## CITY OF SUGAR LAND STANDARD CONTRACT FOR GENERAL SERVICES

Over \$50K (Rev. 9-5-17)

I. Signatures. By signing below, the parties agree to the terms of this Contract:

	B vo var veimb of time comment.
CITY OF SUGAR LAND	CONTRACTOR: Prime Controls, LP
By:	By: J. Jace M. Nish  Date: 10-30-2017
Date:	Date: 10-30-2017
Title:	Title: President
	Company: Prine Controls, LP
APPROVED AS TO FORM: D'Ann Shu Snich	
II. General Information and Terms.	

Contractor's Name and Address:

**Prime Controls** 

1725 Lakepointe Drive Lewisville, TX 75057

Description of Services:

SCADA Instrumentation and Controls Work for New

Territory and Greatwood Water Plants and Water Well

Maximum Contract Amount:

\$344,000.00

Effective Date:

On the latest of the dates signed by both parties.

Termination Date:

See III.C.

Contract Parts: This Contract consists of the following parts:

- I. Signatures
- II. General Information and Terms
- III. Standard Contractual Provisions
- IV. Additional Terms or Conditions
- V. Additional Contract Documents

### III. Standard Contractual Provisions.

- A. <u>Contractor's Services</u>. The Contractor will provide to the City the services described in this Contract under the terms and conditions of this Contract.
- B. <u>Billing and Payment</u>. The Contractor will bill the City for the services provided at intervals of at least 30 days, except for the final billing. The City will pay the Contractor for the services provided for in this Contract with current revenues available to the City, but all the City's payments to the Contractor, including the time of payment and the payment of interest on overdue amounts, are subject to the provisions of Chapter 2251 of the Government Code. The City is not liable to the Contractor for any taxes which the City is not liable by law, including state and local sales and use taxes (Section 151.309 and Title 3, Texas Tax Code) and federal excise tax (Subtitle D of the Internal Revenue Code). Accordingly, those taxes may not be added to any bill.

### C. Termination Provisions.

- (1) Unless terminated earlier as allowed by this Contract, this Contract terminates:
  - (a) On the termination date, if any, specified in the General Information in Part 1, but the obligation of a party to complete a contract requirement pending on the date of termination survives termination; or
  - (b) If there is no termination date specified in the General Information in Part 1, the Contract terminates when both parties have completed all their respective obligations under the Contract.
- (2) The City's city manager may terminate this Contract during its term at any time for any reason by giving written notice to the Contractor not less than five business days prior to the termination date, but the City will pay the Contractor for all services rendered in compliance with this Contract to the date of termination.
- (3) If the City's city council does not appropriate funds to make any payment for a fiscal year after the City's fiscal year in which the Contract becomes effective and there are no proceeds available for payment from the sale of bonds or other debt instruments, then the Contract automatically terminates at the beginning of the first day of the successive fiscal year. (Section 5, Article XI, Texas Constitution)
- D. <u>Liability and Indemnity</u>. Any provision of the Contract is void and unenforceable if it: (1) limits or releases either party from liability that would exist by law in the absence of the provision; (2) creates liability for either party that would not exist by law in the absence of the provision; or (3) waives or limits either party's rights, defenses, remedies, or immunities that would exist by law in the absence of the provision.
- E. <u>Assignment</u>. The Contractor may not assign this Contract without the City's prior written consent.

- F. <u>Law Governing and Venue</u>. This Contract is governed by the law of the State of Texas and a lawsuit may only be prosecuted on this Contract in a court of competent jurisdiction located in or having jurisdiction in Fort Bend County, Texas.
- G. <u>Entire Contract</u>. This Contract represents the entire Contract between the City and the Contractor and supersedes all prior negotiations, representations, or contracts, either written or oral. This Contract may be amended only by written instrument signed by both parties.
- H. <u>Independent Contractor</u>. The Contractor will perform the work under this Contract as an independent contractor and not as an employee of the City. The City has no right to supervise, direct, or control the Contractor or Contractor's officers or employees in the means, methods, or details of the work to be performed by Contractor.
- I. <u>Dispute Resolution Procedures</u>. If either party disputes any matter relating to this Contract, the parties agree to try in good faith, before bringing any legal action, to settle the dispute by submitting the matter to mediation before a third party who will be selected by agreement of the parties. The parties will each pay one-half of the mediator's fees.
- J. Attorney's Fees. Should either party to this Contract bring suit against the other party for any matter relating to this Contract, neither party will seek or be entitled to an award of attorney's fees or other costs relating to the suit.
- K. <u>Severability</u>. If a court finds or rules that any part of this Contract is invalid or unlawful, the remainder of the Contract continues to be binding on the parties.
- L. <u>Contractual Limitations Period</u>. Any provision of the Contract that establishes a limitations period that does not run against the City by law or that is shorter than two years is void. (Sections 16.061 and 16.070, Texas Civil Practice and Remedies Code)
- M. <u>Conflicting Provisions</u>. If there is a conflict between a provision in the Contractor's Additional Contract Documents and a provision in the remainder of this Contract, the latter controls.
- N. <u>Copyright</u>. Any original work (the Work), including any picture, video, music, brochure, writing, trademark, logo or other work created by the Contractor for the use of the City under this Contract is a "work made for hire," as defined by federal copyright law. If the Work is not by law a "work made for hire," the Contractor by execution of this Contract assigns to the City all of its rights to the Work, including the copyright. The City, as the author and owner of the copyright to the Work, may alter, reproduce, distribute, or make any other use of the Work as it deems appropriate.
- O. <u>Standard of Care for Architects and Engineers</u>. Services must be performed with the professional skill and care ordinarily provided by competent licensed engineers or registered

