the County in the financing process.
- 2.6 If this Contract is funded in whole or in part by the Federal Government, CM agrees to comply with the Federal labor standards provisions set forth in the Special Provisions. If the Federal prevailing wage determinations differ from the State's, CM shall not pay less than the higher of the two rates.
- 2.7 GUARANTEED MAXIMUM PRICE (GMP) PROPOSALS**
- 2.7.1.1 The proposed GMP for the entire Work (or portions thereof) will be presented in a format acceptable to the County. Due to the potential for the County to update procedures without notice, CM must verify with the County the current submittal requirements and procedures when entering into these services.
- 2.7.1.2 The County may request a GMP Proposal for all or any portion of the Project and at any time during the design phase. Any GMP Proposals submitted by the CM will be based on and consistent with the current update/revised cost estimate at the time of the request, the associated estimates for construction costs and include any clarifications or assumptions upon which the GMP Proposal(s) are based.
- 2.7.2 Guaranteed Maximum Price is comprised of the following not-to-exceed cost reimbursable or lump sum amounts defined below.
- 2.7.2.1 The Cost of the Work is actual costs and is a not-to-exceed, reimbursable amount.
- 2.7.2.2 The General Conditions Costs are a firm fixed lump sum amount which will include bonds and insurance premiums based on the full Contract price for construction.
- 2.7.2.3 CM's Contingency is an amount the CM shall use under the following conditions:
- (1) At its discretion, with Project Manager written consent which will not be unreasonably withheld, for increases in the Cost of the Work which are not the COUNTY's responsibility, or
 - (2) With written approval of the County for increases in General Condition Costs. CM's Contingency is assumed to be a direct

**County of Orange, OC Public Works
Sukut Construction, LLC****Attachment A
MA-299-22010266**

project cost so will receive all markups at the time of GMP submission.

- (3) CM's Contingency not utilized shall be shared 50/50 by COUNTY and CM at the end of the Project.

- 2.7.2.4 Taxes are deemed to include all sales, use, consumer and other taxes which are legally enacted when negotiations of the GMP were concluded, whether or not yet effective or merely scheduled to go into effect. Taxes are actual costs and are a not-to-exceed reimbursable amount.
- 2.7.3 County's Contingency are funds to be used at the discretion of the County to cover any increases in Project costs that result from County directed changes or unforeseen site conditions. County's Contingency will be added to the GMP amount provided by the CM, the sum of which will be the full Contract price for construction. Markups for Construction Fee and taxes will be applied by the CM at the time that County's Contingency is used. Any County Contingency not utilized shall revert to the County after Project completion.
- 2.7.4 GMPs are cumulative except for CM's Contingency. The amount of CM's Contingency for each GMP amendment will be negotiated separately and shall reflect the CM's risk from that point in the project forward.
- 2.7.5 The CM, in preparing any GMP Proposal will prepare its GMP in accordance with the County's request and will obtain from the Design Professional, three sets Construction Documents (including all addenda). The CM will mark the face of each document of each set upon which its proposed GMP is based. The CM will send one set of those documents to the County's Project Administrator, keep one set and return the third set to the Design Professional.
- 2.7.6 An updated/revised Construction Schedule will be included with any GMP Proposal(s) that reflects the Construction Documents. Any such Project Schedule updates/revisions will continue to comply with the requirements of paragraph 2.3.
- 2.7.7 GMP savings resulting from a lower actual project cost than anticipated by the CM remaining at the end of the project will revert to County.
- 2.7.8 GMP Proposal(s) Review and Approval shall be prescribed below:
- 2.7.8.1 The CM will meet with the County and Design Professional to review the GMP Proposal(s) and the written statement of its basis. In the event the County or Design Professional discovers inconsistencies or inaccuracies in the information presented, the CM will make adjustments as necessary to the GMP Proposal, its basis or both.
- 2.7.8.2 The County upon receipt of any GMP proposal from the CM, may submit the GMP Plans and Specifications to an independent third party or to the Design Professional for review and verification. The third party or Design Professional will develop an independent estimate of the Cost of the Work and review the Construction Schedule for the associated scope of the GMP Proposals.

**County of Orange, OC Public Works
Sukut Construction, LLC****Attachment A
MA-299-22010266**

2.7.8.3 If the CM's GMP Proposal is greater than the independent third party or Design Professional's estimate, the County may require the CM to reconfirm its GMP Proposal. The CM will accept the independent third party's or Design Professional's estimate for the Cost of Work as part of his GMP or present a report within seven days of a written request to the County identifying, explaining and substantiating the differences. The CM may be requested to, or at its own discretion, submit a revised GMP Proposal for consideration by the County. At that time the County may do one of the following:

- (a) Accept the CM's original or revised GMP Proposal, if within the County's budget, without comment.
- (b) Accept the CM's original or revised GMP Proposal that exceeds the County's budget, and indicate in writing to the CM that the Project Budget has been increased to fund the differences.
- (c) Reject the CM's original or revised GMP Proposal because it exceeds the County's budget, the independent third party's or Design Professional's estimate, in which event, the County may terminate this Contract and/or elect to not enter into a separate Contract with the CM for the construction phase associated with the scope of Work reflected in the GMP Proposal.
- (d) Wait to accept the GMP Proposal if the County believes adequate funding will be available in the future.

2.7.8.4 If during the review and negotiation of GMP Proposals design changes are required, the County will authorize and cause the Design Professional to revise the Construction Documents to the extent necessary to reflect the agreed-upon assumptions and clarifications contained in the final approved GMP Proposal. Such revised Construction Documents will be furnished to the CM. The CM will promptly notify the Design Professional and County in writing if any such revised Construction Documents are inconsistent with the agreed-upon assumptions and clarifications.

2.8 MAJOR SUBCONTRACTOR AND MAJOR SUPPLIER SELECTIONS

2.8.1 The selection of major Subcontractors and major Suppliers may occur prior to submission of a GMP Proposal. Major Subcontractors may be selected based on qualifications or a combination of qualifications and price. Subcontractors shall not be selected based on price alone. Except as noted below, the selection of major Subcontractors/Suppliers is the responsibility of the CM. In any case, the CM is solely responsible for the performance of the selected Subcontractors/Suppliers.

2.8.1.1 The CM will prepare a Subcontractor/Supplier selection plan and submit the plan to the County for approval. This subcontractor selection plan shall identify those subcontractor trades anticipated to be selected by qualifications only per Section 2.8.2 and those subcontractor trades anticipated to be selected by qualifications and competitive bid in accordance with Section 2.8.3. This plan will also identify those subcontractor trades that will not be selected through a formalized qualifications-based selection process. The subcontractor selection plan must be consistent with the selection requirements included in this Contract.

**County of Orange, OC Public Works
Sukut Construction, LLC**

- 2.8.2 Selection by qualifications only - The County may approve the selection of a Subcontractor(s) or Suppliers(s) based only on their qualifications when the CM can demonstrate it is in the best interest of the Project.
- 2.8.2.1 Qualification based selection of a Subcontractor(s)/Supplier(s) should only occur during the design phase to achieve maximum benefit of the subcontractors' involvement prior to the submittal of the GMP Proposal.
- 2.8.2.2 The CM shall apply the approved subcontractor selection plan in the evaluation of the qualifications of a Subcontractor(s) or Supplier(s) and provide the County with its review and recommendation.
- 2.8.2.3 The CM must receive County approval of the selected Subcontractor(s)/Supplier(s).
- 2.8.2.4 The CM will negotiate costs for services/supplies from each Subcontractor/Supplier selected under this method.
- 2.8.3 Selection by qualifications and competitive bid - The CM shall apply the subcontractor selection plan in the evaluation of the qualifications of a Subcontractor(s) or Supplier(s) and provide the County with its process to prequalify prospective subcontractors and suppliers. All Work for major subcontractors and major suppliers shall then be competitively bid to the prequalified subcontractors unless a Subcontractor or Supplier was selected pursuant to paragraph 2.8.2 above. Competitive bids may occur prior to or after the GMP Proposal(s).
- 2.8.3.1 The CM will develop Subcontractor and Supplier interest, submit the names of a minimum of three qualified Subcontractors or Suppliers for each trade in the Project for approval by the County and solicit bids for the various Work categories. The CM will identify the Small Business Enterprise Subcontractors and Suppliers and during the bidding process keep the County informed on the progress of meeting the desired SBE goal. If there are not three qualified Subcontractors/Suppliers available for a specific trade or there are extenuating circumstances warranting such, the CM may request approval by the County to submit less than three names. No change in the recommended Subcontractors/Suppliers will be allowed without prior written notice to the County.
- 2.8.3.2 If the County objects to any nominated Subcontractor/Supplier or to any self-performed Work for reasonable grounds, the CM will nominate a substitute Subcontractor/Supplier that is acceptable to the County.
- 2.8.3.3 The CM will distribute Drawings and Specifications, and when appropriate, conduct a pre-bid conference with prospective Subcontractors and Suppliers with County's Project Administrator or their designee present.
- 2.8.3.4 If the CM desires to self-perform certain portions of the Work, it will request to be one of the approved Subcontractor bidders for those specific bid packages. The CM's bid will be evaluated in accordance with the process identified below. If events warrant and the County concurs that in order to ensure compliance with the Project Schedule and/or cost, the CM may self-perform Work without bidding or re-bidding the Work.

