## **CONTRACT (PARTS I-V)**

## PROFESSIONAL MANAGEMENT, ENGINEERING AND/OR ARCHITECTURAL SERVICES

## **PART I - AGREEMENT**

THIS AGREEMENT, entered into this <u>26th</u> day of <u>January</u>, <u>2015</u>, by and between Johnson County, hereinafter called the "COUNTY", acting herein by Judge Roger Harmon hereunto duly authorized, and <u>Childress Engineers</u> hereinafter called "Firm", acting herein by <u>Benjamin S. Shanklin</u>, procured in conformance with Texas Governmental Code Chapter 2254, Subchapter A, Professional Services.

#### WITNESSETH THAT:

WHEREAS, Johnson County desires to implement a <u>Community Development Block Grant</u> under the general direction of the Texas Community Development Program (TxCDBG); and Whereas the COUNTY desires to engage <u>Childress Engineers</u> to render certain services in connection with its utility project consisting of the Construction and testing of a wastewater collector line, manholes and other appurtenances. This work is to be known as the 2014 TXCDBG SANITARY SEWER IMPROVEMENTS and hereinafter referred to as the "Project".

NOW THEREFORE, the parties do mutually agree as follows:

#### 1. Scope of Services

Part II, Scope of Services, is hereby incorporated by reference into this Agreement.

- 2. <u>Time of Performance</u> The services of <u>Childress Engineers</u> shall commence on <u>January 26, 2015</u>. In any event, all of the services required and performed hereunder shall be completed no later than <u>October 14, 2016</u>.
- 3. Access to Information It is agreed that all information, data, reports, records and maps as are existing, available and necessary for the carrying out of the work outlined above shall be furnished to <u>Childress Engineers</u> by the County and its agencies. No charge will be made to <u>Childress Engineers</u> for such information and the County and its agencies will cooperate with <u>Childress Engineers</u> in every way possible to facilitate the performance of the work described in the contract.
- 4. Compensation and Method of Payment The maximum amount of compensation and reimbursement to be paid hereunder for Basic Services and Special Services shall not exceed \$106,500 (One Hundred Six Thousand Five Hundred Dollars) without further authorization. Payment to Childress Engineers shall be based on satisfactory completion of identified milestones in Part III Payment Schedule of this Contract.
- 5. <u>Indemnification</u> <u>Childress Engineers</u> shall comply with the requirements of all applicable laws, rules and regulations, and shall exonerate, indemnify, and hold harmless the County and its agency members from and against them, and shall assume full responsibility for payments of Federal, State and local taxes on contributions imposed or required under the Social Security, worker's compensation and income tax laws.

## 6. Miscellaneous Provisions

- a. This Agreement shall be construed under and in accord with the laws of the State of Texas, and all obligations of the parties created hereunder are performable in <u>Johnson</u> County, Texas.
- b. This Agreement shall be binding upon and insure to the benefit of the parties hereto and their respective heirs, executors, administrators, legal representatives, successors and assigns where permitted by this Agreement.
- c. In any case one or more of the provisions contained in this Agreement shall for any reason be held to be invalid, illegal or unenforceable in any respect, such invalidity, illegality, or unenforceability shall not affect any other provision thereof and this Agreement shall not be construed as if such invalid, illegal, or unenforceable provision had never been contained herein.
- d. If any action at law or in equity is necessary to enforce or interpret the terms of this Agreement, the prevailing party shall be entitled to reasonable attorney's fees, costs, and necessary disbursements in addition to any other relief to which such party may be entitled.

- e. This Agreement may be amended by mutual agreement of the parties hereto and in writing to be attached and incorporated into this Agreement.
- 7. <u>Terms and Conditions</u> This Agreement is subject to the provisions titled, "Part IV Terms and Conditions" and attached hereto and incorporated by reference herein.
- 8. <u>Standard Conditions</u> This Agreement is subject to the provisions titled, "Part V Standard Conditions" and attached hereto and incorporated by reference herein.

IN WITNESSETH HEREOF, the parties have hereunto set their hands and seals.

COUNTY OF JOHNSON

Roger Harmen, Judge

FIRM: Childress Engineers

Benjamin S. Shanklin, P.E., President

**NOTE**: This document has important legal consequences. Please consult with your legal counsel with respect to its completion or modification.

#### **PART II**

#### PROFESSIONAL ENGINEERING/ARCHITECTURAL SCOPE OF SERVICES

The Engineering Firm shall render the following professional services necessary for the development of the project:

#### **SCOPE OF SERVICES**

#### **Basic Services**

The ENGINEER will promptly and expeditiously provide the supervision, direction, and personnel and equipment to perform the following work during the design phase:

- 1. Attend preliminary conferences with the COUNTY regarding the requirements of the project.
- 2. To design the project to conform to the intent of the COUNTY to construct the aforementioned PROJECT.
- 3. Provide project management and coordination for the project.
- 4. To meet the specific time table, as follows:
  - Complete the preliminary design for the project, and submit to COUNTY for approval:

Within ninety (90) calendar days following written notification by COUNTY to proceed with the preliminary design of the project.

Complete final plans, specifications and bid documents:

Within sixty (60) days following COUNTY approval to proceed with the final design of the project

- 5. Determine necessity for any acquisition of any additional real property/easements/ROWs for the TxCDBG project and, if applicable, furnish to the COUNTY:
  - Name and address of property owners;
  - Map showing entire tract with designation of part to be acquired.
- 6. Submit detailed drawings and plans/specifications to appropriate regulatory agency(ies) and obtain clearance, as required.
- 7. Prepare bid packet/contract documents/advertisement for bids.
- 8. Make 10-day call to confirm prevailing wage decision issued by TxCDBG.
- 9. Incorporate any and all wage rate modifications or supersede as via bid addendum (if applicable).
- 10. Conduct bid opening and prepare minutes.
- 11. Tabulate, analyze, and review bids for completeness and accuracy.
- 12. Accomplish construction Contractor eligibility verification.
- 13. Conduct pre-construction conference and prepare copy of report/minutes.
- 14. Issue Start of Construction Notice to TxCDBG and Notice to Proceed to construction contractor.

- 15. Provide in all proposed construction contracts deductive alternatives where feasible, so that should the lowest responsive base bid for construction exceed the funds available, deductive alternatives can be taken to reduce the bid price.
- 16. Design for access by persons with disabilities to facilities to be used by the public in accordance with Public Law 504.
- 17. Use forms for instructions to bidders, general conditions, contract, bid bond, performance bond, and payment bond that have TxCDBG approval.
- 18. Make periodic visits to the site to observe the progress and quality of the work, and to determine in general if the work is proceeding in accordance with the Contract.
- 19. Consult with and advise the COUNTY during construction; issue to contractors all instructions requested by the COUNTY; and prepare routine change orders if required, at no charge for engineering services to the COUNTY when the change order is required to correct errors or omissions by the Engineer; provide price analysis for change orders; process and submit change orders to TxCDBG for approval prior to execution by COUNTY.
- 20. Review shop and working drawings furnished by contractors for compliance with design concept and with information given in contract documents (contractors will be responsible for dimensions to be confirmed and correlated at job site).
- 21. Based on the Engineer's on-site observations and review of the contractor's applications for payment, determine the amount owing to the contractor in such amounts; such approvals of payment to constitute a representation to the COUNTY, based on such observations and review, that the work has progressed to the point indicated and that the quality of work is in accordance with the plans, specifications and contract documents.
- 22. Require that a 10% retainage is withheld from all payments on construction contracts until final acceptance by the COUNTY and approval by TxCDBG, unless State or local law provides otherwise.
- 23. Prepare Certificate of Construction Completion and Clean Lien Certificate.
- 24. Conduct interim/final inspections.
- 25. Revise contract drawings to show the work as actually constructed, and furnish the COUNTY with a set of "as built" plans. TxCDBG requires that the Project Engineer shall furnish a copy of the final project record drawing(s) engineering schematic(s), as constructed using funds under this contract. These maps shall be provided in digital format containing the source map data (original vector data) and the graphic data in files on machine readable media, such as compact disc (CD), which are compatible with computer systems owned or readily available to the COUNTY.