architects practicing in the same or similar locality and under the same or similar circumstances and professional license.

- P. <u>Disclosure of Interested Persons for Council-Approved Contracts.</u> Contracts that require City Council approval, such as contracts that exceed \$50,000, are subject to the requirements of Section 2252.908, Tex Gov't Code. Under the provisions of this statute:
- (1) The City may not enter into a contract with a business entity that requires Council approval unless the business entity submits a disclosure of interested persons at the time the business entity submits a signed contract to the City;
- (2) A disclosure of interested parties must be submitted on a form prescribed by the Texas Ethics Commission (Commission) that includes:
  - (a) A list of each interested party for the contract of which the contractor business entity is aware, an interested party being a person who has a controlling interest in the business entity or who actively participates in facilitating or negotiating the terms of the contract, including a broker, intermediary, adviser, or attorney for the business entity; and
  - (b) The signature of the authorized agent of the contracting business entity, acknowledging that the disclosure is made under oath and under penalty of perjury.

The Commission has approved a Certificate of Interested Persons form, which must be filled out, signed and notarized by the Contractor and submitted to the City at the time of execution of this Contract, along with the certification of filing generated from the Commission's website at <a href="https://www.ethics.state.tx.us/tec/1295-Info.htm">https://www.ethics.state.tx.us/tec/1295-Info.htm</a>. The Certificate of Interested Persons form is available on the Commission's website and the Contractor must follow the Commission's filing process adopted pursuant to the statute.

- Q. <u>Compliance with Laws</u>. The Contractor must comply with the federal, state, and local laws, rules and regulations applicable to the Project and its services under this Contract.
- R. <u>Prohibition on Contracts with Companies Boycotting Israel.</u> Contracts for goods and services are subject to the requirements of Section 2270.002, Tex Gov't Code (H.B. 89). Under the provisions of this statute, the City may not enter into a contract with a company for goods and services unless the contract contains a written verification from the company that it:
  - (1) does not boycott Israel; and
  - (2) will not boycott Israel during the term of the contract.

The City has approved a verification form, which must be filled out and signed by the Contractor and submitted to the City at the time of execution of this Contract.

S. <u>Confidentiality</u>. Any provision in the Contract that attempts to prevent the City's disclosure of information that is subject to public disclosure under federal or Texas law or regulation, or court or administrative decision or ruling, is invalid. (Chapter 552, Texas Government Code)

### IV. Additional Terms or Conditions.

A. Section 9 of the Prime Controls General Terms and Conditions, attached to Prime Controls Quote No. 062317-JPK R1, dated August 10, 2017, attached hereto and incorporated by reference, reading:

"Non-Solicitation of Employees: It is mutually agreed that neither Seller or Buyer shall directly or indirectly employ, solicit for employment, advise or recommend to any other persons that such other person employ or solicit for employment any person employed by either party during the term of this contract and for a period of one (1) year thereafter,"

is hereby deleted in its entirety and replaced with the following:

"Non-Solicitation of Employees: During the term of the Contract and for one (1) year thereafter, neither party shall solicit for hire as an employee, consultant, or otherwise, any of the other party's personnel who have had direct involvement with the services under the Contract, without such other party's express written consent. This prohibition shall not apply to any offers of employment which result from a general solicitation for employment, including without limitation, through the Internet, newspapers, magazines, and radio."