**County of Orange, OC Public Works
Sukut Construction, LLC**

- 2.8.3.5 The CM shall request the pre-qualified Subcontractors to provide a detailed bid for the services requested. The Subcontractor bid, provided on the Subcontractors' letterhead, shall contain sufficient information (i.e. unit costs/amounts) to allow an evaluation of the reasonableness of bid costs. The CM shall receive, open, record and evaluate the bids. The apparent low bidders will be interviewed to determine the responsiveness of their proposals. In evaluating the responsiveness of bid proposals the CM, in addition to bid price, may consider the following factors: past performance on similar projects, qualifications and experience of personnel assigned, quality management plan, approach or understanding of the Work to be performed, and performance schedule to complete the Work. The final evaluation of Subcontractor/Supplier bids will be done with the County Project Administrator in attendance to observe and witness the process. The CM will resolve any Subcontractor/Supplier bid withdrawal, protest or disqualification in connection with the award at no increase in the Cost of the Work.
- 2.8.4 The CM will be required to prepare two different reports on the subcontracting process as prescribed below:
- 2.8.4.1 Within fifteen Days after each major subcontractor/Supplier bid opening process, the CM will prepare a report for the County's review and approval identifying the recommended Subcontractors/Supplier for each category of Work. The report will provide (a) the name of the recommended Subcontractor/Supplier and the amount of the Subcontractor/Supplier bid for each subcontract, (b) the sum of all recommended Subcontractor/Supplier bids received, (c) a copy of the bids received from each subcontractor, and (d) trade work and its cost that the CM intends to self-perform, if any.
- 2.8.4.2 Upon completion of the Subcontractor/Supplier bidding process, the CM shall submit a summary report to the County of the entire Subcontractor/Supplier selection process. The report will indicate, by bid process, all Subcontractors/Suppliers contacted to determine interest, the Subcontractors/Suppliers solicited, the bids received, and costs negotiated, and the recommended Subcontractors/ Suppliers for each category of Work.
- 2.8.5 The approved Subcontractors/Suppliers will provide a Schedule of Values that reflects their final accepted bid proposal, which will be used to create the overall Project Schedule of Values.
- 2.8.6 If after receipt of sub-bids or after award of Subcontractors and Suppliers, the County objects to any nominated Subcontractor/Supplier or to any self-performed Work for good reason, the CM will nominate a substitute Subcontractor or Supplier, preferably if such option is still available, from those who submitted Subcontractor bids for the Work affected. Once such substitute Subcontractors and Suppliers are consented to by the County, the CM's proposed GMP for the Work or portion thereof will be correspondingly adjusted to reflect any higher or lower costs from any such substitution.
- 2.8.7 Promptly after receipt of the Notice of Intent to Award, the County will conduct a pre-award conference with the CM and other Project Team members. At the pre-award conference, the CM will (a) review the nominated slate of Subcontractors and Suppliers and discuss any concerns with or objections that the County has to any nominated Subcontractor or Supplier; (b) discuss County concerns relating to any proposed self-performed Work; (c) review the CM's proposed Contract Price for the Work during the construction phase; (d) discuss the conditions, if any, under which the County will agree

**County of Orange, OC Public Works
Sukut Construction, LLC**

**Attachment A
MA-299-22010266**

to leave any portion of the remaining CM's Contingency within the Contract Price for the construction phase Work; (e) resolve possible time frames for the Date of Commencement of the Contract time for the construction phase Work; (f) schedule the pre-construction conference; and (g) discuss other matters of importance.

ARTICLE 3

3.1 Omitted

ARTICLE 4 – CONTRACT AMOUNT AND PAYMENTS

4.1 CONTRACT AMOUNT FOR DESIGN PHASE SERVICES

4.1.1 Based on the design phase services fee proposal submitted by the CM and accepted by the County (which by reference is made a part of this Contract); the County will pay the CM a **Maximum Contract Price** of **\$50,000** as follows:

The CM shall provide the basic services described in Article 2 and Attachment A for a **Guaranteed Maximum Price** of **\$50,000**.

Design Contingency (CM's): \$0

Design Contingency (COUNTY's): \$0

Total Design Services Contract Price for the Project: \$50,000

4.2 PAYMENTS

4.2.1 Requests for monthly payments by the CM for design phase services will be submitted on the County's "Contract Payment Request" form and will be accompanied by a progress report, detailed invoices and receipts, if applicable. Any requests for payment will include, as a minimum, a narrative description of the tasks accomplished during the billing period, a listing of any Deliverables submitted, and copies of any Subconsultants' requests for payment, based on their Classifications, Rates and Services in **Exhibit 1**, plus similar narrative and listings of Deliverables associated with their Work. Payment for services negotiated as a lump sum shall be made in accordance with the percentage of work completed during the preceding month. Services negotiated as a not-to-exceed fee will be paid in accordance with the work effort expended on that service during the preceding month.

4.2.2 The fees for the CM and any Subconsultants will be based upon the hourly rate schedule included as **Exhibit 1** attached.

4.2.3 The CM will pay all sums due Subconsultants for services and reimbursable expenses within 14 calendar days after the CM has received payment for those services from the County. In no event will the County pay more than 90 percent of the Contract Amount until final acceptance of all design phase services, and award of the final approved GMP for the entire Project by County, or County's election to not use CM for construction of the Project.

4.2.4 The CM agrees that no charges or claims for costs or damages of any type will be made by it for any delays or hindrances beyond the reasonable control of the County during the

**County of Orange, OC Public Works
Sukut Construction, LLC****Attachment A
MA-299-22010266**

progress of any portion of the services specified in this Contract. Such delays or hindrances, if any, will be solely compensated for by an extension of time for such reasonable period as may be mutually agreed between the Parties. It is understood and agreed, however, that permitting the CM to proceed to complete any services, in whole or in part after the date to which the time of completion may have been extended, will in no way act as a waiver on the part of the County of any of its legal rights herein.

4.2.5 Omitted

4.2.6 Omitted

4.3 ADDITIONAL DESIGN PHASE SERVICES

4.3.1 **CM'S EXPENSE:** CM will be responsible for all costs related to photo copying, telephone communications and fax communications while on County sites during the performance of work and services under this Contract.

4.3.2 **REIMBURSABLE ITEMS:** Reimbursable items are non-salary items that are not included in the Scope of Work but necessary for completion of the work and must be authorized in advance by the County Project Manager. CM may be entitled to reimbursement for the following, upon prior approval by County:

- 1) The actual costs of special equipment to be rented, leased or purchased by CM for use exclusively in the performance of the Scope of Services, to the extent such rental, lease, purchase and costs have been approved in writing by the County Project Manager.
- 2) Printing expenses paid to outside Contractors; to the extent such Contractors and reproduction rates have been approved by the County Project Manager.
- 3) Other actual costs and/or payments specifically approved and authorized in writing by the County Project Manager and actually incurred by CM in performance of this Contract.
- 4) Travel costs shall only be reimbursed if approved in advance in writing by County Project Manager and are subject to the following restrictions:
 - a. Reimbursement of mileage for the business use of a personal vehicle during the conduct of business within the Scope of Services of this Contract shall be based on the Internal Revenue Service Standard Mileage Rate in effect at the time. Mileage between the CM's "Home Based" office location and OC Public Works location, as well as mileage within OC Public Works property will not be reimbursed.
- 5) Cost of "Home Based" Xerox copies, faxes, and other supplies and materials associated with them will not be reimbursed.
- 6) Cost of cellular phones, cell phone usage plans and usage minutes, and other mobile communication devices will not be reimbursed.
- 7) All reimbursable expenses must be itemized on CM invoice(s) and documented with receipts. Receipts for reimbursable expenses must be submitted with all CM

**County of Orange, OC Public Works
Sukut Construction, LLC****Attachment A
MA-299-22010266**

invoices. Invoices for reimbursable expenses without back-up receipts will not be paid. CM is responsible for submitting reimbursable invoices in a format that is acceptable to the County. Reimbursable items shall be charged at cost. Any third-party or subcontractor services shall also be charged at cost; no mark-ups will be allowed.

ARTICLE 5 - COUNTY'S RESPONSIBILITIES

- 5.1 The County, at no cost to the CM, will furnish the following information:
- 5.1.1 One copy of data the County determines pertinent to the Work. However, the CM will be responsible for searching the records and requesting information it deems reasonably required for the Project.
- 5.1.2 All available data and information and requirements pertaining to relevant policies, standards, criteria, studies, etc.
- 5.1.3 The name of the County employee or County's representative who will serve as the Project Administrator during the term of this Contract. The Project Administrator has the authority to administer this Contract and will monitor the CM's compliance with all terms and conditions stated herein. All requests for information from or decisions by the County on any aspect of the Work or Deliverables will be directed to the Project Administrator. County shall give CM written notification if the person designated as the Project Administrator changes.
- 5.2 The County additionally will:
- 5.2.1 Contract separately with one or more design professionals to provide architectural and/or engineering design services for the Project if it does not use its in-house forces. The scope of services for the Design Professional will be provided to the CM for its information. The CM will have no right, to limit or restrict any changes of such services that are otherwise mutually acceptable to the County and Design Professional.
- 5.2.2 Supply, without charge, all necessary copies of programs, reports, drawings, and specifications reasonably required by the CM except for those copies whose cost has been reimbursed by the County.
- 5.2.3 Omitted
- 5.2.4 Give prompt written notice to the CM when the County becomes aware of any default or defect in the Project or non-conformance with the Plans, Specifications and Estimates, or any of the services required hereunder. Upon notice of failure to perform, the County may provide written notice to CM that it intends to terminate the Contract unless the problem cited is cured, or commenced to be cured, within three days of CM's receipt of such notice.
- 5.2.5 Notify the CM of changes affecting the budget allocations or schedule.
- 5.3 The County's Project Administrator, will have authority to approve the Project Budget and Project Schedule and render decisions and furnish information the Project Administrator deems appropriate to the CM. This authority is only for the purpose of facilitating the

design phase. This approval authority is not binding or a commitment upon the County for the purposes of Project construction.