#### **Special Services**

## **Surveying Services**

- 1. Topographic Survey
  - The available aerial photos will be utilized; however, additional field surveying will be required to supplement the design.
  - Set GPS Control Points.
  - Field tie visible points required for final design along the proposed route.
  - Locate existing utility lines (per utility locator).
  - Field tie above ground visible improvements.
  - Prepare a topographic survey drawing.
  - This drawing will show ground surface contours at an interval of one (1) foot supplemented by appropriate spot elevations accurate to 0.1 foot elevation in areas where new facilities are proposed.

## **Additional Engineering Services**

In addition to performing the engineering services described above, the ENGINEER agrees to perform additional services as requested by COUNTY from time to time and COUNTY agrees to compensate ENGINEER for such services in accordance with ENGINEER's standard hourly fee (see Attachment I) as determined by the actual costs incurred and by actual time expended, or based on the actual subcontractor's invoices for work done, times a 1.2 multiplier, such services to be one or more of the following:

- 1. Make or prepare property surveys, detailed description of sites, maps, or drawings related thereto and outside the scope of the Project.
- 2. Acquisition of real property, or up to three (3) easements is anticipated under this contract.
- 3. Services supporting the condemnation process.
- 4. Engineering services required due to relocation of the project route.
- 5. Provide a Resident Project Representative
- 6. Appearances before courts or boards on matters of litigation or hearings related to the Project.
- 7. Miscellaneous engineering work for COUNTY not related to the Project.

#### **SUBCONTRACTS**

- If any time during progress of the work, the COUNTY determines that any subcontractor is incompetent
  or undesirable, the COUNTY will notify the Engineer who shall take reasonable and immediate steps to
  satisfactorily cure the problem, substitute performance, or cancel such subcontract. Subletting by
  subcontractors shall be subject to the same regulations. Nothing contained in this Contract shall create
  any contractual relation between any subcontractor and COUNTY.
- 2. The Engineer will include in all contracts and subcontracts of amounts in excess of \$100,000 a provision which requires compliance with all applicable standards, orders or requirements issued under Section 306 of the Clean Air Act [42 U.S. 1857 (h)], Section 508 of the Clean Water Act (33 U.S.C. 1368d), Executive Order 11738, and Environmental Protection Agency regulations (40 CFR, Part 15), which

prohibit the use under non-exempt Federal contracts, grants or loans of facilities included on the EPA List of Violating Facilities. The provisions shall require reporting of violations to TxCDBG and to the U.S. Environmental Protection Agency Assistant Administrator for Enforcement.

- 3. The Engineer will include in all contracts and subcontracts other than for small purchases (less than \$10,000), provisions or conditions which will allow for administrative, contractual or legal remedies in instances which violate or breach contract terms, and provide for such sanctions and penalties as may be appropriate.
- 4. The Engineer will include in all contracts and subcontracts in excess of \$10,000 suitable provisions for termination by the COUNTY including the manner by which it will be affected and the basis for settlement. In addition, such contracts shall describe conditions under which the contract may be terminated for default as well as conditions where the contract may be terminated because of circumstances beyond the control of the Engineer.
- 5. The Engineer will include in all contracts and subcontracts in excess of \$10,000 provisions requiring compliance with the following:
  - The Engineer will not discriminate against any employee or applicant for employment because of race, creed, sex, color, national origin, physical or mental disability, marital status, parenthood, or age.
  - Executive Order 11246 Equal Employment Opportunity.
  - Copeland Anti-Kickback Act.
  - (in excess of \$2,000) Davis-Bacon Act
  - (in excess of \$2,000) Section 103 and 107 of the Contract Work Hours and Safety Standards Act.
  - a provision recognizing mandatory standards and policies relating to energy efficiency that are contained in the State energy conservation plan issued in compliance with the Energy Policy and Conservation Act.
  - Section 3 of the Housing and Urban Development Act of 1968.
  - Title VI of the Civil Rights Act of 1964
- 6. The Engineer will include in all negotiated contracts and subcontracts a provision which indicates that funds will not be awarded under this contract to any party which is debarred, suspended, or otherwise excluded from or ineligible for participation in federal assistance programs under Executive Order 12549 and 24 CFR Part 24. A certification shall be provided and received from each proposed subcontractor under this contract and its principals.
- 7. The Engineer will include in all negotiated contracts and subcontracts a provision to the effect that the COUNTY, TxCDBG, the Comptroller General of the State of Texas, or any of their duly authorized representatives, shall have access to any books, documents, papers and records of the Contractor which are directly pertinent to that specific contract, for the purpose of making audit, examination, excerpts, and transcriptions.
- 8. The Engineer will include in all contracts and subcontracts a requirement that the Contractor maintain all relevant project records for three (3) years after the COUNTY has made final payment to the Contractor and all other pending matters are closed.

#### STANDARD OF PERFORMANCE AND DEFICIENCIES

- All services of the Engineer and its independent professional associates, consultants and subcontractors will be performed in a professional, reasonable and prudent manner in accordance with generally accepted professional practice. The Engineer represents that it has the required skills and capacity to perform work and services to be provided under this Contract.
- 2. The Engineer represents that services provided under this Contract shall be performed within the limits prescribed by the COUNTY in a manner consistent with that level of care and skill ordinarily exercised by other professional consultants under similar circumstances.
- 3. Any deficiency in Engineer's work and services performed under this contract shall be subject to the provisions of applicable state and federal law. Any deficiency discovered shall be corrected upon notice from COUNTY and at the Engineer's expense if the deficiency is due to Engineer's negligence. The COUNTY shall notify the Engineer in writing of any such deficiency and provide an opportunity for mutual investigation and resolution of the problem prior to pursuit of any judicial remedy. In any case, this provision shall in no way limit the judicial remedies available to the COUNTY under applicable state or federal law.
- 4. The Engineer agrees to and shall hold harmless the COUNTY, its officers, employees, and agents from all claims and liability of whatsoever kind or character due to or arising solely out of the negligent acts or omissions of the Engineer, its officers, agents, employees, subcontractors, and others acting for or under the direction of the Engineer doing the work herein contracted for or by or in consequence of any negligence in the performance of this Contract, or by or on account of any omission in the performance of this Contract.

**NOTE**: This document has important legal consequences. Please consult with your legal counsel with respect to its completion or modification.