V. Additional Contract Documents. The following documents attached to this Contract are part of this Contract:

### Exhibit A. Contractor's Additional Contract Documents:

- A-1. Certificate of Interested Persons with Certification of Filing (1 page)
- A-2. House Bill 89 Verification (1 page)
- A-3. Prime Controls Quote No. 062317-JPK R1, dated August 10, 2017 (9 pages)

### Exhibit B. City's Additional Contract Documents:

B-1. Requirements for all Insurance Documents (4 pages)

## **EXHIBIT A-1**

Certificate of Interested Persons with Certification of Filing

## EXHIBIT A-2

## House Bill 89 Verification

## **EXHIBIT A-3**

Prime Controls Quote No. 062317-JPK R1, dated August 10, 2017



# 1725 LAKEPOINTE DRIVE LEWISVILLE, TX 75057 PHONE 972-221-4849 FAX 972-420-4842

August 10, 2017

To: City of Sugar Land

Public Works Department – Water Utilities

111 Gillingham Lane Sugar Land, TX 77478

Attn: Danica Mueller

Ref: New Territory & Greatwood Annexation

Instrumentation and Controls Work
Prime Controls Quote No.: 062317-JPK R1

### PRIME CONTROLS PROPOSAL

Prime Controls is pleased to offer this *revised* proposal for the Instrumentation and Controls work associated with the referenced New Territory & Greatwood Annexation project as described hereafter.

Our Scope of Work shall include products and services specified to be provided as described herein.

The offering is complete with the exception of those items specifically excluded within the "Exclusions" section of this proposal.

**Equipment** shall be furnished as listed below. No exceptions. Major products and control panels to be furnished by Prime Controls include the following:

ITEM	QTY	DESCRIPTION	REFERENCE
		New Territory Water Plant No. 1	·
1.	1	Fully Assembled Firewall Enclosure including the following items:  Cisco ASA 5506H-X with FirePOWER Services Firewall w/ SMARTnet Extended Service Agreement  NEMA 12 Enclosure  120VAC DIN Rail Mount Circuit Breaker  DIN Rail Mount Receptacle  120VAC Uninterruptible Power Supply (UPS)  Lot of misc. panel material (terminal blocks, end stops, etc.)	N/A

Phoenix Contact 24VDC Uninterruptible Power Supply (UPS)  Phoenix Contact 24VDC Redundancy Module  120VAC Incoming Surge Protection  AC Power Distribution  DC Power Distribution  I/O Marshalling  Analog Surge Suppression  Enclosure Light w/ Door Switch  Convenience Receptacle	
3. Siemens DS III Pressure Transmitters (Distribution & GST) N/	/A
4. 1 Sparling Propeller Flowmeter Transmitter (Retrofit) N/	/A
New Territory Water Plant No. 2	
Fully Assembled Firewall Enclosure including the following items:  Cisco ASA 5506H-X with FirePOWER Services Firewall w/ SMARTnet Extended Service Agreement  NEMA 12 Enclosure 120VAC DIN Rail Mount Circuit Breaker DIN Rail Mount Receptacle 120VAC Uninterruptible Power Supply (UPS) Lot of misc. panel material (terminal blocks, end stops, etc.)	/A
Fully Assembled PLC Control Panel including the following items:  NEMA 12 Enclosure w/ Back Panel  Allen-Bradley CompactLogix PLC  Allen-Bradley PanelView, 10", Color, Touch Screen  Redundant Phoenix Contact 24VDC Power Supplies  Phoenix Contact 24VDC Uninterruptible Power Supply (UPS)  Phoenix Contact 24VDC Redundancy Module  120VAC Incoming Surge Protection  AC Power Distribution  DC Power Distribution  I/O Marshalling  Analog Surge Suppression  Enclosure Light w/ Door Switch  Convenience Receptacle	<b>⁄</b> A
7. 1 Badger Meter Propeller Flowmeter Transmitter (Retrofit) N/A	Ά

		New Territory Water Plant No. 3	_
_		Fully Assembled Firewall Enclosure including the following items:	
8.		Cisco ASA 5506H-X with FirePOWER Services Firewall w/	
		SMARTnet Extended Service Agreement	
		NEMA 12 Enclosure	
	1	120VAC DIN Rail Mount Circuit Breaker	N/A
		DIN Rail Mount Receptacle	
	1		
		Lot of misc. panel material (terminal blocks, end stops, etc.)	
		Fully Assembled PLC Control Panel including the following items:	
i		NEMA 12 Enclosure w/ Back Panel	
		Allen-Bradley CompactLogix PLC	
		Allen-Bradley PanelView, 10", Color, Touch Screen	
		Redundant Phoenix Contact 24VDC Power Supplies	
		Phoenix Contact 24VDC Uninterruptible Power Supply (UPS)	
		Phoenix Contact 24VDC Redundancy Module	
9.	1	120VAC Incoming Surge Protection	N/A
		AC Power Distribution	
l	i	DC Power Distribution	
		I/O Marshalling	
		Analog Surge Suppression	
		Enclosure Light w/ Door Switch	
ĺ		Convenience Receptacle	
10.	1	Water Specialties Propeller Flowmeter Transmitter (Retrofit)	N/A
		Greatwood Water Plant No. 1	
		Fully Assembled Firewall Enclosure including the following items:	
		Cisco ASA 5506H-X with FirePOWER Services Firewall w/	
		SMARTnet Extended Service Agreement	
11.	1	NEMA 12 Enclosure	N/A
	-	120VAC DIN Rail Mount Circuit Breaker	,
		DIN Rail Mount Receptacle	
		120VAC Uninterruptible Power Supply (UPS)	
		Lot of misc. panel material (terminal blocks, end stops, etc.)	
		Fully Assembled PLC Back Panel including the following items:	
		Back Panel	
		Allen-Bradley CompactLogix PLC	
		Redundant Phoenix Contact 24VDC Power Supplies	
		Phoenix Contact 24VDC Uninterruptible Power Supply (UPS)	
12.	1	Phoenix Contact 24VDC Redundancy Module	N/A
		120VAC Incoming Surge Protection	•
		AC Power Distribution	
		DC Power Distribution	
		I/O Marshalling	
		Analog Surge Suppression	
_		Convenience Receptacle	<u> </u>