ARTICLE 6 – CONTRACT CONDITIONS

6.1 PROJECT DOCUMENTS AND COPYRIGHTS

6.1.1 County ownership of Project Documents: All work products (electronically or manually generated) including but not limited to: cost estimates, studies, design analyses, original mylar drawings, Computer Aided Drafting and Design (CADD) file, and other related documents which are prepared specifically in the performance of this Contract (collectively referred to as Project Documents) are to be and remain the property of the County and are to be delivered to the Project Manager before the final payment is made to the CM. Nonetheless, in the event these Projects Documents are altered, modified or adapted without the written consent of the CM, which consent the CM will not unreasonably withhold, the County agrees to hold the CM harmless to the extent permitted by law, from the legal liability arising out of and or resulting from the County’s alteration, modification or adaptation of the Project Documents.

6.1.2 Omitted

6.1.3 License to County for Reasonable Use: The CM hereby grants, and will require its Subconsultants to allow the County, its agents, employees, and representatives for an indefinite period of time to reasonably use, make copies, and distribute as appropriate the Project Documents, works or Deliverables developed or created for the Project and this Contract. This license will also include the making of derivative works. In the event that the derivative works require the County to alter or modify the Project Documents, then paragraph 6.1.1 applies.

6.1.4 Documents to Bear Seal: When applicable and required by state law, the CM and its Subconsultants will sign and stamp by an applicable California professional all plans, works, and Deliverables prepared by them for this Contract.

6.2 AMENDMENT TO DESIGN WORK

6.2.1 CM shall make no changes in the work or perform any additional work without the COUNTY’s specific written approval.

If such changes cause an increase in the cost of doing work or in the time required and are issued as a result of some action or inaction on the part of COUNTY, compensation shall be at hourly rates as indicated in the payment schedule.

Reimbursable Items, Article 4 and Changes in Services, Article 2 and Scope of Work, must be specifically approved by COUNTY in writing before work begins. All changes in scope of work that amend this Contract may be subject to approval by County of Orange Board of Supervisors.

A. COUNTY Initiated: COUNTY may, at any time, upon written notice, direct any changes in the work within the general scope of the Contract. If COUNTY shall determine that a change in the scope of services of the CM is desirable, a written

**County of Orange, OC Public Works
Sukut Construction, LLC****Attachment A
MA-299-22010266**

order called an "Amendment" shall be issued by COUNTY which shall set forth the nature of the change. When an Amendment has been issued, CM shall expeditiously proceed to implement the change set forth therein.

- B. If CM believes that a change in the scope of services is necessary and desirable to further the interests of the Project under this Contract, CM shall make a request, in writing, to COUNTY to issue an Amendment. Such requests for a Contract change shall include the proposed change in scope of work, as well as any proposed change in compensation, schedule, construction cost and time, associated with granting such an Amendment. Upon receipt of such request for a Contract scope change, COUNTY may reject the request; approve the request; negotiate with CM regarding the change in the scope of services, cost and/or change in schedule. A written Amendment will be processed by COUNTY and CM shall expeditiously proceed to implement such change.

6.3 ALTERATION IN CHARACTER OF WORK

- 6.3.1 Notwithstanding the foregoing, the Project Administrator may approve increases resulting from a substantial change in this Contract for services within the existing scope of work amount does not exceed 25 percent of the existing Contract price or \$200,000, whichever is less.
- 6.3.2 Additions to, modifications, or deletions from the Project provided herein may be made, and the compensation to be paid to the CM may accordingly be adjusted by mutual Contract of the Parties.
- 6.3.3 No claim for extra work done or materials furnished by the CM during this design phase will be allowed by the County except as provided herein, nor will the CM do any work or furnish any material(s) not covered by this Contract unless such work or material is first authorized in writing. Work or material(s) furnished by the CM without such prior written authorization will be the CM's sole jeopardy, cost, and expense, and the CM hereby agrees that without prior written authorization no claim for compensation for such work or materials furnished will be made.

6.4 DATA CONFIDENTIALITY AND DATA SECURITY

- 6.4.1 Data Confidentiality. As used in the Contract, "data" means all information, whether written or verbal, including plans, photographs, studies, investigations, audits, analyses, samples, reports, calculations, internal memos, meeting minutes, data field notes, work product, proposals, correspondence and any other similar documents or information prepared by, obtained by, or transmitted to the CM or its subcontractors in the performance of this Contract.
- 6.4.1.1 The Parties agree that all data, regardless of form, including originals, images, and reproductions, prepared by, obtained by, or transmitted to the CM or its subcontractors in connection with the CM's or its subcontractor's performance of this Contract is confidential and proprietary information belonging to the County.
- 6.4.1.2 Except as specifically provided in this Contract, the CM or its subcontractors shall not divulge data to any third party without prior written consent of the County. The CM or its

**County of Orange, OC Public Works
Sukut Construction, LLC****Attachment A
MA-299-22010266**

subcontractors shall not use the data for any purposes except to perform the services required under this Contract. These prohibitions shall not apply to the following data provided the CM or its subcontractors have first given the required notice to the County:

- 6.4.1.2.1 Data which was known to the CM or its subcontractors prior to its performance under this Contract unless such data was acquired in connection with work performed for the County;
- 6.4.1.2.2 Data which was acquired by the CM or its subcontractors in its performance under this Contract and which was disclosed to the CM or its subcontractors by a third party, who to the best of the CM's or its subcontractor's knowledge and belief, had the legal right to make such disclosure and the CM or its subcontractors are not otherwise required to hold such data in confidence; or
- 6.4.1.2.3 Data which is required to be disclosed by virtue of law, regulation, or court order, to which the CM or its subcontractors are subject.
- 6.4.1.3 In the event the CM or its subcontractors are required or requested to disclose data to a third party, or any other information to which the CM or its subcontractors became privy as a result of any other Contract with the County, the CM shall first notify the County as set forth in this Section of the request or demand for the data. The CM or its subcontractors shall give the County sufficient facts so that the County can be given an opportunity to first give its consent or take such action that the County may deem appropriate to protect such data or other information from disclosure.
- 6.4.1.4 The CM, unless prohibited by law, within ten calendar days after completion of services for a third party on real or personal property owned or leased by the County, the CM or its subcontractors shall promptly deliver, as set forth in this Section, a copy of all data to the County. All data shall continue to be subject to the confidentiality Contracts of this Contract.
- 6.4.1.5 The CM or its subcontractors assume all liability for maintaining the confidentiality of the data in its possession and agrees to compensate the County if any of the provisions of this Section are violated by the CM, its employees, agents or subcontractors. Solely for the purposes of seeking injunctive relief, it is agreed that a breach of this Section shall be deemed to cause irreparable harm that justifies injunctive relief in court. CM agrees that the requirements of this Section shall be incorporated into all subcontracts entered into by CM. A violation of this Section may result in immediate termination of this Contract without notice.
- 6.4.2 Personal Identifying Information-Data Security. Personal identifying information, financial account information, or restricted County information, whether electronic form to hard copy, must be secured and protected at all times. At a minimum, CM must encrypt and/or password protect electronic files. This includes data saved to laptop computers, computerized devices or removable storage devices.
- 6.4.2.1 When personal identifying information, financial account information, or restricted County information, regardless of its format, is no longer necessary, the information must be redacted or destroyed through appropriate and secure methods that ensure the information cannot be viewed, accessed, or reconstructed.

**County of Orange, OC Public Works
Sukut Construction, LLC**

- 6.4.2.2 In the event that data collected or obtained by CM or its subcontractors in connection with this Contract is believed to have been compromised, CM or its subcontractors shall immediately notify the Project Administrator. CM agrees to reimburse the County for any costs incurred by the County to investigate potential breaches of this data and, where applicable, the cost of notifying individuals who may be impacted by the breach.
- 6.4.2.3 CM agrees that the requirements of this Section shall be incorporated into all subcontracts entered into by CM. It is further agreed that a violation of this Section shall be deemed to cause irreparable harm that justifies injunctive relief in court. A violation of this Section may result in immediate termination of this Contract without notice.
- 6.4.2.4 The obligations of CM or its subcontractors under this Section shall survive the termination of this Contract.

6.5 PROJECT STAFFING

- 6.5.1 Prior to the start of any Work or Deliverable under this Contract, the CM will submit to the County, an organization chart for the CM staff and Subconsultants and detailed resumes with pictures of key personnel listed in its response to the County's Request for Qualifications or subsequent fee proposals (or revisions thereto), that will be involved in performing the services prescribed in the Contract. Unless, otherwise informed, the County hereby acknowledges its acceptance of such personnel to perform such services under this Contract. In the event the CM desires to change such key personnel from performing such services under this Contract, the CM will submit the qualifications of the proposed substituted personnel to the County for prior approval. Key personnel will include, but are not limited to, principal-in-charge, project manager, superintendent, project director or those persons specifically identified to perform services of cost estimating, scheduling, value engineering, and procurement planning.
- 6.5.2 The CM will maintain an adequate number of competent and qualified persons, as determined by the County, to ensure acceptable and timely completion of the scope of services described in this Contract throughout the period of those services. If the County objects, with reasonable cause, to any of the CM's staff, the CM will take prompt corrective action acceptable to the County and, if required, remove such personnel from the Project and replace with new personnel acceptable to the County. If CM breaches this section, it will be considered an event of default under this Contract.
- 6.5.3 The CM shall comply with Public Contract Code Section 20146(c) regarding use of a skilled and trained workforce to perform all work on the project. The CM shall further ensure its subcontractors at every tier comply with the Section 20146(c).

6.6-6.7 Omitted

6.8 TERMINATION OF CONTRACT FOR CAUSE

- 6.8.1 If CM breaches any of the covenants or conditions of this Contract, including an event of default, County shall have the right to terminate this Contract upon ten (10) days written notice prior to the effective day of termination.
- 6.8.2 CM shall have the opportunity to cure the alleged breach prior to termination.