## **PART III**

## PAYMENT SCHEDULE

## PROFESSIONAL ENGINEERING/ARCHITECTURAL SERVICES

COUNTY shall reimburse <u>Childress Engineers</u> for basic engineering services provided upon completion of the following project milestones per the following percentages of the maximum contract amount:

| Milestone   | % of<br>Contract<br>Fee |
|---|-------------------------|
| <ul> <li>Approval of Preliminary Engineering Plans and Specifications by COUNTY.</li> </ul>             | 30%                     |
| <ul> <li>Approval of Plans and Specifications by Regulatory Agency(ies).</li> </ul>                     | 20%                     |
| Start of Construction.  | 35%                     |
| <ul> <li>Completion of Final Closeout Assessment and submittal of "As Builts" to<br/>COUNTY.</li> </ul> | 10%                     |
| <ul> <li>Completion of final inspection and acceptance by the COUNTY.</li> </ul>                        | 5%                      |
| Total   | 100%                    |

**NOTE:** Percentages of payment listed here are general guidelines based on engineering services typically provided. These are negotiable, and should serve only as a guide. Payment schedule should be tied directly to the actual Scope of Work identified in Part II - Engineering/Architectural Scope of Services.

#### **SPECIAL SERVICES**

Special Services shall be reimbursed under the following hourly rate schedule: (List all applicable services to include overhead charge).

| \$160.00 |
|----------|
| \$170.00 |
| \$200.00 |
| \$135.00 |
| \$90.00  |
| \$90.00  |
|          |

The fee for all other Special Services shall not exceed a total of <u>Forty Seven Thousand Five Hundred</u> and No/100 Dollars (\$47,500.00). The payment for these Special Services shall be paid, per the following schedule:

- 1. The Engineer shall be paid upon completion of topographic surveying, necessary field data, and acquisition data, if applicable, the sum of <u>Fifteen Thousand</u> and No/100 Dollars (\$15,000.00).
- 2. The Engineer shall be paid upon completion of up to six (6) permanent utility easement descriptions, the sum of Six Thousand and No/100 Dollars (\$6,000.00).
- 3. For the completion of a geotechnical investigation of four (4) soil borings and a report, the Engineer shall be paid the sum of Six Thousand and No/100 Dollars (\$6,000.00).
- 4. For the surveying and preparation of two (2) railroad crossings and one (1) TxDOT Highway bore permit or license application the Engineer shall be paid the sum of <u>Seven Thousand</u> and No/100 Dollars (\$7,000.00).
- 5. For the preparation of up to three (3) easement descriptions and the negotiation of three (3) easements, the Engineer shall be paid the sum of <u>Thirteen Thousand Five Hundred</u> and No/100 Dollars (\$13,500).
- 6. The payment requests shall be prepared by the Engineer and be accompanied by such supporting data to substantiate the amounts requested.
- 7. Any work performed by the Engineer prior to the execution of this contract is at the Engineer's sole risk and expense.

#### ADDITIONAL ENGINEERING SERVICES

- Additional compensation shall be paid to the ENGINEER for services that are considered Additional
  Engineering Services outside of the scope described in Article I, and shall be billed according to the
  hourly fee schedule above, by a separate Agreement or based on the actual subcontractor's invoices for
  work done, times a 1.2 multiplier. Billings shall be submitted monthly for these services.
- 2. Reimbursable expenditures (printing, deliveries, CADD plots, travel, etc....) will be invoiced according to established prices or at 1.15 times the direct cost incurred.

#### **PART IV**

#### TERMS AND CONDITIONS

## PROFESSIONAL MANAGEMENT, ENGINEERING AND/OR ARCHITECTURAL SERVICES

1. Termination of Contract for Cause. If, through any cause, the Firm shall fail to fulfill in a timely and proper manner his/her obligations under this Contract, or if the Firm shall violate any of the covenants, agreements, or stipulations of this Contract, the COUNTY shall thereupon have the right to terminate this Contract by giving written notice to the Firm of such termination and specifying the effective date thereof, at least seven days before the effective date of such termination. In such event, all finished or unfinished documents, data, studies, surveys, drawings, maps, models, photographs and reports prepared by the Firm under this Contract shall, at the option of the COUNTY, become its property and the Firm shall be entitled to receive just and equitable compensation for any work satisfactorily completed hereunder.

Notwithstanding the above, the Firm shall not be relieved of liability to the COUNTY for damages sustained by the COUNTY by virtue of any breach of the Contract by the Firm, and the COUNTY may withhold any payments to the Firm for the purpose of set-off until such time as the exact amount of damages due the COUNTY from the Firm is determined.

- Termination for Convenience of the COUNTY. The COUNTY may terminate this Contract at any time by giving at least ten (10) days notice in writing to the Firm. If the Contract is terminated by the COUNTY as provided herein, the Firm will be paid for the time provided and expenses incurred up to the termination date. If this Contract is terminated due to the fault of the Firm, Paragraph 1 hereof relative to termination shall apply.
- 3. <u>Changes</u>. The COUNTY may, from time to time, request changes in the scope of the services of the Firm to be performed hereunder. Such changes, including any increase or decrease in the amount of the Firm's compensation, which are mutually agreed upon by and between the COUNTY and the Firm, shall be incorporated in written amendments to this Contract.

#### 4. Personnel.

- a. The Firm represents that he/she has, or will secure at his own expense, all personnel required in performing the services under this Contract. Such personnel shall not be employees of or have any contractual relationship with the COUNTY.
- b. All of the services required hereunder will be performed by the Firm or under his/her supervision and all personnel engaged in the work shall be fully qualified and shall be authorized or permitted under State and Local law to perform such services.
- c. None of the work or services covered by this Contract shall be subcontracted without the prior written approval of the COUNTY. Any work or services subcontracted hereunder shall be specified by written contract or agreement and shall be subject to each provision of this Contract.
- 5. <u>Assignability</u>. The Firm shall not assign any interest on this Contract, and shall not transfer any interest in the same (whether by assignment or novation), without the prior written consent of the COUNTY thereto: Provided, however, that claims for money by the Firm from the COUNTY under this Contract may be assigned to a bank, trust company, or other financial institution without such approval. Written notice of any such assignment or transfer shall be furnished promptly to the COUNTY.
- 6. Reports and Information. The Firm, at such times and in such forms as the COUNTY may require, shall furnish the COUNTY such periodic reports as it may request pertaining to the work or services undertaken pursuant to this Contract, the costs and obligations incurred or to be incurred in connection therewith, and any other matters covered by this Contract.