<b>15.</b> 2 Pro	closure Light w/ Door Switch	N/A
	ineller Flowmeter Transmitters (Retrofit)	
Full	Propeller Flowmeter Transmitters (Retrofit)	
Full	Greatwood Water Plant No. 2	
16. 1	ly Assembled Firewall Enclosure including the following items:  Cisco ASA 5506H-X with FirePOWER Services Firewall w/ SMARTnet Extended Service Agreement  NEMA 12 Enclosure  120VAC DIN Rail Mount Circuit Breaker  DIN Rail Mount Receptacle  120VAC Uninterruptible Power Supply (UPS)  Lot of misc. panel material (terminal blocks, end stops, etc.)	N/A
l I I	ly Assembled Auto Sensory Section PLC Back Panel including the owing items:  Back Panel Allen-Bradley CompactLogix PLC Redundant Phoenix Contact 24VDC Power Supplies Phoenix Contact 24VDC Uninterruptible Power Supply (UPS) Phoenix Contact 24VDC Redundancy Module 120VAC Incoming Surge Protection AC Power Distribution DC Power Distribution I/O Marshalling Analog Surge Suppression Convenience Receptacle	N/A
<b>18.</b> 1 Alle	en-Bradley PanelView, 10", Color, Touch Screen	N/A
Greatwood Off-Site Water Well		
19. 1	y Assembled PLC Control Panel including the following items:  NEMA 4X Fiberglass Enclosure w/ Back Panel  Cisco ASA 5506H-X with FirePOWER Services Firewall w/ SMARTnet Extended Service Agreement  Allen-Bradley MicroLogix PLC  Phoenix Contact 24VDC UPS Power Supply  120VAC Incoming Surge Protection  AC Power Distribution  DC Power Distribution  I/O Marshalling  Analog Surge Suppression  Enclosure Light w/ Door Switch  Convenience Receptacle	N/A
20. A/R DIN	Irail	N/A
	d-through Terminal Blocks	N/A

<u>Services</u> to be provided by Prime Controls include the following major items:

ITEM	SERVICES				
112101	New Territory Water Plant No. 1				
1	Demolition of the existing "Telemetry System" and Raco Chatterbox.				
2.	Relocation of the existing ATI Chlorine Leak Monitor & UPS.				
3.	Installation of conduit and control wire from the new control panel to the existing MCC.				
4.	Installation of conduit and communication cable from the new control panel to the existing McC.				
5.	Installation of conduit and communication cable from the new control panel to the firewall enclosure.				
J.	chlorine leak detector.				
6.	Installation of control wire from the new control panel to the well propeller meter.				
	New Territory Water Plant No. 2				
7.	Demolition of the existing control panel except for the existing backup controls.				
8.	Installation of existing backup controls into the new control panel.				
9.	Installation of conduit and communication cable from the new control panel to the firewall enclosure.				
10.	Installation of conduit and control wire from the new control panel to the chlorine analyzer and				
	chlorine leak detector.				
11.	Installation of control wire from the new control panel to the well propeller meter.				
	New Territory Water Plant No. 3				
12.	Demolition of the existing Verbatim auto dialer and telephone.				
13.	Demolition of the existing GE PLC.				
14.	Demolition of the existing quick panel. Blank spare will be patched.				
15.	Installation of conduit and control wire from the new control panel to the existing MCC.				
16.	Installation of conduit and communication cable from the new control panel to the firewall enclosure.				
17.	Installation of conduit and control wire from the new control panel to the chlorine analyzer and				
	chlorine leak detector.				
18.	18. Installation of control wire from the new control panel to the well propeller meter.				
	Greatwood Water Plant No. 1				
19.	Demolition of the existing back panel except for the existing backup controls.				
20.	Demolition of exiting door components that are no longer required (i.e. OIT, chart recorder,				
	annunciator, LCD displays, controllers, etc.). Black spaces will be patched.				
21.	Installation of existing backup controls on the new back panel.				
22.	Installation of conduit and communication cable from the new control panel to the firewall enclosure.				
23.	Installation of conduit and control wire from the new control panel to the air compressor solenoid and				
24.	chlorine leak detector.  Installation of control wire from the new control panel to the two (2) well propeller meters.				
24.	Greatwood Water Plant No. 2				
25.					
26.	Demolition of the existing auto sensory back panel except for the existing backup controls  Demolition of the existing door components that are no longer required (i.e. OIT, chart recorder,				
20.	annunciator, LCD displays, controllers, etc.). Black spaces will be patched.				
27.	Installation of existing backup controls on the new back panel.				
28.	Installation of conduit and communication cable from the new control panel to the firewall enclosure.				
29.	Installation of conduit and control wire from the new control panel to the air compressor solenoid and				
-	chlorine leak detector.				
	Greatwood Off-Site Water Well				
30.	Demolition of the existing RTU cabinet including existing Automation Direct PLC.				