**County of Orange, OC Public Works
Sukut Construction, LLC**

6.8.3 In the event the alleged breach is not cured by CM prior to termination, all work performed by CM pursuant to this Contract, which work has been reduced to plans or other documents, shall be made available to County.

6.9 NON-EMPLOYMENT OF COUNTY PERSONNEL

6.9.1 CM agrees that it will neither negotiate, offer, or give employment to any full-time, regular employee of County in professional classifications of the same skills required for the performance of this Contract who is involved in this Project in a participatory status during the life of this Contract regardless of the assignments said employee may be given or the days or hours employee may work.

6.9.2 Nothing in this Contract shall be deemed to make CM, or any of CM's employees or agents, agents or employees of the County. CM shall be an independent Contractor and shall have responsibility for and control over the details and means for performing the work, provided that CM is in compliance with the terms of this Contract. Anything in the Contract which may appear to give County the right to direct CM as to the details of the performance of the work or to exercise a measure of control over CM shall mean that CM shall follow the desires of County, only in the results of the work.

6.10 NON-DISCRIMINATION

6.10.1 In the performance of this Contract, CM agrees that it will comply with the requirements of the California Labor Code and not engage nor permit any subcontractors to engage in discrimination in employment of persons because of the race, religious creed, color, national origin, ancestry, physical disability, mental disability, medical condition, marital status, or sex of such persons.

6.10.2 CM acknowledges that a violation of this provision shall subject CM to all the penalties imposed for a violation of the California Labor Code.

6.11 EMPLOYEE ELIGIBILITY VERIFICATION

6.11.1 CM warrants that it fully complies with all Federal and State statutes and regulations regarding the employment of aliens, and others and that all its employees performing work under this Contract meet the citizenship or alien status requirement set forth in Federal statutes and regulations. CM shall obtain, from all employees performing work hereunder, all verification and other documentation of employment eligibility status required by Federal or State statutes and regulations, including but not limited to, the Immigration Reform and Control Act of 1986, 8 U.S.C. § 1324 et seq., as they currently exist and as they may be hereafter amended. CM shall retain all such documentation for all covered employees for the period prescribed by the law.

6.11.2 CM shall indemnify, defend with counsel approved in writing by County, and hold harmless, the County, its agents, officers, and employees from employer sanctions and any other liability which may be assessed against CM or the County or both in connection with any alleged violation of any Federal or State statutes or regulations pertaining to the eligibility for employment of any persons performing work under this Contract.

**County of Orange, OC Public Works
Sukut Construction, LLC**

6.12 TERMINATION FOR CONVENIENCE

- 6.12.1 Notwithstanding any other provision of the Contract, County may at any time, and without cause, terminate this Contract in whole or in part, upon not less than seven (7) calendar days' written notice to the CM. Such termination shall be affected by delivery to the CM of a notice of termination specifying the effective date of the termination and the extent of the Work to be terminated.
- 6.12.2 CM shall immediately stop work in accordance with the notice and comply with any other direction as may be specified in the notice or as provided subsequently by County.
- 6.12.3 County shall pay the CM for the Work completed prior to the effective date of the termination, and such payment shall be the CM's sole remedy under this Contract.
- 6.12.4 Under no circumstances will CM be entitled to anticipatory or unearned profits, consequential damages, or other damages of any sort as a result of a termination or partial termination under this Paragraph.
- 6.12.5 CM shall insert in all subcontracts that the subcontractor shall stop work on the date of and to the extent specified in a notice of termination, and shall require subcontractors to insert the same condition in any lower tier subcontracts.

6.13 LAWS TO BE OBSERVED

- 6.13.1 CM is assumed to be familiar with and, at all times, shall observe and comply with all federal, state and local laws, ordinances and regulations in any manner affecting the conduct of the Projects/Services.

6.14 ERRORS AND OMISSIONS

- 6.14.1 All Projects/Services submitted by CM shall be complete and shall be carefully checked prior to submission. CM understands that County's checking is discretionary, and CM shall not assume that County will discover errors and/or omissions. If County discovers any errors or omissions prior to approving CM's Projects/Services, the Projects/Services will be returned to CM for correction. Should County or others discover errors or omissions in the work submitted by CM after County's approval thereof, County's approval of CM's Projects/Services shall not be used as a defense by CM.
- 6.14.2 If CM subcontracts portions of the architectural or engineering design Projects/Services to be performed under the terms of this Contract, CM shall obtain evidence that such subcontractors have purchased Professional Liability Insurance to the same limits as described in Paragraph 6.15.4 and containing the same clauses as the insurance required of CM under the terms of this Contract. Evidence of subcontractor's insurance shall be submitted to County upon request.

6.15 INSURANCE

- 6.15.1 Prior to the provision of services under this contract, the CM agrees to purchase all required insurance at CM's expense, including all endorsements required herein, necessary to satisfy the County that the insurance provisions of this contract have been complied with. CM

**County of Orange, OC Public Works
Sukut Construction, LLC**

**Attachment A
MA-299-22010266**

agrees to keep such insurance coverage, Certificates of Insurance, and endorsements on deposit with the County during the entire term of this Contract. In addition, all subcontractors performing work on behalf of CM pursuant to this Contract shall obtain insurance subject to the same terms and conditions as set forth herein for CM. The County reserves the right to request the declarations pages showing all endorsements and a complete certified copy of the policy. In addition, all subcontractors performing work on behalf of CM pursuant to this contract shall obtain insurance subject to the same terms and conditions as set forth herein for CM.

6.15.2 CM shall ensure that all subcontractors performing work on behalf of CM pursuant to this Contract shall be covered under CM's insurance as an Additional Insured or maintain insurance subject to the same terms and conditions as set forth herein for Contractor. Contractor shall not allow subcontractors to work if subcontractors have less than the level of coverage required by County from CM under this Contract. It is the obligation of CM to provide notice of the insurance requirements to every subcontractor and to receive proof of insurance prior to allowing any subcontractor to begin work. Such proof of insurance must be maintained by CM through the entirety of this Contract for inspection by County representative(s) at any reasonable time.

6.15.3 All self-insured retentions (SIRs) shall be clearly stated on the Certificate of Insurance. Any self-insured retention (SIR) in an amount in excess of Fifty Thousand Dollars (\$50,000) shall specifically be approved by the County's Risk Manager, or designee, upon review of CM's current audited financial report. If CM's SIR is approved, CM, in addition to, and without limitation of, any other indemnity provision(s) in this Contract, agrees to all of the following:

- 1) In addition to the duty to indemnify and hold the County harmless against any and all liability, claim, demand or suit resulting from CM's, its agents, employee's or subcontractor's performance of this Contract, CM shall defend the County at its sole cost and expense with counsel approved by Board of Supervisors against same; and
- 2) CM's duty to defend, as stated above, shall be absolute and irrespective of any duty to indemnify or hold harmless; and
- 3) The provisions of California Civil Code Section 2860 shall apply to any and all actions to which the duty to defend stated above applies, and the CM's SIR provision shall be interpreted as though the CM was an insurer and the County was the insured.

6.15.4 If the CM fails to maintain insurance acceptable to the County for the full term of this Contract, the County may terminate this Contract.

The policy or policies of insurance must be issued by an insurer with a minimum rating of A- (Secure A.M. Best's Rating) and VIII (Financial Size Category as determined by the most current edition of the **Best's Key Rating Guide/Property-Casualty/United States or ambest.com**). It is preferred, but not mandatory, that the insurer be licensed to do business in the state of California (California Admitted Carrier).

If the insurance carrier does not have an A.M. Best Rating of A-/VIII, the CEO/Office of Risk Management retains the right to approve or reject a carrier after a review of the company's performance and financial ratings.

**County of Orange, OC Public Works
Sukut Construction, LLC**

**Attachment A
MA-299-22010266**

The policy or policies of insurance maintained by the CM shall provide the minimum limits and coverage as set forth below:

Commercial General Liability	\$1,000,000 per occurrence \$2,000,000 aggregate
Automobile Liability including converge for owned, non-owned and hired vehicles	\$1,000,000 per occurrence
Workers' Compensation	Statutory
Employers' Liability Insurance	\$1,000,000 per occurrence
Professional Liability	\$2,000,000 per claims made or per occurrence \$4,000,000 aggregate

Required Coverage Forms

The Commercial General Liability coverage shall be written on Insurance Services Office (ISO) form CG 00 01, or a substitute form providing liability coverage at least as broad.

The Business Auto Liability coverage shall be written on ISO form CA 00 01, CA 00 05, CA 00 12, CA 00 20, or a substitute form providing liability coverage as broad.

Required Endorsements

The Commercial General Liability and Environmental/Pollution Liability policies shall contain the following endorsements, which shall accompany the Certificate of Insurance:

- 1) An Additional Insured endorsement using ISO form CG 2010 or CG 2033 or a form at least as broad naming the *County of Orange, and their respective elected and appointed officials, officers, employees and agents* as Additional Insureds, or provide blanket coverage, which will state ***AS REQUIRED BY WRITTEN AGREEMENT..***
- 2) A primary non-contributing endorsement ISO form CG 20 01 04 13 evidencing that the Contractor's insurance is primary and any insurance or self-insurance maintained by the County of Orange shall be excess and non-contributing.
- 3) An Additional Insured endorsement naming the County of Orange, its elected and appointed officials, officers, employees and agents as Additional Insureds.
- 4) A primary non-contributing endorsement using ISO form CG 20 01 04 13, or a form at least as broad evidencing that CM's insurance is primary and any insurance or self-insurance maintained by the County of Orange shall be excess and non-contributing.