- 7. Records and Audits. The Firm shall insure that the COUNTY maintains fiscal records and supporting documentation for all expenditures of funds made under this contract in a manner that conforms to OMB Circular A-87, Section 570.490 of the Regulations, and this Contract. Such records must include data on the racial, ethnic, and gender characteristics of persons who are applicants for, participants in, or beneficiaries of the funds provided under this Contract. COUNTY shall retain such records, and any supporting documentation, for the greater of three years from closeout of the Contract or the period required by other applicable laws and regulations.
- 8. <u>Findings Confidential</u>. All of the reports, information, data, etc., prepared or assembled by the Firm under this contract are confidential and the Firm agrees that they shall not be made available to any individual or organization without the prior written approval of the COUNTY.
- 9. <u>Copyright</u>. No report, maps, or other documents produced in whole or in part under this Contract shall be the subject of an application for copyright by or on behalf of the Firm.
- 10. <u>Compliance with Local Laws</u>. The Firm shall comply with all applicable laws, ordinances and codes of the State and local governments, and the Firm shall save the COUNTY harmless with respect to any damages arising from any tort done in performing any of the work embraced by this Contract.
- 11. Equal Employment Opportunity. During the performance of this Contract, the Firm agrees as follows:
  - a. The Firm will not discriminate against any employee or applicant for employment because of race, creed, sex, color, handicap or national origin. The Firm will take affirmative action to ensure that applicants are employed, and that employees are treated during employment, without regard to their race, creed, sex, color, handicap or national origin. Such action shall include, but not be limited to, the following: Employment, upgrading, demotion, or transfer; recruitment or recruitment advertising; layoff or termination; rates of pay or other forms of compensation; and selection for training, including apprenticeship. The Firm agrees to post in conspicuous places, available to employees and applicants for employment, notices to be provided by the COUNTY setting forth the provisions of this non-discrimination clause.
  - b. The Firm will, in all solicitation or advertisements for employees placed by or on behalf of the Firm, state that all qualified applicants will receive consideration for employment without regard to race, creed, color, sex, handicap or national original.
  - c. The Firm will cause the foregoing provisions to be inserted in all subcontracts for any work covered by this Contract so that such provisions will be binding upon each subcontractor, provided that the foregoing provisions shall not apply to contracts or subcontracts for standard commercial supplies or raw materials.
  - d. The Firm will include the provisions a. through c. in every subcontract or purchase order unless exempted.
- 12. <u>Civil Rights Act of 1964</u>. Under Title VI of the Civil Rights Act of 1964, no person shall, on the grounds of race, color, or national origin, be excluded from participation in, be denied the benefits of, or be subjected to discrimination under any program or activity receiving Federal financial assistance.
- 13. Section 109 of the Housing and Community Development Act of 1974.
  - a. No person in the United States shall on the ground of race, color, national origin, or sex be excluded from participation in, be denied the benefits of, or be subjected to discrimination under any program or activity funded in whole or in part with funds made available under this title.
- 14. "Section 3" Compliance in the Provision of Training, Employment and Business Opportunities.
  - a. The work to be performed under this contract is on a project assisted under a program providing direct Federal financial assistance from the Office of Housing and Urban Development and is subject to the requirements of Section 3 of the Housing and Urban Development Act of 1968, as

amended, 12 U.S.C. 1701u. Section 3 requires that to the greatest extent feasible opportunities for training and employment be given lower income residents of the project area and contracts for work in connection with the project be awarded to business concerns that are located in, or owned in substantial part by persons residing in the area of the project.

- b. The parties to this contract will comply with the provisions of said Section 3 and the regulations issued pursuant thereto by the Secretary of Housing and Urban Development set forth in 24 C.F.R. 235, and all applicable rules and orders of the Office issued thereunder prior to the execution of this Contract. The parties to this Contract certify and agree that they are under no contractual or other disability that would prevent them from complying with these requirements.
- c. The contractor will send to each labor organization or representative of workers with which he/she has a collective bargaining agreement or other contract or understanding, if any, a notice advising the said labor organization or workers' representative of his/her commitments under this Section 3 clause and shall post copies of the notice in conspicuous places available to employees and applicants for employment or training.
- d. The contractor will include this Section 3 clause in every subcontract for work in connection with the project and will, at the direction of the applicant for or recipient of Federal financial assistance, take appropriate action pursuant to the subcontract upon a finding that the subcontractor is in violation of regulations issued by the Secretary of Housing and Urban Development, 24 C.F.R. Part 135. The contractor will not subcontract with any subcontractor where it has notice or knowledge that the latter has been found in violation of regulations under 24 C.F.R. Part 135 and will not let any subcontract unless the subcontractor has first provided it with a preliminary statement of ability to comply with the requirements of these regulations.
- e. Compliance with the provisions of Section 3, the regulations set forth in 24 C.F.R. Part 135, and all applicable rules and orders of the Office issued hereunder prior to the execution of the contract, shall be a condition of the federal financial assistance provided to the project, binding upon the applicant or recipient for such assistance, its successors and assigns. Failure to fulfill these requirements shall subject the applicant or recipient, its contractors and subcontractors, its successors and assigns to those sanctions specified by the grant or loan agreement or contract through which federal assistance is provided, and to such sanctions as are specified by 24 C.F.R. Part 135.

## 15. Section 503 Handicapped (if \$2,500 or Over) Affirmative Action for Handicapped Workers.

- a. The contractor will not discriminate against any employee or applicant for employment because of physical or mental handicap in regard to any position for which the employee or applicant for employment is qualified. The contractor agrees to take affirmative action to employ, advance in employment and otherwise treat qualified handicapped individuals without discrimination based upon their physical or mental handicap in all employment practices such as the following: Employment, upgrading, demotion or transfer, recruitment, advertising, layoff or termination, rates of pay or other forms of compensation, and selection for training, including apprenticeship.
- b. The contractor agrees to comply with the rules, regulations, and relevant orders of the Secretary of Labor issued pursuant to the Act.
- c. In the event of the contractor's non-compliance with the requirements of this clause, actions for non-compliance may be taken in accordance with the rules, regulations, and relevant orders of the Secretary of Labor issued pursuant to the Act.
- d. The contractor agrees to post in conspicuous places, available to employees and applicants for employment, notices in a form to be prescribed by the Director, provided by or through the contracting officer. Such notices shall state the contractor's obligation under the law to take affirmative action to employ and advance in employment qualified handicapped employees and applicants for employment, and the rights of applicants and employees.

- e. The contractor will notify each labor union or representative of workers with which it has a collective bargaining agreement or other contract understanding, that the contractor is bound by the terms of Section 503 of Rehabilitation Act of 1973, and is committed to take affirmative action to employ and advance in employment physically and mentally handicapped individuals.
- f. The contractor will include the provisions of this clause in every subcontract or purchase order of \$2,500 or more unless exempted by rules, regulations, or orders of the Secretary issued pursuant to Section 503 of the Act, so that such provisions will be binding upon each subcontractor with respect to any subcontract or purchase order as the Director of the Office of Federal Contract Compliance Programs may direct to enforce such provisions, including action for non-compliance.
- 16. <u>Interest of Members of the COUNTY</u>. No member of the governing body of the COUNTY and no other officer, employee, or agent of the COUNTY who exercises any functions or responsibilities in connection with the planning and carrying out of the program, shall have any personal financial interest, direct or indirect, in this Contract. and the Firm shall take appropriate steps to assure compliance.
- 17. <u>Interest of Other Local Public Officials</u>. No member of the governing body of the COUNTY and no other public official of such COUNTY, who exercises any functions or responsibilities in connection with the planning and carrying out of the program, shall have any personal financial interest, direct or indirect, in this Contract; and the Firm shall take appropriate steps to assure compliance.
- 18. <u>Interest of Firm and Employees</u>. The Firm covenants that he/she presently has no interest and shall not acquire interest, director indirect, in the study area or any parcels therein or any other interest which would conflict in any manner or degree with the performance of his/her services hereunder. The Firm further covenants that in the performance of this Contract, no person having any such interest shall be employed.
- 19. Resolution of Program Non-Compliance and Disallowed Costs. In the event of any dispute, claim, question, or disagreement arising from or relating to this Contract, or the breach thereof, including determination of responsibility for any costs disallowed as a result of non-compliance with federal, state or TxCDBG program requirements, the parties hereto shall use their best efforts to settle the dispute, claim, question or disagreement. To this effect, the parties shall consult and negotiate with each other in good faith within 30 days of receipt of a written notice of the dispute or invitation to negotiate, and attempt to reach a just and equitable solution satisfactory to both parties. If the matter is not resolved by negotiation within 30 days of receipt of written notice or invitation to negotiate, the parties agree first to try in good faith to settle the matter by mediation administered by the American Arbitration Association under its Commercial Mediation Procedures before resorting to arbitration, litigation, or some other dispute resolution procedure. The parties may enter into a written amendment to this Contract and choose a mediator that is not affiliated with the American Arbitration Association. The parties shall bear the costs of such mediation equally. If the matter is not resolved through such mediation within 60 days of the initiation of that procedure, either party may proceed to file suit.
- 20. <u>Designated Point of Contact</u>. The designated Point of Contact with Johnson County shall be the County Judge and the designated Point of Contact with Childress Engineers shall be the President of the firm.