31.	Installation of control wire from the new control panel to the existing MCC.	
32.	Installation of DIN rail and terminal blocks as required in the existing RTU cabinet to serve as a	
	junction box for all control signals.	
	ALL SITES	
33.	Engineering services for control panel design including detailed panel wiring schematics and	
	equipment layout for the above referenced control panel.	
34.	Panel Fabrication services for the above referenced control panel. The control panel will be assembled	
	in Prime Controls' manufacturing facility and tested before shipping.	
35.	PLC/HMI/SCADA System Software Development and Programming per the City of Sugar Land	
	Standard.	
36.	Physical Installation of Control Panels and Enclosures supplied by Prime Controls.	
37.	For Items Supplied by Prime Controls:	
	a. Installation of Instrumentation, including Stands and Brackets	
	b. Installation of Process Tubing Connection Sets	
	c. Final Electrical Terminations to Control Panels and Field Instrumentation	
38.	Field Calibration, Check-Out and Start-Up Services	
39.	Factory and Site Acceptance Testing	
40.	Training Services	
41.	Operations and Maintenance Documentation	
42.	Warranty Services	

## **PROPOSAL EXCLUSIONS**

## The following items are not included in our pricing and shall be the responsibility of others:

ITEM	EXCLUSIONS
1.	Furnishing or installation of any additional software licenses required to accommodate the referenced sites.
2.	Furnishing and/or installation of distribution flow meters at all of the referenced sites.
3.	Furnishing and/or installation of an Operator Interface Terminal (OIT) at the Greatwood Off-Site Water Well. See Clarification #1.
4.	Procurement, Installation and/or Activation of a DSL line at each site. To be Provided by Others.
5.	Firewall & VPN Tunnel Programming and Configuration. To be Provided by Others.
6.	Furnishing and installation of conduit and power wire for the Firewall Enclosures.
7.	Furnishing and installation of all electrical conduit, raceway, duct banks, wire, etc. required to connect instruments and associated panels that is not specifically called out above.
8.	Furnishing and installation of all electrical power and specialty panels/products including switchgear, MCCs, distribution panels, AFD's/VFD's, disconnects, heat tracing, power monitor devices, etc.
9.	Mechanical installation of all in-line devices (flow meters, valves, etc.).
10.	Furnishing and installation of mechanical piping saddles/mating flanges/process taps and isolating valves required to connect field instrumentation.
11.	Concrete housekeeping/equipment pads.
12.	All "Civil" work including building and vessel modifications, asphalt demolition, patching, concrete foundations, piers, etc.
13.	Trenching from the electrical/pump buildings to the well pump metering stations at all of the referenced sites.
14.	Furnishing and/or Installation of underground conduit from the electrical/pump buildings to the well pump metering stations at all of the referenced sites.

15.	Trenching from the existing MCC to the new PLC Control Panel and the Greatwood Off-Site Water Well.
16.	Furnishing and/or Installation of underground conduit from the existing MCC to the new PLC Control Panel and the Greatwood Off-Site Water Well.

## **PROPOSAL CLARIFICATIONS**

ITEM	CLARIFICATION
1.	Data and information from the Greatwood Off-Site Water Well will be displayed locally at the Greatwood Water Plant No. 2.
2.	The control panel for the Greatwood Off-Site Water Well will include space for the DSL modem.
3.	The Firewall Enclosures will be sized to accommodate the installation of the DSL modem.
4.	This proposal is based upon the assumption that all of the existing controls and instrumentation are fully operational and do not require replacement. <i>This includes existing pressure transmitters.</i>
5.	This proposal is based upon the assumption that there is adequate conduit and wire between the existing control panel and MCC at New Territory Water Plant No. 2 and Greatwood Water Plant No. 1.
6.	This proposal is based upon the assumption that there is adequate control wire installed between the individual MCC buckets and existing auto sensory sections at New Territory Water Plant No. 3, Greatwood Water Plant No. 2 and Greatwood Off-Site Water Well.
7.	This proposal includes contingency to replace any existing controls that are not in working order and/or add minor electrical components to the applicable MCCs to allow for proper monitoring and control of the pumps in accordance with the Sugar Land standard.
8.	Pricing does not include Sales Taxes or Bonding costs. The bonding cost listed below is based upon the selection of all bid items and alternate bid items. Final bonding cost can be provided once scope is finalized.
9.	Pricing shall be valid for 90 days only from proposal date.
10.	Acceptance of an order shall be subject to the attached General Terms & Conditions. These General Terms and Conditions are superseded by current Master Service Agreements (MSAs), Contracts, Subcontracts and/or Blanket Purchase Orders that authorize this work.