The Workers' Compensation policy shall contain a waiver of subrogation endorsement waiving all rights of subrogation against the County of Orange, its elected and appointed

officials, officers, employees and agents, or provide blanket coverage which shall state AS REQUIRED BY WRITTEN AGREEMENT.

All insurance policies required by this Agreement shall waive all rights of subrogation against the County of Orange, its elected and appointed officials, officers, employees and agents when acting within the scope of their appointment or employment.

CM shall notify County in writing within thirty (30) days of any policy cancellation and ten (10) days for non-payment of premium and provide a copy of the cancellation notice to County. Failure to provide written notice of cancellation may constitute a material breach of the Agreement, upon which the County may suspend or terminate this Agreement.

If CM's Professional Liability policy is a claims-made policy, CM shall agree to maintain professional liability coverage for two (2) years following completion of Agreement.

The Commercial General Liability policy shall contain a severability of interests clause (standard in the ISO CG 001 policy).

Insurance certificates should be forwarded to the agency/department address listed on the solicitation.

If the CM fails to provide the insurance certificates and endorsements within seven (7) days of notification by CEO/Purchasing or the agency/department purchasing division, award may be made to the next qualified vendor.

County expressly retains the right to require CM to increase or decrease insurance of any of the above insurance types throughout the term of this Agreement. Any increase or decrease in insurance will be as deemed by County of Orange Risk Manager as appropriate to adequately protect County.

County shall notify CM in writing of changes in the insurance requirements. If CM does not deposit copies of acceptable Certificates of Insurance and endorsements with County incorporating such changes within thirty (30) days of receipt of such notice, this Agreement may be in breach without further notice to CM, and County shall be entitled to all legal remedies.

The procuring of such required policy or policies of insurance shall not be construed to limit CM's liability hereunder nor to fulfill the indemnification provisions and requirements of this Agreement, nor act in any way to reduce the policy coverage and limits available from the insurer.

6.16 INDEMNIFICATION

CM agrees to, indemnify, defend with counsel approved in writing by County, and hold County, the County of Orange ("County"), their elected and appointed officials, officers, employees, agents and those special districts and agencies which County's Board of Supervisors acts as the governing Board ("County Indemnitees") harmless from any claims, demands or liability of any kind or nature, including but not limited to personal injury or property damage, arising out of, pertaining to, or relating to the negligence, recklessness, or willful misconduct of the CM. If judgment is entered against CM and County by a court of

**County of Orange, OC Public Works
Sukut Construction, LLC****Attachment A
MA-299-22010266**

competent jurisdiction because of the concurrent active negligence of CM and County or County Indemnitees, CM and County agree that liability will be apportioned as determined by the court. Neither Party shall request a jury apportionment. Notwithstanding anything stated above, nothing contained herein shall relieve CM of any insurance requirements or obligations created elsewhere in this Contract.

6.17 AMENDMENTS

6.17.1 No alteration or variation of the terms of this Contract shall be valid unless made in writing and signed by the Parties; no oral understanding or Contract not incorporated herein shall be binding on either of the Parties; and no exceptions, alternatives, substitutes or revisions are valid or binding on County unless authorized by County in writing.

6.18 SUCCESSORS AND ASSIGNS

6.18.1 The terms and provisions of this Contract shall be binding upon and inure to the benefit of the Parties hereto and their successors and assigns.

6.19 ENTIRETY

6.19.1 This Contract contains the entire Contract between the Parties with respect to the matters provided for herein.

6.20 SEVERABILITY

6.20.1 If any part of this Contract is held, determined, or adjudicated to be illegal, void, or unenforceable by a court of competent jurisdiction, the remainder of this Contract shall be given effect to the fullest extent reasonably possible.

6.21 BINDING OBLIGATION

6.21.1 The Parties to this Contract represent and warrant that this Contract has been duly authorized and executed and constitutes the legally binding obligation of their respective organization or entity enforceable in accordance with its terms.

6.22 GOVERNING LAW AND VENUE

6.22.1 This Contract has been negotiated and executed in the State of California and shall be governed by and construed under the laws of the State of California. In the event of any legal action to enforce or interpret this Contract, the sole and exclusive venue shall be a court of competent jurisdiction located in Orange County, California, and the Parties hereto agree to and do hereby submit to the jurisdiction of such court, notwithstanding Code of Civil Procedure, Section 394.

6.22.2 The Parties specifically agree that by soliciting and entering into and performing Projects/Services under this Contract, the CM shall be deemed to constitute doing business within Orange County from the time of solicitation of work, through the period when all Projects/Services under this Contract is completed and continuing until the expiration of any applicable limitations period.

**County of Orange, OC Public Works
Sukut Construction, LLC**

6.23 OMITTED**6.24 PUBLICATION**

6.24.1 No copies of sketches, schedules, written documents, computer based data, photographs, maps or graphs, including graphic art work, resulting from performance or prepared in connection with this Contract, are to be released by CM and/or anyone acting under the supervision of CM to any person, partnership, company, corporation, or agency, without prior written approval by the County, except as necessary for the performance of the services of this Contract. All press contacts, including graphic display information to be published in newspapers, magazines, etc., are to be administered only after County approval.

6.24.2 The CM agrees that it will not issue any news releases or make any contact with the media in connection with either the award of this Contract or any subsequent amendment of, or effort under this Contract. CM must first obtain review and approval of said media contact from the County through the County's Project Manager. Any requests for interviews or information received by the media should be referred directly to the County. CM's are not authorized to serve as a media spokesperson for County projects without first obtaining permission from the County Project Manager.

6.25 RECORDS AND AUDIT/INSPECTIONS

6.25.1 CM shall keep an accurate record of time expended by CM and/or consultants employed by CM in the performance of this Contract.

6.25.2 Within ten (10) days of County's written request, CM shall allow County or authorized State or Federal agencies or any duly authorized representative to have the right to access, examine, audit, excerpt, copy or transcribe any pertinent transaction, activity, timecards or other records relating to this Contract.

6.25.3 CM shall keep such material, including all pertinent cost accounting, financial records and proprietary data for a period of three (3) years after termination or completion of the Contract or until resolution of any claim or dispute between the Parties, whichever is later.

6.25.4 Should CM cease to exist as a legal entity, records pertaining to this Contract shall be forwarded within a reasonable period of time not to exceed sixty (60) days to its successor in interest or surviving entity in a merger or acquisition, or, in the event of liquidation, to County.

6.26 NOTICES

6.26.1 Any and all notices, requests, demands and other communications contemplated, called for, permitted, or required to be given hereunder shall be in writing, except through the course of the Parties' project managers' routine exchange of information and cooperation during the Projects/Services.

6.26.2 Any written communications shall be deemed to have been duly given upon actual in-person delivery, if delivery is by direct hand, or upon delivery on the actual day of receipt,

**County of Orange, OC Public Works
Sukut Construction, LLC**

or no greater than four (4) calendar days after being mailed by U. S. certified or registered mail, return receipt requested, postage prepaid, whichever occurs first. The date of mailing shall count as the first day.

6.26.3 All communications shall be addressed to the appropriate Party at the address stated herein or such other address as the Parties hereto may designate by written notice from time to time in the manner aforesaid.

CM: Sukut Construction, LLC
4010 W Chandler Ave.
Santa Ana, CA 92704
Attn: John Pena
Phone: 714-222-2481
E-mail: jpena@sukut.com

County: County of Orange, OC Waste & Recycling
Attn: Kevin Oxford, Senior Project Manager
32250 Avenida La Pata
San Juan Capistrano, CA 92675
Phone: 949-728-3042
Email: kevin.oxford@ocwr.ocgov.com

cc: OC Public Works Procurement Services
Attn: Ranique Cortez, DPA
601 N Ross St., 4th Floor
Santa Ana, CA 92701
Phone: 714-667-4906
Email: ranique.cortez@ocpw.ocgov.com

6.27 ATTORNEY’S FEES

6.27.1 In any action or proceeding to enforce or interpret any provision of this Contract, or where any provision hereof is validly asserted as a defense, each Party shall bear its own attorney’s fees, costs and expenses.

6.28 INTERPRETATION

6.28.1 Contract has been negotiated at arm's length and between persons sophisticated and knowledgeable in the matters dealt with in this Contract.

6.28.2 In addition, each Party has been represented by experienced and knowledgeable independent legal counsel of their own choosing, or has knowingly declined to seek such counsel despite having the opportunity to do so.

6.28.3 Each Party further acknowledges that they have not been influenced to any extent whatsoever in executing this Contract by any other Party hereto or by any person representing them, or both.

6.28.4 Accordingly, any rule of law (including California Civil Code Section 1654) or legal decision that would require interpretation of any ambiguities in this Contract against the

**County of Orange, OC Public Works
Sukut Construction, LLC****Attachment A
MA-299-22010266**

Party that has drafted it is not applicable and is waived.

6.28.5 The provisions of this Contract shall be interpreted in a reasonable manner to affect the purpose of the Parties and this Contract.

6.29 HEADINGS

6.29.1 The various headings and numbers herein, the grouping of provisions of this Contract into separate clauses and paragraphs, and the organization hereof are for the purpose of convenience only and shall not limit or otherwise affect the meaning hereof.

6.30 CONSENT TO BREACH NOT WAIVER

6.30.1 No term or provision of this Contract shall be deemed waived and no breach excused, unless such waiver or consent shall be in writing and signed by the Party claimed to have waived or consented.

5.30.2 Any consent by any Party to, or waiver of, a breach by the other, whether express or implied, shall not constitute consent to, waiver of, or excuse for any other different or subsequent breach.