#### **PART V**

#### STANDARD PROVISIONS

1. The attached Standard Provisions are hereby incorporated by reference into this agreement.

#### CHILDRESS ENGINEERS, INC. STANDARD PROVISIONS

- (1) Consultant's Scope of Services and Additional Services

  The Consultant's undertaking to perform professional services extends only to the services specifically described in this Agreement. However, if requested by the Client and agreed to by the Consultant, the Consultant will perform additional services ("Additional Services"), and such Additional Services shall be governed by these provisions. Unless otherwise agreed to in writing, the Client shall pay the Consultant for the performance of any Additional Services an amount based upon the Consultant's then-current hourly rates plus an amount to cover certain direct expenses including in-house duplicating, local mileage, telephone calls, postage, and word processing. Other direct expenses will be billed at 1.15 times cost. Technical use of computers for design, analysis, GIS, and graphics, etc., will be billed at \$25.00 per hour.
- (2) Client's Responsibilities In addition to other responsibilities described herein or imposed by law, the Client shall:
- (a) Designate in writing a person to act as its representative with respect to this Agreement, such person having complete authority to transmit instructions, receive information, and make or interpret the Client's decisions.
- (b) Provide all information and criteria as to the Client's requirements, objectives, and expectations for the project including all numerical criteria that are to be met and all standards of development, design, or construction.
- (c) Provide to the Consultant all previous studies, plans, or other documents pertaining to the project and all new data reasonably necessary in the Consultant's opinion, such as site survey and engineering data, environmental impact assessments or statements, zoning or other land use regulations, etc., upon all of which the Consultant may rely.
- (d) Arrange for access to the site and other private or public property as required for the Consultant to provide its services.
- (e) Review all documents or oral reports presented by the Consultant and render in writing decisions pertaining thereto within a reasonable time so as not to delay the services of the Consultant.
- (f) Furnish approvals and permits from governmental authorities having jurisdiction over the project and approvals and consents from other parties as may be necessary for completion of the Consultant's services.
- (g) Cause to be provided such independent accounting, legal, insurance, cost estimating and overall feasibility services as the Client may require or the Consultant may reasonably request in furtherance of the project development.
- (h) Give prompt written notice to the Consultant whenever the Client becomes aware of any development that affects the scope and timing of the Consultant's services or any defect or noncompliance in any aspect of the project.
- (i) Bear all costs incident to the responsibilities of the Client.
- (3) **Period of Services** Unless otherwise stated herein, the Consultant will begin work timely after receipt of an executed copy of this Agreement and will complete the services in a reasonable time. This Agreement is made in anticipation of conditions permitting continuous and orderly progress through completion of the services. Times for performance shall be extended as necessary for delays or suspensions due to circumstances that the Consultant does not control. If such delay or suspension extends for more than six months (cumulatively), Consultant's compensation shall be renegotiated.
- (4) Method of Payment Compensation shall be paid to the Consultant in accordance with the following provisions:
- (a) Invoices will be submitted by the Consultant to the Client periodically for services performed and expenses incurred. Payment of each invoice will be due within 30 days of receipt. The Client shall also pay to the Consultant all transaction taxes, if any, whether state, local, or federal, levied with respect to amounts paid hereunder, including but not limited to sales tax. The Consultant shall be compensated in U.S. dollars. Interest will be added to accounts not paid within 30 days at the rate of 12% per annum beginning on the 30 day. If the Client fails to make any payment due the Consultant under this or any other agreement within 30 days after the Consultant's transmittal of its invoice, the Consultant may, after giving notice to the Client, suspend services under this Agreement until all amounts due are paid in full.
- (b) If the Client objects to an invoice, it must advise the Consultant in writing giving its reasons within 14 days of receipt of the invoice or the Client's objections will be waived, and the invoice shall conclusively be deemed due and owing.
- (c) If the Consultant initiates legal proceedings to collect payment, it may recover, in addition to all amounts due, its reasonable attorneys' fees, reasonable experts' fees, and other expenses related to the proceedings. Such expenses shall include the cost, at the Consultant's normal hourly billing rates, of the time devoted to such proceedings by its employees.
- (d) The Client agrees that the payment to the Consultant is not subject to any contingency or condition. The Consultant may negotiate payment of any check tendered by the Client, even if the words "in full satisfaction" or words intended to have similar effect appear on the check without such negotiation being an accord and satisfaction of any disputed debt and without prejudicing any right of the Consultant to collect additional amounts from the Client.

## (5) Use of Documents

- (a) All Documents are instruments of service. Consultant shall retain an ownership and property interest therein (including the right of reuse at the discretion of Consultant whether or not a Specific Project is completed.
- (b) Copies of Client-furnished data that may be relied upon by Consultant are limited to the printed copies (also known as hard copies) that are delivered to Consultant. Files in electronic media format of text, data, graphics, or of other types that are furnished by Client to Consultant are only for convenience of Consultant. Any conclusion or information obtained or derived from such electronic files will be at the user's sole risk.