### **PROPOSAL PRICING**

BID ITEM	ITEM BASE BID	
1	New Territory Water Plant No. 1	\$63,100.00
2	New Territory Water Plant No. 2	\$59,600.00
3	New Territory Water Plant No. 3	\$58,900.00
4	Greatwood Water Plant No. 1	\$58,500.00
5	Greatwood Water Plant No. 2	\$57,200.00
6	Greatwood Off-Site Water Well	\$31,800.00
=	TOTAL BASE BID AMOUNT	\$329,100.00
ITEM	OPTIONAL BID	PRICING
Opt. 1	Contingency for replacement of non-functional control components (MCC aux contact, relays, etc.)	\$8,400.00
	TOTAL OPTIONS AMOUNT	\$8,400.00
	TOTAL BID AMOUNT WITH OPTIONS	\$337,500.00
	BONDING COST	\$6,500.00
_	TOTAL BID AMOUNT WITH OPTIONS	\$344,000.00

We sincerely appreciate this opportunity and look forward to being of service for this work.

Thanks again and please feel free to call if there are any questions.

Sincerely,

Prime Controls, LP

Michael Nivong Project Manager

Office: 713-244-9747 / Cell: 214-500-6461

m.nivong@prime-control.com

#### **GENERAL TERMS AND CONDITIONS**

- 1. Applicable Terms: These General Terms and Conditions shall govern the purchase and sale of equipment and related services referred to in Prime Controls' quotation, proposal or similar document defining equipment, material and/or services to be provided by Prime Controls.
- 2. Validity: Terms and conditions previously agreed to by Prime Controls via executed and currently valid Master Service Agreements (MSAs), Contracts, Subcontracts and/or Blanket Purchase Orders utilized to authorize subject work shall supersede these General Terms and Conditions.
- **3. Firm Offer:** Unless otherwise stated in quotation/proposal, all pricing shall be firm for a period of one hundred twenty (120) days from proposal date. Prime Controls reserves the right to revise pricing after the 120 day period to allow for any anticipated or actual increased material/supplier costs.
- **4. Sales Tax, Tariffs, Duties:** Unless otherwise stated in quotation/proposal, costs for sales taxes, tariffs, and /or duties are not included in proposal pricing. If applicable, Prime Controls shall invoice for same as an additional, separate line item unless Prime Controls is provided with the applicable sales tax exemption certificate which properly relieves Prime Controls' obligation to collect and/or pay subject taxes.
- **5. Bonding: Unless** otherwise stated in quotation/proposal, costs for performance and payment (P&P) and/or maintenance bonds are not included in our proposal pricing. Requested bonds can be provided at industry standard rates and will be invoiced as an additional, separate line item.
- **6. Payment:** Unless otherwise stated in quotation/proposal, invoicing shall be progressive and include payment for properly stored material. A proposed schedule of values (SOV) shall be submitted for approval prior to first invoice to establish progressive values. Payment terms to be net thirty (30) days. Pricing is in US Dollars.
- 7. Warranty: Warranty shall include repair or replacement of products furnished by Prime Controls found to be defective due to a manufacturing defect and/or improper workmanship. Unless otherwise stated in proposal/quotation, warranty shall be for a period of twelve (12) months from "Substantial Completion" (date when products are utilized for intended purposes) or eighteen (18) months from delivery, whichever occurs first. Damages as a result of acts of God (lightning, etc.), theft, vandalism or improper care and/or maintenance by Buyer/Customer are not covered by this warranty.
- 8. Ownership of Materials and Intellectual Property: All devices, designs (including drawings, plans, specifications, etc.) estimates, prices, notes, electronic data and other documents or information prepared or disclosed by Prime Controls, and all related intellectual property (software, etc.) shall remain Prime Controls' property. Prime Controls shall grant Buyer/Customer a perpetual non-exclusive, non-transferrable license to use application software for its intended purposes. Buyer/Customer shall not disclose such material to third parties without Prime Controls' written consent.
- **9. Non-Solicitation** of Employees: It is mutually agreed that neither Seller or Buyer shall directly or indirectly employ, solicit for employment, advise or recommend to any other persons that such other person employ or solicit for employment any person employed by either party during the term of this contract and for a period of one (1) year thereafter.
- **10. Cancellation:** If work/order is cancelled or suspended following Prime Controls' receipt of an order, Buyer/Customer shall promptly pay Prime Controls for work performed prior to cancellation or suspension and any other incurred direct costs as a result of such cancellation or suspension.
- **11. Force Majeure:** Prime Controls shall not be liable for any loss, damages or delays due to causes beyond our reasonable control, including without limitations, acts of God, extreme weather events, fire, delays by others, etc..