6.31 REMEDIES NOT EXCLUSIVE

The remedies for breach set forth in this Contract are cumulative as to one another and as to any other provided by law, rather than exclusive; and the expression of certain remedies in this Contract does not preclude resort by either Party to any other remedies provided by law.

6.32 INDEPENDENT CONTRACTOR

6.32.1 As referenced in Section 6.9.2 of this Contract, CM shall be considered an independent Contractor.

6.32.2 Neither CM its employees nor anyone working under CM shall qualify for workers' compensation or other fringe benefits of any kind through County.

6.33 BILLS AND LIENS

6.33.1 CM shall pay promptly all indebtedness for labor, materials and equipment used in performance of the work. CM shall not permit any lien or charge to attach to the work or the premises, but if any does so attach, CM shall promptly procure its release and, in accordance with the requirements of the indemnification paragraph above, indemnify, defend, and hold County harmless and be responsible for payment of all costs, damages, penalties and expenses arising from or related thereto.

6.34 CHANGES

6.34.1 CM shall make no changes in the work or perform any additional work without the County's specific written approval.

6.35 ASSIGNMENT

6.35.1 The terms, covenants, and conditions contained herein shall apply to and bind the heirs, successors, executors, administrators and assigns of the Parties. Furthermore, neither the performance of this Contract nor any portion thereof may be assigned or sub-Contracted by CM, by any means whatsoever including but not limited to acquisition by merger, without the express written consent of County. Any attempt by CM to assign or sub-Contract the performance or any portion thereof of this Contract without the express written consent of County shall be invalid and shall constitute a breach of this Contract.

6.36 CHANGES IN OWNERSHIP

6.36.1 CM agrees that if there is a change or transfer in ownership, including but not limited to merger by acquisition, of CM's business prior to completion of this Contract, the new owner shall be required under terms of sale or other transfer to assume CM's duties and obligations contained in this Contract and to obtain the written approval of County of such merger or acquisition, and complete the obligations and duties contained in the Contract to the satisfaction of County.

6.37 FORCE MAJEURE

1.37.1 CM shall not be assessed with damages or unsatisfactory performance penalties during any delay beyond the time named for the performance of this Contract caused by any act of God, war, civil disorder, employment strike or other cause beyond its reasonable control, provided CM gives written notice of the cause of the delay to County within thirty-six (36) hours of the start of the delay and CM avails himself of any available remedies.

6.38 COMPLIANCE WITH LAWS

6.38.1 CM represents and agrees that services to be provided under this Contract shall fully comply, at CM's expense, with all standards, laws, statutes, restrictions, ordinances, requirements, and regulations (collectively "laws"), including, but not limited to those issued by County in its governmental capacity and all other laws applicable to the Projects/Services at the time Projects/Services are provided to and accepted by County.

6.38.2 CM acknowledges that County is relying on CM for such compliance, and pursuant to the requirements of the indemnification paragraph above, CM agrees that it shall defend, indemnify and hold County and County Indemnitees harmless from all liability, damages, costs and expenses arising from or related to a violation of such laws.

6.39 CALENDAR DAYS

6.39.1 Any reference to the word "day" or "days" herein means calendar day or calendar days, respectively, unless otherwise expressly provided.

6.40 BREACH OF CONTRACT

**County of Orange, OC Public Works
Sukut Construction, LLC**

- 6.40.1 The failure of the CM to comply with any of the provisions, covenants or conditions of this Contract shall be a material breach of this Contract. In such event, in addition to any other remedies available at law, in equity, or otherwise specified in this Contract, the County may:
- 6.40.2 Afford the CM written notice of the breach and ten (10) calendar days or such shorter time that may be specified in this Contract within which to cure the breach;
- 6.40.3 Discontinue payment to the CM for and during the period in which the CM is in breach; and
- 6.40.4 Offset those monies disallowed pursuant to the above, against any monies billed by the CM but yet unpaid by the County.

6.41 DEFAULT

- 6.41.1 In the event any equipment or service furnished by the CM in the performance of this Contract should fail to conform to the specifications therein within one (1) calendar year from the County's acceptance of the equipment or service, or any performance period specifically specified within the specifications or Contract, whichever is greater, the County may reject same, and it shall become the duty of the CM to reclaim and remove the items without expense to the County and to immediately replace all such rejected equipment or service with others conforming to such specifications, provided that should the CM fail, neglect or refuse to do so within one hundred and twenty (120) calendar days, the County shall have the right to purchase on the open market a corresponding quantity of any such equipment or service and to deduct from any monies due or that may thereafter become due to the CM the difference between the price specified in this Contract and the actual cost to the County.
- 6.41.2 In the event the CM shall fail to make prompt delivery as specified of any equipment or service, the same conditions as to the rights of the County to purchase on the open market and to reimbursement set forth above shall apply, except as otherwise provided in this Contract.
- 6.41.3 In the event of the cancellation of this Contract, either in whole or in part, by reason of the default or breach by the CM, any loss or damage sustained by the County in procuring any equipment or service which the CM agreed to supply under this Contract shall be borne and paid for by the CM.
- 6.41.4 Default shall include failure to carry out any of the requirements of this Contract, including, but not limited to not providing enough properly skilled workers or proper materials, persistently disregarding laws and or ordinances, not proceeding with the Projects/Services as agreed to herein, or otherwise substantially violating any provision of this Contract.
- 6.41.5 Upon termination of the Contract with CM, the County may begin negotiations with a third-party CM to provide goods and/or Projects/Services as specified in this Contract.
- 6.41.6 The right of either Party to terminate this Contract hereunder shall not be affected in any way by its waiver of or failure to take action with respect to any previous default.

**County of Orange, OC Public Works
Sukut Construction, LLC**

6.42 CONFLICT OF INTEREST CONTRACTOR PERSONNEL

6.42.1 The CM shall exercise reasonable care and diligence to prevent any actions or conditions that could result in a conflict with the best interests of the County. This obligation shall apply to the CM; the CM's employees, agents, and relatives; sub-tier Contractors; and third parties associated with accomplishing work and Projects/Services hereunder.

6.42.2 CM's efforts shall include, but not be limited to establishing precautions to prevent its employees or agents from: making, receiving, providing or offering gifts, entertainment, payments, loans or other considerations which could be deemed to appear to influence individuals to act contrary to the best interests of the County.

6.43 TITLE TO DATA

6.43.1 All materials, documents, data or information obtained from the County data files or any County medium furnished to the CM in the performance of this Contract, will at all times remain the property of the County. Such data or information may not be used or copied for direct or indirect use by the CM after completion or termination of this Contract without the express written consent of the County.

6.43.2 All materials, documents, data or information, including copies furnished by County and loaned to CM for his temporary use, must be returned to the County at the end of this Contract unless otherwise specified by the Director.

6.44 AVAILABILITY OF FUNDS

6.44.1 The obligation of County is subject to the availability of funds appropriated for this purpose, and nothing herein shall be construed as obligating the County to expend or as involving the County in any Contract or other obligation for future payment of money in excess of appropriations authorized by law.

6.45 CONTINGENCY OF FUNDING

6.45.1 CM acknowledges that funding or portions of funding for this Contract may also be contingent upon receipt of funds from, and/or appropriation of funds by, the State of California or other funding sources to County. If such funding and/or appropriations are not forthcoming, or otherwise limited, County may immediately terminate or modify this Contract without penalty.

6.46 CONTRACT CONSTRUCTION

6.46.1 The Parties acknowledge that each Party and its counsel have reviewed this Contract and that the normal rule of construction to the effect that any ambiguities are to be resolved against the drafting Party shall not be employed in the interpretation of this Contract or any amendment or exhibits hereto.

6.47 LABOR CODE NOTICE

6.47.1 All Contractors and subcontractors must comply with the requirements of Labor Code Section 1771.1(a), pertaining to registration of CM pursuant to Section 1725.5. Bids cannot

**County of Orange, OC Public Works
Sukut Construction, LLC****Attachment A
MA-299-22010266**

be accepted from unregistered CM except as provided in Section 1771.1. This Project is subject to compliance monitoring and enforcement by the Department of Industrial Relations. After award of the Contract, CM and each subcontractor shall furnish electronic payroll records directly to the Labor Commissioner in the manner specified in Labor Code Section 1771.4.

6.48 PAYROLL RECORDS

6.48.1 The requirements of Labor Code Section 1776 provide in part:

CM and any subcontractor(s) performing any portion of the work under this Contract shall keep an accurate record, showing the name, address, social security number, work classification, straight time and overtime hours worked each day and week, and the actual per diem wages paid to each journeyman, apprentice, worker, or other employee employed by CM or any subcontractor(s) in connection with the work.

6.48.2 Each payroll record shall contain or be verified by a written declaration that it is made under penalty of perjury, stating both of the following:

(a) The information contained in the payroll record is true and correct.

(b) The employer has complied with the requirements of Labor Code Sections 1771, 1811, and 1815 for any work performed by his or her employees in connection with the Contract.

6.48.3 The payroll records shall be certified and shall be available for inspection at the principal office of CM on the basis set forth in Labor Code Section 1776.

6.48.4 CM shall inform County of the location of the payroll records, including the street address, city and County, and shall, within five working days, provide a notice of any change of location and address of the records.

6.48.5 Pursuant to Labor Code Section 1776, CM and any subcontractor(s) shall have 10 days in which to provide a certified copy of the payroll records subsequent to receipt of a written notice requesting the records described herein. In the event that CM or any subcontractor fails to comply within the 10-day period, he or she shall, as a penalty to County, forfeit \$100, or a higher amount as provided by Section 1776, for each calendar day, or portion thereof, for each worker to whom the noncompliance pertains, until strict compliance is effectuated. CM acknowledges that, without limitation as to other remedies of enforcement available to County, upon the request of the Division of Apprenticeship Standards or the Division of Labor Standards Enforcement of the California Department of Industrial Relations, such penalties shall be withheld from progress payments then due CM. CM is not subject to a penalty assessment pursuant to this section due to the failure of a subcontractor to comply with this section.