rev 11/13 - 1 -

- (c) Copies of Documents that may be relied upon by Client are limited to the printed copies (also known as hard copies) that are signed or sealed by Consultant. Files in electronic media format of text, data, graphics, or of other types that are furnished by Consultant to Client are only for convenience of Client. Any conclusion or information obtained or derived from such electronic files will be at the user's sole risk.
- (d) Because data stored in electronic media format can deteriorate or be modified inadvertently or otherwise without authorization of the data's creator, the party receiving electronic files agrees that it will perform acceptance tests or procedures within 60 days, after which the receiving party shall be deemed to have accepted the data thus transferred. Any errors detected within the 60-day acceptance period will be corrected by the party delivering the electronic files. Consultant shall not be responsible to maintain documents stored in electronic media format after acceptance by Client.
- (e) When transferring documents in electronic media format, Consultant makes no representations as to compatibility, usability, or readability of documents resulting from the use of software application packages, operating systems, or computer hardware differing from those used by Consultant at the beginning of a Specific Project.
- (f) Client may make and retain copies of Documents for information and reference in connection with use on a Specific Project by Client. Such Documents are not intended or represented to be suitable for reuse by Client or others on extensions of the Specific Project for which they were prepared or on any other project. Any such reuse or modification without written verification or adaptation by Consultant, as appropriate for the specific purpose intended, will be at Client's sole risk and without liability or legal exposure to Consultant or to Consultant's subconsultants. Client shall indemnify and hold harmless Consultant and Consultant's subconsultants from all claims, damages, losses, and expenses, including attorneys' fees arising out of or resulting therefrom.
- (g) If there is a discrepancy between the electronic files and the hard copies, the hard copies govern.
- (h) Any verification or adaptation of the Documents for extensions of the Specific Project for which they were prepared or for any other project will entitle Consultant to further compensation at rates to be agreed upon by Client and Consultant.
- (6) **Opinions of Cost** Because the Consultant does not control the cost of labor, materials, equipment or services furnished by others, methods of determining prices, or competitive bidding or market conditions, any opinions rendered as to costs, including but not limited to opinions as to the costs of construction and materials, shall be made on the basis of its experience and represent its judgment as an experienced and qualified professional, familiar with the industry. The Consultant cannot and does not guarantee that proposals, bids or actual costs will not vary from its opinions of cost. Consultant assumes no responsibility for the accuracy of opinions of Total Project Costs. If the Client wishes greater assurance as to the amount of any cost, it shall employ an independent cost estimator. Consultant's services required to bring costs within any limitation established by the Client will be paid for as Additional Services.
- (7) **Termination** The obligation to provide further services under this Agreement may be terminated by either party upon seven days' written notice in the event of substantial failure by the other party to perform in accordance with the terms hereof through no fault of the terminating party, or upon thirty days' written notice for the convenience of the terminating party. In the event of any termination, the Consultant shall be paid for all services rendered and expenses incurred to the effective date of termination, and other reasonable expenses incurred by the Consultant as a result of such termination. If the Consultant's compensation is a fixed fee, the amount payable for services will be a proportional amount of the total fee based on the ratio of the amount of the services performed, as reasonably determined by the Consultant, to the total amount of services which were to have been performed.
- (8) Insurance The Consultant is protected by Workers' Compensation insurance, professional liability insurance and general liability insurance and will exchange certificates of insurance upon request. If the Client directs the Consultant to obtain increased insurance coverage, or if the nature of the Consultant's activities requires additional insurance coverage, the Consultant will take out such additional insurance, if obtainable, at the Client's expense.
- (9) Standard of Care In performing its professional services, the Consultant will use that degree of care and skill ordinarily exercised, under similar circumstances, by reputable members of its profession in the same locality at the time the services are provided. No warranty, express or implied, is made or intended by the Consultant's undertaking herein or its performance of services, and it is agreed that the Consultant is not a fiduciary with respect to the Client.
- (10) Limitation of Liability In recognition of the relative risks and benefits of the Project to both the Client and the Consultant, the risks have been allocated such that the Client agrees, to the fullest extent of the law, and notwithstanding any other provisions of this Agreement, that the total liability, in the aggregate, of the Consultant and the Consultant's officers, directors, employees, agents, and sub consultants to the Client or to anyone claiming by, through or under the Client, for any and all claims, losses, costs or damages whatsoever arising out of resulting from or in any way related to the services under this Agreement from any cause or causes, including but not limited to, the negligence, professional errors or omissions, strict liability or breach of contract or any warranty, express or implied, of the Consultant or the Consultant's officers, directors, employees, agents, and subconsultants, shall not exceed the total compensation received by the Consultant under this Agreement or \$25,000, whichever is greater. Higher limits of liability may be negotiated for additional fee. Under no circumstances shall the Consultant be liable for lost profits or consequential damages, for extra costs or other consequences due to changed conditions, or for costs related to the failure of contractors to perform work in accordance with the plans and specifications. This Section 10 is intended solely to limit the remedies available to the Client, and nothing in this Section 10 shall require the Client to indemnify the Consultant.

rev 11/13 - 2 -

(11) Exclusion of Special, Incidental, Indirect and Consequential Damages To the fullest extent permitted by law, and not withstanding any other provision in the Agreement, Consultant and Consultant's officers, directors, partners, employees, agents, and Consultant's subconsultants shall not be liable to Client or anyone claiming by, through, or under Client for any special, incidental, indirect, or consequential damages whatsoever arising out of, resulting from, or in any way related to a Specific Project or the Agreement from any cause or causes, including but not limited to any such damages caused by the negligence, professional errors or omissions, strict liability or breach of contract, or warranty express or implied of Consultant or Consultant's officers, directors, partners, employees, agents, or Consultant's subconsultants, or any of them.

#### (12) Parameters of Performance

- (a) Consultant shall be responsible for the technical accuracy of its services and documents resulting therefrom, and Client shall not be responsible for discovering deficiencies therein. Consultant shall correct such deficiencies without additional compensation except to the extent such action is directly attributable to deficiencies in Client-furnished information.
- (b) Consultant and Client shall comply with applicable Laws or Regulations and Client-mandated standards. This Agreement is based on these requirements as of the Effective Date of each Task Order. Changes to these requirements after the Effective Date of each Task Order may be the basis for modifications to Client's responsibilities or to Consultant's scope of services, times of performance, or compensation.
- (c) Client shall be responsible for, and Consultant may rely upon, the accuracy and completeness of all requirements, programs, instructions, reports, data, and other information furnished by Client to Consultant pursuant to this Agreement. Consultant may use such requirements, reports, data, and information in performing or furnishing services under this Agreement.

#### (13) Certifications

- (a) The Consultant shall not be required to execute any certifications or other documents that might, in the judgment of the Consultant, increase the Consultant's risk or affect the availability, applicability, or cost of its insurance.
- (b) Prior to the commencement of the Construction Phase on a Specific Project, Client shall notify Consultant of any notice or certification that Consultant will be requested to provide to Client or third parties in connection with a Specific Project. Client and Consultant shall reach agreement on the terms of any such requested notice or certification, and Client shall authorize such Additional Services as are necessary to enable Consultant to provide the notices or certifications requested.
- (c) Consultant shall not be required to sign any documents, no matter by whom requested, that would result in Consultant having to certify, guarantee or warrant the existence of conditions whose existence Consultant cannot ascertain within its services for that Specific Project. Client agrees not to make resolution of any dispute with Consultant or payment of any amount due to the Consultant in any way contingent upon Consultant signing any such certification.
- (14) **Dispute Resolution** All claims by the Client arising out of this Agreement or its breach shall be submitted first to mediation in accordance with the Construction Industry Mediation Rules of the American Arbitration Association as a condition precedent to litigation. Any mediation or civil action by Client must be commenced within one year of the accrual of the cause of action asserted but in no event later than allowed by applicable statutes.

#### (15) Hazardous Substances and Conditions

- (a) Services related to determinations involving hazardous substances or conditions, as defined by federal or state law, are limited to those tasks expressly stated in the scope of services. In any event, Consultant shall not be a custodian, transporter, handler, arranger, contractor, or remediator with respect to hazardous substances and conditions. Consultant's services will be limited to professional analysis, recommendations, and reporting, including, when agreed to, plans and specifications for isolation, removal, or remediation.
- (b) The Consultant shall notify the Client of hazardous substances or conditions not contemplated in the scope of services of which the Consultant actually becomes aware. Upon such notice by the Consultant, the Consultant may stop affected portions of its services until the hazardous substance or condition is eliminated. The parties shall decide if Consultant is to proceed with its services and if Consultant is to conduct testing and evaluations, and the parties may enter into further agreements as to the additional scope, fee, and terms for such services.
- (c) Except to the extent of negligence, if any, on the part of the Consultant in performing services expressly undertaken in connection with hazardous substances and conditions, the Client agrees to hold harmless, indemnify, and defend the Consultant from and against any and all claims, losses, damages, liability, and costs in any way arising out or connected with the presence, discharge, release, or escape of hazardous substances or conditions of any kind, or environmental liability of any nature, in any manner related to services of the Consultant.