## **EXHIBIT B-1**

Requirements for all Insurance Documents

### REQUIREMENTS FOR ALL INSURANCE DOCUMENTS

The Contractor shall comply with each and every condition contained herein. The Contractor shall provide and maintain the minimum insurance coverage set forth below during the term of its agreement with the City. Any Subcontractor(s) hired by the Contractor shall maintain insurance coverage equal to that required of the Contractor. It is the responsibility of the Contractor to assure compliance with this provision. The City of Sugar Land accepts no responsibility arising from the conduct, or lack of conduct, of the Subcontractor.

### INSTRUCTIONS FOR COMPLETION OF INSURANCE DOCUMENT

With reference to the foregoing insurance requirements, Contractor shall specifically endorse applicable insurance policies as follows:

- A. The City of Sugar Land shall be named as an additional insured with respect to General Liability and Automobile Liability on a separate endorsement
- B. A waiver of subrogation in favor of The City of Sugar Land shall be contained in the Workers Compensation and all liability policies and must be provided on a separate endorsement.
- C. All insurance policies shall be endorsed to the effect that The City of Sugar Land will receive at least thirty (30) days' written notice prior to cancellation or non-renewal of the insurance.
- D. All insurance policies, which name The City of Sugar Land as an additional insured, must be endorsed to read as primary and non-contributory coverage regardless of the application of other insurance.
- E. Chapter 1811 of the Texas Insurance Code, Senate Bill 425 82(R) of 2011, states that the above endorsements cannot be on the certificate of insurance. Separate endorsements must be provided for each of the above.
- F. All insurance policies shall be endorsed to require the insurer to immediately notify The City of Sugar Land of any material change in the insurance coverage.
- G. All liability policies shall contain no cross liability exclusions or insured versus insured restrictions.
- H. Required limits may be satisfied by any combination of primary and umbrella liability insurances.
- I. Contractor may maintain reasonable and customary deductibles, subject to approval by The City of Sugar Land.
- J. Insurance must be purchased from insurers having a minimum AmBest rating of B+.
- K. All insurance must be written on forms filed with and approved by the Texas Department of Insurance. (ACORD 25 2010/05) Coverage must be written on an occurrence form.
- L. Contractual Liability must be maintained covering the Contractors obligations contained in the contract. Certificates of Insurance shall be prepared and executed by the insurance company or its authorized agent and shall contain provisions representing and warranting all endorsements and insurance coverages according to requirements and instructions contained herein.
- M. The Worker's Compensation policy shall include the All States Endorsement for construction contracts.
- N. Defense costs must be excluded from the face amount of the General Liability and Auto Liability policies.
- O. Upon request, Contractor shall furnish The City of Sugar Land with certified copies of all insurance policies.
- P. A valid certificate of insurance verifying each of the coverages required above shall be issued directly to the City of Sugar Land within ten (10) business days after contract award and prior to starting any work by the successful contractor's insurance agent of record or insurance company. Also, prior to the start of any work and at the same time that the Certificate of Insurance is issued and sent to the City of Sugar Land, all required endorsements identified in sections A, B, C and D, above shall be sent to the City of Sugar Land. The certificate of insurance and endorsements shall be sent to:

City of Sugar Land Purchasing Office P. O. Box 110 Sugar Land, TX 77487-0110

emailed to: purchasing@sugarlandtx.gov Faxed to: 281 275-2741

Questions, please contact Todd Reed, Purchasing Manager, City of Sugar Land 281 275-2734



## CERTIFICATE OF LIABILITY INSURANCE

01/01/1900

THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION ONLY AND CONFERS NO RIGHTS UPON THE CERTIFICATE HOLDER. THIS CERTIFICATE DOES NOT AFFIRMATIVELY OR NEGATIVELY AMEND, EXTEND OR ALTER THE COVERAGE AFFORDED BY THE POLICIES BELOW. THIS CERTIFICATE OF INSURANCE DOES NOT CONSTITUTE A CONTRACT BETWEEN THE ISSUING INSURER(S), AUTHORIZED REPRESENTATIVE OR PRODUCER, AND THE CERTIFICATE HOLDER.