6.49 WAGE RATES

6.49.1 CM and any subcontractor(s) shall comply with the provisions of Labor Code Sections 1771 et seq., and shall pay workers employed on the Contract not less than the general prevailing rates of per diem wages and holiday and overtime wages as determined by the

**County of Orange, OC Public Works
Sukut Construction, LLC**

**Attachment A
MA-299-22010266**

Director of Industrial Relations. CM shall post a copy of these wage rates at the job site for each craft, classification, or type of worker needed in the performance of this Contract, as well as any additional job site notices required by Labor Code Section 1771.4(b). Copies of these rates are on file at the principal office of County's representative, or may be obtained from the State Office, Department of Industrial Relations ("DIR") or from the DIR's website at www.dir.ca.gov. If the Contract is federally funded, CM and any subcontractor(s) shall not pay less than the higher of these rates or the rates determined by the United States Department of Labor.

6.50 PUBLIC RECORDS ACT

Pursuant to the California Public Records Act ("CPRA"), Government Code Sections 6250 et seq., all records provided by Contractor to County are subject to public disclosure upon request except as otherwise provided by law. Prior to their submission to County, Contractor shall identify any records it believes are exempt from disclosure, and identify the applicable CPRA exemption. If the disclosure of such records is subsequently requested, County will notify Contractor of such request. Unless Contractor obtains a protective order issued by a court restricting disclosure of the requested records, County may disclose the records if County determines that the Public Records Act requires disclosure. Contractor shall indemnify and defend County in any action to compel disclosure of such records.

**County of Orange, OC Public Works
Sukut Construction, LLC**

IN WITNESS WHEREOF, the Parties hereto have executed this CONTRACT on the dates opposite their respective signatures:

SUKUT CONSTRUCTION, LLC
a California Corporation,

Date: 8/26/2021

By Eddie Juarez
Signature

Eddie Juarez, Vice President
Print Name & Title

(If a corporation, the document must be signed by two corporate officers. The 1st must be either Chairman of the Board, President or any Vice President.)

Date: 8/26/2021

By Paul Kuliev
Signature

Paul Kuliev, Chief Financial Officer
Print Name & Title

(If a corporation, the 2nd signature must be either the Secretary, an Assistant Secretary, the Chief Financial Officer, or any Assistant Treasurer.)

COUNTY OF ORANGE,
a political subdivision of the State of California

Date: _____

By _____

Print
Name _____

Title _____

Date: 8/30/2021

APPROVED AS TO FORM
Office of the County Counsel
Orange County, California

By: William Ninh William Ninh
Deputy

**ATTACHMENT A
DESIGN PHASE SERVICES
SCOPE OF WORK**

I. Project Location

Prima Deshecha Landfill (PDL) is located within Orange County, California, on the easterly side of San Juan Capistrano, California and to the west of Talega Valley Reserve at 32250 Avenida La Pata. Access to PDL is off of Avenida La Pata, approximately 1.8 miles south of Ortega Highway. The general project area is located near the current site entrance of PDL on the westerly side of Avenida La Pata. The County-owned site overlies a portion of the City of San Juan Capistrano city limits, approximately 570 acres of the western portion of the PDL. Approximately 133 acres of the southeast portion of the PDL overlies the city limits of San Clemente with the remaining portion of the site's 827 acres within an unincorporated area of the County.

II. Project Background

OC Waste & Recycling (OCWR) is responsible for managing the County of Orange (County) solid waste disposal system, including South Region Landfills that consist of the active Prima Deshecha Landfill (PDL) and five closed solid waste disposal sites. The Landfill was opened in 1976 to meet the solid waste disposal needs of the southern portion of Orange County.

Prima Deshecha Landfill is a state-of-the-art, Class III municipal solid waste landfill. The site features 1,580 total acres of land, with 697 acres for waste disposal and is broken down into five zones of development (known as Zones 1 through 5). The adjacent land northwest of the site was developed into San Juan Hills High School and Whispering Hills residential development. A residential development is sited immediately north (and predominantly downwind) of Zone 1. Residential development dominates areas to the west and northwest in San Juan Capistrano and south and southeast in San Clemente. Access to the site is via Avenida La Pata, an existing secondary arterial highway originating at Ortega Highway and terminating at the entrance of the site. Avenida La Pata provides two lanes southbound (uphill) and two lane northbound (downhill). North of Ortega Highway, Avenida La Pata becomes Antonio Parkway.

The PDL has the following facilities to support its daily operations: access roads (paved and unpaved), Fee Booth/entrance facility, truck scales, administration office (known as the "green" building), storage building, temporary site office trailers, mechanics area, household hazardous waste storage facilities, energy recovery facility, and landfill gas flare station, utilities, water tanks, and fuel storage tanks. Environmental control/protection facilities include gas and groundwater monitoring systems and surface water drainage control systems.

III. Project Description

OC Waste & Recycling (County) is in the process of preparing the design and permitting a significant infrastructure upgrade of the entrance facilities and landfill gas flare system within the same general location of the existing facilities previously mentioned. Also, due to the location of the proposed facilities, remedial grading will need to be completed to mitigate an existing landslide along with relocation of existing and installation of new utilities.

The project will improve approximately nine (9) acres of land within the PDL property and the major improvements will include the following:

1. Three (3) new scale fee booths;

**County of Orange, OC Public Works
Sukut Construction, LLC****Attachment A
MA-299-22010266**

2. Removal and redesign/replacement of the existing scale;
3. Removal of the existing automated scale;
4. Four (4) new scales;
5. One (1) new office building;
6. A new parking lot;
7. Paved ingress and egress lanes;
8. Paved access roads;
9. Design/construction of a new septic system;
10. Passive and electronic traffic control modifications;
11. Striping;
12. Scale canopies;
13. Electrical upgrades;
14. Retaining walls;
15. Remedial buttress grading;
16. Reconfiguration of the landfill gas header and condensate collection system near the flare station;
17. New landfill gas flare and treatment system;
18. Surface and sub-surface storm drain system modifications;
19. Communications upgrades;
20. Waterline upgrades;
21. Three (3) new reclaimed water tanks;
22. Relocation of one (1) existing reclaimed water tank;
23. Landscaping for both aesthetics and fire protection; and
24. Erosion control implementation.

It is important that compliance with all site and project specific regulatory permits is maintained throughout the project and that no interruption to site operations is incurred during the construction process. On-going coordination with site staff will be or paramount concern throughout this process to ensure these project goals are met and that a safe work zone is maintained.

It is anticipated that the CM firm will work closely with both County and their design consultants throughout the final stages of the design and permitting process to provide needed input for construction constraints including proper work phasing related to traffic control, construction scheduling, subcontractor selection, and material/vendor selections. Value engineering in this process is anticipated to meet the project goals and provide the most cost-efficient final project for the County.

IV. Schedule Considerations

The PDL operates six days a week, Monday through Saturday, except for six major holidays (e.g., New Year's Day, July 4th, Memorial Day, Labor Day, Thanksgiving, and Christmas), for a total of 307 operating days per year. Solid waste operations, which include the receipt, handling, and disposal of solid waste, cover operations, site grading and/or excavation, and heavy equipment operations occur between 7:00 a.m. and 5:00 p.m. Site maintenance activities can occur 24 hours/day. It should be noted that the current Solid Waste Facility Permit permits 24-hour

**County of Orange, OC Public Works
Sukut Construction, LLC****Attachment A
MA-299-22010266**

operation, Monday through Sunday, for the ancillary operations. Unless otherwise specified in the Contract Documents, normal operating hours are from 7:00 a.m. – 5:00 p.m. Monday – Friday. Work performed outside normal operating hours will require County's prior written approval.

V. Traffic Considerations

The CM shall coordinate its traffic at the site with County. When a Traffic Control Plan (TCP) is required by the Contract Documents, Contractor shall submit an acceptable plan to County within 10 days after the Notice to Proceed is issued. The TCP shall display and address, at a minimum, the following:

1. Protection of existing improvements;
2. Maintaining access by County operations;
3. Methods to eliminate interference with existing facility operations and traffic in and out of the facility and operations area;
4. Proposed haul routes for delivery of materials;
5. Maximum speeds for each class of vehicle on each type of terrain, but in no event to exceed 15 MPH on shared access roads and any crossing areas;
6. Access to work areas; and
7. Contractor's and Subcontractors' staging and material storage areas, including fuel storage procedures.

All motor-driven equipment using fuel shall have spark arresters. Reckless driving shall not be tolerated, and all vehicles shall be operated at a safe speed at all times. If the County determines that CM has violated the Traffic Control Plan or otherwise operated in an unsafe manner, the County may suspend or prohibit the equipment operator(s) from any further work at the site.

VI. Status of Regulatory Permits

The project will also need to be in compliance of or coordinated with the following:

1. Construction General Permit (2009-0009-DWQ);
2. Industrial General Permit ();
3. Fugitive Dust Permit;
4. U.S. Army Corps of Engineers United States Fish and Wildlife Service; and
5. California Department of Fish and Game.

VII. Compliance with the California Environmental Quality Act (CEQA)

The project is addressed in Final EIR 575 addendums 11 and 12. A copy of the EIR and Addenda are available for review at OCWR Headquarters upon request.

VIII. Water Quality

The current approved Water Quality Management Plan includes the limits of this project and is not anticipated to be updated.