## (16) Construction Phase Services

(a) If the Consultant's services include the preparation of documents to be used for construction and the Consultant is not retained to make periodic site visits, the Client assumes all responsibility for interpretation of the documents and for construction observation, and the Client waives any claims against the Consultant in any way connected thereto. Consultant shall not be responsible for the acts or omissions of any Contractor(s), subcontractor or supplier, or of any of a Contractor's agents or employees or any other persons (except Consultant's own employees) at a Site or otherwise furnishing or performing any of a Contractor's work; or for any decision made on interpretations or clarifications of the Contract Documents given by Client without consultation and advice of Consultant.

rev 11/13 - 3 -

- (b) If the Consultant provides construction phase services, the Consultant shall have no responsibility for any contractor's means, methods, techniques, equipment choice and usage, sequence, schedule, safety programs, or safety practices, nor shall Consultant have any authority or responsibility to stop or direct the work of any contractor. The Consultant's visits will be for the purpose of endeavoring to provide the Client a greater degree of confidence that the completed work of its contractors will generally conform to the construction documents prepared by the Consultant. Consultant neither guarantees the performance of contractors, nor assumes responsibility for any contractor's failure to perform its work in accordance with the contract documents.
- (c) The Consultant is not responsible for any duties assigned to the design professional in the construction contract that are not expressly provided for in this Agreement. The Client agrees that each contract with any contractor shall state that the contractor shall be solely responsible for job site safety and for its means and methods; that the contractor shall indemnify the Client and the Consultant for all claims and liability arising out of job site accidents; and that the Client and the Consultant shall be made additional insureds under the contractor's general liability insurance policy.
- (17) Assignment and Subcontracting This Agreement gives no rights or benefits to anyone other than the Client and the Consultant, and all duties and responsibilities undertaken pursuant to this Agreement will be for the sole benefit of the Client and the Consultant. The Client shall not assign or transfer any rights under or interest in this Agreement without the written consent of the Consultant. The Consultant reserves the right to augment its staff with subconsultants as it deems appropriate due to project logistics, schedules, or market conditions. If the Consultant exercises this right, the Consultant will maintain the agreed-upon billing rates for services identified in the contract, regardless of whether the services are provided by in-house employees, contract employees, or independent subconsultants.
- (18) Confidentiality The Client consents to the use and dissemination by the Consultant of photographs of the project and to the use by the Consultant of facts, data and information obtained by the Consultant in the performance of its services. If, however, any facts, data or information are specifically identified in writing by the Client as confidential, the Consultant shall use reasonable care to maintain the confidentiality of that material.
- (19) Miscellaneous Provisions This Agreement is to be governed by the law of the State of Texas. This Agreement contains the entire and fully integrated agreement between the parties and supersedes all prior and contemporaneous negotiations, representations, agreements or understandings, whether written or oral. Except as provided in Section 1, this Agreement can be supplemented or amended only by a written document executed by both parties. Provided, however, that any conflicting or additional terms on any purchase order issued by the Client shall be void and are hereby expressly rejected by the Consultant. Any provision in this Agreement that is unenforceable shall be ineffective to the extent of such unenforceability without invalidating the remaining provisions. The non-enforcement of any provision by either party shall not constitute a waiver of that provision nor shall it affect the enforceability of that provision or of the remainder of this Agreement.
- (20) Ownership Of Documents Client acknowledges that all original papers, documents, maps, surveys, digital data and other work product and copies thereof, produced by Childress Engineers, Inc. pursuant to this Agreement shall remain the property of Childress Engineers, Inc., except documents which are to be filed with public agencies. Client further acknowledges that Client's right to utilize the services and work product performed pursuant to this agreement will continue only so long as Client is not in default pursuant to the terms and conditions of this Agreement and Client has performed all obligations under this Agreement.
- (21) Copyright -The parties agree that all protections of the United States and Texas copyright laws shall be applicable to the work product to the benefit of Childress Engineers, Inc., including common law and statutory law, whether or not any copyright for such work product actually is registered, and without regard to whether or not such copyright actually applies to such work product.

rev 11/13 - 4 -

## JOHNSON COUNTY CONTRACT TERMS ADDENDUM TO CHILDRESS ENGINEERS, INC'S TERMS FOR PROFESSIONAL MANAGEMENT, ENGINEERING AND/OR ARCHITECTURAL SERVICES AGREEMENT FOR

## SERVICES RELATED TO THE COMMUNITY BLOCK GRANT SANITARY SEWER IMPROVEMENT PROJECT

This Addendum is part of an Agreement between Johnson County, Texas, a political subdivision of the State of Texas, (hereinafter referred to as "County"), and Childress Engineers, Inc. ("Childress"). The County and Childress may be collectively referred to as the "PARTIES". This is an Addendum to the Terms for Professional Management, Engineering and/or Architectural Services Agreement between the Parties for the provision of professional management, engineering, and / or architectural services. The attached documents along with this Addendum shall constitute the entire and complete Agreement between the Parties.

- 1. This Agreement will be governed by and construed according to the laws of the State of Texas. Venue for any action or claim arising out of the Agreement must be in the state district courts in Johnson County, Texas or the federal district courts in Dallas County, Texas. Any provision stating that County agrees to waive any right to trial by jury is hereby deleted.
- 2. Limitations for the right to bring an action, regardless of form, shall be governed by the laws of the State of Texas, Texas Civil Practice and Remedies Code §16.070, as amended, and any provision to the contrary is hereby deleted.
- 3. Under Texas law, a contract with a governmental entity that contains a claim against future revenues is void; therefore, any term which provides for such a claim is hereby deleted. Johnson County will, upon request of a party to the contract, certify the funds available to fulfill the terms of this Agreement.
- 4. The Parties agree that under the Constitution and laws of the State of Texas, Johnson County cannot enter into an agreement whereby Johnson County agrees to indemnify or hold harmless any other party; therefore, all references of any kind to Johnson County indemnifying and holding harmless any individuals or entities for any reason whatsoever are hereby deleted.
- 5. The Parties agree and understand that County is a political subdivision of the State of Texas, and therefore has certain governmental immunity, sovereign immunity and limitations on liability, and that County's general liability and vehicle insurance coverage is with the Texas Association of Counties Risk Pool and said insurance coverage is limited to the statutory maximum limits of the

Texas Tort Claims Act; therefore, any provisions to the contrary are hereby deleted. The Parties agree and understand that County does not waive any of its common law, statutory or constitutional defenses to which it may be entitled.

- 6. The Parties agree and understand that County will not agree to waive any rights and remedies available to County under the Uniform Commercial Code ("UCC") as codified and set forth in the Texas Business and Commerce Code effective as of September 1, 2014; therefore, any provision to the contrary is hereby deleted.
- 7. The Parties agree and understand that County will not agree to be responsible for any sales tax, use tax, or any other taxes, fees, fines or penalties that may be imposed, levied or assessed by any federal, state or local government or agency which relates to the Agreement, the equipment or its use; therefore, any provision to the contrary is hereby deleted.
- 8. The Parties agree and understand that County will provide statutory workers compensation for its employees; however, County does not agree to include a waiver of subrogation, and therefore any provisions to the contrary are hereby deleted.
- 9. Pursuant to Texas Government Code Section 2251.021 and this Agreement, a payment by a governmental entity under a contract is overdue on the 31<sup>st</sup> day after the later of:
  - a. the date the governmental entity receives the goods under the contract;
  - b. the date the performance of the service under the contract is completed; or
  - c. the date the governmental entity receives an invoice for the goods or service.