IX. Status of Utility Investigation

There are several known utilities with the project limits such as landfill gas, a groundwater monitoring well, storm pipes, reclaimed water, power transmission, electrical and communications lines. Utilities will need to be protected in place or temporarily/permanently moved to facilitate

**County of Orange, OC Public Works
Sukut Construction, LLC****Attachment A
MA-299-22010266**

construction. The on-site utility sources include electrical power, telephone, and water. Water is supplied to the temporary office trailer by a Capistrano Valley Water District (CVWD) domestic water line, located within Avenida La Pata. Three fire hydrants were also constructed to provide for increased fire service coverage and safety, as required by the Orange County Fire Authority (OCFA). The potable water line also provides water to the existing elevated water tanks. The site also accommodates a law enforcement and public works communications system known as the Ortega Communications Building and Tower. This non-manned facility is used by the County of Orange and all cities in the County.

X. Status of Right-of-Way

The site is traversed by several high-voltage power transmission lines crossing the site in an easement. The right-of-way for Avenida La Pata is also located within the PDL. The closest homes (Forster Ranch) are located within 100 feet of the southern PDL property boundary and the recently constructed Rancho San Juan residential area is located within 100 feet of the northwestern PDL property boundary.

XI. Permits

Permits will need to be obtained from Orange County Public Works, SCAQMD, and Orange County Fire Authority to construct the project.

XII. Geotechnical

Based on the results of field investigation, laboratory testing, and engineering analyses, the following are conclusions regarding the geotechnical aspects of the project:

1. Slope stability analysis indicates that the slope to the west and supporting the proposed flare station, office, and scales is currently stable provided significant lowering of the proposed flare station pad grade is not performed to accommodate the facility.
2. Slope stability analysis indicates that the current factor of safety for the slope to the west of the existing roadway (south of the proposed flare and scale project) is currently marginally stable and will require earthwork grading and construction of the gravity fill buttress to reach a nominal factor of 1.5.
3. It is anticipated that the new flare station, office structure, scales, and employee parking area will be founded at or near existing grade.
4. The scales and bypass lanes (east of the flare station) are anticipated to be founded near existing grade or on 6 to 8 feet of new fill to raise grade and form a new fill slope. Shallow spread and/or continuous footings bearing on compacted structural (engineered) fill is considered the most feasible option for support of the proposed structural improvements (after removal of the existing fill soils).
5. The flare station and parking area are underlain by a minimum of 7 to 8 feet of undocumented fill soils overlying Terrace Deposits. Based on comparison of topographic map pre- and post-landfill development, it is anticipated that the fill soils will become deeper in the southern portion of the proposed flare station. The upper portions of the fill soils were observed to be loose and have pores. Deeper portions were observed to be moist and relatively dense. The lack of a certification report and the condition of the fill currently suggests that it was not placed as an engineered fill. Accordingly, it is recommended that removal and recompaction of the near-surface portion of the fill soil to create a structural (engineered) fill pad below structures and parking areas.

**County of Orange, OC Public Works
Sukut Construction, LLC****Attachment A
MA-299-22010266**

6. Based on the analysis, there is a very low to negligible potential for liquefaction and earthquake-induced ground settlement of the site soils as encountered in the borings.
7. The review of available geologic literature indicates that the site is not within a State of California Earthquake Fault Zone.
8. The potential for a tsunami or storm surge to inundate the site is considered to be negligible.
9. Groundwater was not measured in borings drilled for this project because they were drilled with mud which did not allow for identifying the potentiometric surface. From these observations, groundwater is anticipated to be at least 100 feet below existing site grades. Accordingly, the groundwater table is not anticipated to be encountered during site grading. However, due to the relatively impermeable nature of the site bedrock, localized seepage and/or ponding may be anticipated after periods of precipitation.
10. Laboratory test results indicate that the near-surface soils have a moderate expansion potential and a low to moderate potential for hydro-collapse when wetted. The moderate expansion potential will necessitate special foundation design in accordance with the 2019 California Building Code, Section 1808.6.
11. Test results also indicate that the near-surface site soils have a negligible potential for soluble sulfate/chloride attack on concrete and a severe potential for corrosion to buried ferrous materials.

XIII. Design Phase Services

In addition to the list of design phase services Article 2 – Basic Design Phase Services, the CM will be required to provide the following tasks:

1. Meet in person and through video conferencing to coordinate design plan submittals.
2. Review all plans that have been prepared thus far and review all future plans to prepare comments on material selection, construction phasing, and cost estimates.
3. Develop and establish survey control for the project using the existing landfill control.
4. Prepare a construction schedule for the project that will identify all major/critical milestones and risk factors including long lead time procurement items, potential weather delays, phasing, work hours, intermediate permitting/inspections.
5. Verify all quantity takeoffs prepared by the County's design engineer.
6. Provide input on all utility designs including evaluating the use of photovoltaic panels as an onsite energy source.
7. Provide a detailed and phased traffic control plan, material hauling plan and pedestrian detour plan that will be approved by the County.
8. Provide a detailed water handling plans which includes water diversion and dewatering to control surface and subsurface water to such an extent that the CM can effectively construct the Project. CM is responsible for obtaining the necessary permits to implement the plan and any sample collection/testing as required by the permit.
9. Provide an engineer approved by the County with a valid State of California Structural Engineering license.
10. If requested by the County or the utility company, CM shall produce a utility protection plan which clearly shows how the CM will protect the utilities. This plan shall be prepared by a qualified engineer and will be approved by the County and utility company.
11. The CM shall perform all utility investigations during the design phase. Utilities that are identified shall be potholed to verify the location and elevation of the utility. CM shall provide

**County of Orange, OC Public Works
Sukut Construction, LLC**

**Attachment A
MA-299-22010266**

Survey services to locate each potholed utility. OCPW has a Survey Service Area (hereinafter referred to as “OC Survey”) that will assist with CM’s surveyor with locating and/or if necessary, establishing monuments. If deemed necessary, OC Survey may provide a review of the results to ensure they meet County Survey Standards.

XIV. Proposed Project Schedule of Major Milestones (subject to change)

1. Issue Notice to Proceed (Design Phase Services), process insurance and bonding – November 2021
2. Complete VE/Constructability review – December 2021
3. Negotiation construction GMP – January 2022
4. Issue Notice of Proceed (Construction), process insurance and bonding– January 2022
5. Complete Construction – January 2023

**County of Orange, OC Public Works
Sukut Construction, LLC**

**Attachment A
MA-299-22010266**

**ATTACHMENT B
DESIGN PHASE SERVICES
STAFFING PLAN**

I. KEY PERSONNEL

Name	Classification/Designation	Years of Experience	License/Certifications (include license number)
John Pena	Project Manager	10	
Curtis Wleklinski	Superintendent	33	
Joe Dietz	Structural Engineer	20	CA Civil Engineer License 67032; CA Structural Engineer License S-5251
Tom Huntington	Schedule Consultant	18	
Nathaniel Behura	Transportation Engineer	28	

CM understands that the personnel represented as assigned to the Contract must remain working on the Contract throughout the duration of the Contract unless otherwise requested or approved by the County. Substitution or addition of CM's key personnel in any given category or classification shall be allowed only with written approval of the County's Project Manager. ***Note: The written approval of substituted CM Key Personnel is for the departmental use only and shall not be used for auditing purposes outside OC Public Works.***

CM may reserve the right to involve other CM personnel, as their services are required. The specific individuals will be assigned based on the need and timing of the services/classification required. Assignment of additional key personnel shall be subject to County Project Manager written approval. ***Note: the written approval of additional CM Key Personnel is for departmental use only and shall not be used for auditing purposes outside OC Public Works.*** County reserves the right to have any CM personnel removed from providing services to County under this Contract. County is not required to provide any reason for the request for removal of any CM personnel.

COMPANY NAME & ADDRESS	CONTACT NAME & TELEPHONE NUMBER	PROJECT FUNCTION
Capo Projects Group, LLC 30200 Rancho Viejo Rd., Suite I, San Juan Capistrano, CA 92675	Tom Huntington 310-606-1365	Schedule Consultant
Transportation & Energy Solutions, Inc. 5475 Brentwood Pl, Yorba Linda, CA 92887	Nathaniel Behura 714-685-0001	Traffic Control Engineer Consultant
Dietz Structural & Civil Engineering, Inc. 25231 Paseo De Alicia, Ste 260, Laguna Hills, CA 92653	Joe Dietz 949-505-3283	Structural Engineer Consultant

**County of Orange, OC Public Works
Sukut Construction, LLC**

C Below, Inc. 14280 Euclid Ave, Chino, CA 91710	Nick Loera 310-749-9351	Utility Locating
Vertex Survey, Inc. 28348 Constellation Rd., Santa Clarita, CA 91355	Habib Chababi 661-816-4180	Survey

**County of Orange, OC Public Works
Sukut Construction, LLC**

**Attachment A
MA-299-22010266**

**EXHIBIT 1
CLASSIFICATIONS, RATES AND SERVICES**

A. CLASSIFICATION RATES:

SUKUT CONSTRUCTION, LLC	
Classification Titles	Hourly Rate
Project Manager/Estimator	\$165
Project Engineer	\$125
Superintendent	\$165
Principal Officers	\$210
Safety Manager	\$150

CAPO PROJECTS GROUP, LLC	
Classification Titles	Hourly Rate
Scheduler	\$175

TRANSPORTATION & ENERGY SOLUTIONS, INC.	
Classification Titles	Hourly Rate
Traffic Control Engineer	\$185

DIETZ STRUCTURAL & CIVIL ENGINEERING, INC.	
Classification Titles	Hourly Rate
Structural Engineer	\$185

VERTEX SURVEY, INC.	
Classification Titles	Hourly Rate
Survey Crew (2 man)	\$275
Survey Draftsman	\$140

C BELOW, INC.	
Classification Titles	Hourly Rate
Utility Locating Service	\$200