Pursuant to Texas Government Code Section 2251.021 and this Agreement, a payment begins to accrue interest on the date the payment becomes overdue. The rate of interest that accrues on an overdue payment is the rate in effect on September 1 of the fiscal year in which the payment becomes overdue. The rate in effect on September 1 is equal to the sum of: (1) one percent; and (2) the prime rate as published in the Wall Street Journal on the first day of July of the preceding fiscal year that does not fall on a Saturday or Sunday. Interest on an overdue payment stops accruing on the date the governmental entity or vendor mailed or electronically transmits the payment. Therefore, all provisions to the contrary are hereby deleted.

- 10. No officer, member or employee of County, and no member of its governing body and no other public officials of the governing body of the locality or localities in which the project is situated or being carried out who exercises any functions or responsibilities in the review or approval of the undertaking or carrying out of this project shall participate in any decision relating to this Agreement which affects his/her personal interest, have any personal or pecuniary interest, direct or indirect, in this Agreement or the proceeds thereof.
- 11. To the extent, if any, that any provision in this Agreement is in conflict with Texas Government Code §552.001 et seq., as amended (the "Public Information Act"), the same shall be of no force and effect. Furthermore, it is expressly understood and agreed that Johnson County, its

officers and employees may request advice, decisions and opinions of the Attorney General of the State of Texas in regard to the application of the Public Information Act to any software, or any part thereof, or other items or data furnished to Johnson County whether or not the same are available to the public. It is further understood that Johnson County, its officers and employees shall have the right to rely on the advice, decisions and opinions of the Attorney General, and that Johnson County, its officers and employees shall have no liability or obligations to Childress for the disclosure to the public, or to any person or persons, of any software, or a part thereof, or other items or data furnished to Johnson County by Childress in reliance on any advice, decision or opinion of the Attorney General of the State of Texas.

- 12. Services and products provided under the Agreement shall be provided in accordance with all applicable state and federal laws.
- 13. Under the Constitution and laws of the State of Texas, public property is exempt from forced sales and liens may not attach thereto.
- 14. It is understood and agreed that Johnson County will not be subject to arbitration; therefore, any paragraph or provision requiring arbitration, is hereby deleted.
- 15. Johnson County shall be responsible for the acts or failure to act of its employees, agents or servants, provided; however, its responsibility shall be subject to the terms, provisions and limitations of the Constitution and laws of the State of Texas, particularly the Texas Tort Claims Act.
- 16. The continuation of this Agreement from year to year is subject to current funds available for the Agreement, the allocation of funds to meet the terms of this Agreement, and subject to the approval of the Johnson County Commissioners Court. However, this Agreement need not be specifically identified in the annual budget or budget process. Utilization of the equipment or services provided by Childress pursuant to the terms of this Agreement by County will constitute the County's action and intent to continue this Agreement barring a specific written notice to the contrary.
- 17. Childress certifies compliance with all terms, provisions, and requirements of Titles VI and VII, civil Rights Act of 1964, the Americans with Disabilities Act of 1990, and any other Federal, State, local or other anti-discriminatory act, law, statute, or regulation, in the performance of this contract, and will not discriminate against any child or youth, client, employee or applicant for employment because of race, creed, religion, age, sex, color, national or ethnic origin, handicap, or any other illegal discriminatory basis or criteria.
- 18. Childress certifies that pursuant to Section 231.006 of the Texas Family Code that the individual or business entity named in this contract is not ineligible to receive the specified payment(s) and acknowledges that this contract may be terminated and payment may be withheld if this certification is inaccurate. Childress states that it is not ineligible to receive State or Federal funds due to child support arrearages.

- 19. Notwithstanding any other provision in this Addendum or the associated documents, Childress is being contracted to provide professional management, engineering and / or architectural services and information and make such information available for use by Johnson County and associated government entities or political subdivisions of the State of Texas. Accumulated data, documents and records are and shall be the exclusive property of Johnson County, Texas or the State of Texas or a political subdivision thereof.
- 20. The parties agree and understand that this Addendum is to clarify, limit, modify or delete terms and provisions of the Agreement and in the event of any conflict between the terms and provisions of this Addendum and the terms and provisions of those contractual provisions tendered to Johnson County in the Agreement or other documents, this Addendum shall control and amend the contractual provisions of the Agreement and any provision to the contrary is hereby deleted.

APPROVED AS TO FORM AND CONTENT:

| J | OHI | NSC | N | CO | UN | T | Y |
|---|-----|-----|---|----|----|---|---|
|   |     |     |   |    |    |   |   |

Roger Harmon County Judge 1-26-15

Date

Attest

County Clerk, Johnson County

Date

**CHILDRESS ENGINEERS, INC.:** 

Benjamin S. Shanklin, P.E., President

Childress Engineers, Inc.

1-16-15

# FINANCIAL INTEREST REPORT Form A503

| <b>Grant Recipient Name</b>   |   | ne:                               | Count   | y of Johnson                         | Contract Number:   | 7214241  | Region: NCTCOG                                      |
|---|---|-----------------------------------|---|--------------------------------------|--|--|---|
| Reset F   | orm                                     |                                   |   |                                      |  |  |   |
|   | : · · · · · · · · · · · · · · · · · · · | Co                                | ntact information                               |                                      | g ≠ Financi  | al Interest Disclos  | ure Report:   |
| Name of Company Childres  |   | dress Engineers, Inc.             |   | TxCDBG Funds                         | Other Funds  | Total Dollars  |   |
| Tax ID Number   |   | 75-24                             | 75-2459179                                      |                                      | \$86,500.00  | \$20,000.00  | \$106,500.00  |
| Name of Owner   |   | Benja                             | Benjamin S. Shanklin & Robert T. Childress, III |                                      | ✓ Prime Contractor ✓ Subcontractor   |  |   |
| Point of Contact Be   |   | Benja                             | Benjamin S. Shanklin, P.E.                      |                                      | If a subcontrator, list Prime  |  |   |
| Phone No.   | Phone No. 817-645-1118                  |                                   |   |                                      |  |  |   |
| Email   | bens@                                   | @childress-engineers.com          |   |                                      |  |  |   |
| Mailing<br>Address  | 211 N                                   | l Ridgeway Dr, Cleburne, TX 76033 |   |                                      | The company rep  | Section 3 Reportant Section 3 Reportant Points 3 Re | Section 3 Business                                  |
| Type of Procurement Competitive Proposals                                     |   |                                   | Competitive Propos                              | als                                  |  |  | <b>00</b> or more. (Company is rements if checked). |
| Trade 2 Profession  |   | onal Services                     |   |                                      |  |  |   |
| Service Provided  |   | 4 Eng                             | ineering  |                                      |  |  |   |
|   |   |                                   | Clearances                                      |                                      |  | y Business Enterp  |   |
| Environmental Clearance Date (for activity) Sep 12, 2014                      |   |                                   |   | Sep 12, 2014                         | The company reported is a <b>business</b> with a contract for at least <b>\$10,000</b> . (Report MBE info below if checked.) |  |   |
| Excluded Party List System Clearance Date (Contractor Verification/Clearance) |   |                                   | Race of Owner                                   | 1 White                              |  |  |   |
| Contract Executed Date  |   |                                   | Ethnicity of Owner                              | thnicity of Owner Not Hispanic-Owned |  |  |   |
|   |   | +                                 | ······································          |                                      | Gender of Owner  | Not Woman-Owne   | d   |
| Describe the  |   |                                   | •   | or similar work, indicate            | the specific work include  | d in this contract)  |   |
| Engineerin  | g Servic                                | es for                            | Contract 7214241, Jo                            | hnson County                         |  |  |   |