IMPORTANT: If the certificate holder is an ADDITIONAL INSURED, the policy(les) must be endorsed. If SUBROGATION IS WAIVED, subject to the terms and conditions of the policy, certain policies may require an endorsement. A statement on this certificate does not confer rights to the certificate holder in ileu of such endorsement(s)

PRODUCER ABC Insurance Agency		CONTACT NAME:			
		PHONE FAX (A/C, No. Ext): (A/C, No):			
555 Main Street		E-MAR. ADDRESS:			
Tampa, FL 3333	3-0000	INSURER(S) AFFORDING COVERAGE	NAIC #		
		wsurer A : Insurance Carrier	00000		
INSURED		wsyrer B : Insurance Carrier	00000		
	XYZ Company	INSURER c : Insurance Carrier	00000		
]	123 Apple Street	INSURER D: Insurance Carrier	00000		
	Tampa, FL 22222-0000	INSURER E: Insurance Carrier	00000		
		MSURER F: Insurance Carrier	00000		
COVEDACES	CERTICICATE NUMBER.	DET/IDION AUG			

THIS IS TO CERTIFICATE NUMBER:

REVISION NUMBER:

REVISION NUMBER:

THIS IS TO CERTIFY THAT THE POLICIES OF INSURANCE LISTED BELOW HAVE BEEN ISSUED TO THE INSURED NAMED ABOVE FOR THE POLICY PERIOD INDICATED. NOTWITHSTANDING ANY REQUIREMENT, TERM OR CONDITION OF ANY CONTRACT OR OTHER DOCUMENT WITH RESPECT TO WHICH THIS CERTIFICATE MAY BE ISSUED OR MAY PERTAIN, THE INSURANCE AFFORDED BY THE POLICIES DESCRIBED HEREIN IS SUBJECT TO ALL THE TERMS, EXCLUSIONS AND CONDITIONS OF SUCH POLICIES. LIMITS SHOWN MAY HAVE BEEN REDUCED BY PAID CLAIMS.

	EXCLUSIONS AND CONDITIONS OF SUCH POLICIES. LIMITS SHOWN MAY HAVE BEEN REDUCED BY PAID CLAIMS.									
NSR	TYPE OF INSURANCE	ADDI INSR	SUBR WYD	POLICY NUMBER	POLICY EFF	POLICY EXP	LIMITS			
A	COMMERCIAL GENERAL LIABILITY	Y	H	X123456	01/01/1900		EACH OCCURRENCE \$ 1,000,000  DAMAGE TO RENTED PREMISES (Ea occurrence) \$ 100,000			
	CLAIMS-MADE X OCCUR						MED EXP (Any one person) \$ 5,000			
							PERSONAL & ADV INJURY \$ 1,000,000			
	<u> </u>						GENERAL AGGREGATE \$ 2,000,000			
	PRO- POLICY PRO- LOC						PRODUCTS - COMP/OP AGG \$ 1,000,000			
В	AUTOMOBILE LIABILITY	H	Y	123456789	01/01/1900	01/01/1900	COMBINED SINGLE LIMIT \$ 1,000,000			
	X ANY AUTO						BODILY INJURY (Per person) \$			
	ALL OWNED SCHEDULED AUTOS						BODILY INJURY (Per accident) \$			
	HIRED AUTOS NON-OWNED AUTOS	Н					PROPERTY DAMAGE (Per accident)			
_							3			
С	X UMBRELLA LIAB X OCCUR	T	Y				EACH OCCURRENCE \$			
	EXCESS LIAB CLAIMS-MADE	ľ					AGGREGATE \$			
<u></u>	DED RETENTIONS	<u> </u>					\$			
	WORKERS COMPENSATION AND EMPLOYERS LIABILITY  Y/N						X WC STATU OTH- TORY LIMITS ER			
D	O ANY PROPRIETOR/PARTNER/EXECUTIVE OFFICE/MEMBER EXCLUDED? (Mandatory in NH) If yos, describs under DESCRIPTION OF OPERATIONS below		Y	01234	01/01/1900	01/01/1900	E L. EACH ACCIDENT \$ 500,000			
							E.L. DISEASE - EA EMPLOYEE \$ 500,000			
<u></u>							E.L. DISEASE - POLICY LIMIT \$ 500,000			
E	Builder's Risk	Y	Y	123456	01/01/1900	01/01/1900	100% Insurable Value, replacement cost basis			
	Professional Services \$1,000,000 each claim / \$1,000,000 aggre						\$1,000,000 each claim / \$1,000,000 aggregate			
i near	DESCRIPTION OF OPERATIONS (I OCATIONS (VEHICLES Assen) ACCEPTANA Additional Computer Related to Management and Add									

DESCRIPTION OF OPERATIONS / LOCATIONS / VEHICLES (Attach ACORD 101, Additional Remarks Schedule, If more space is required)

Effective January 1, 2012 must be compliant with Chapter 1811, Tex. ins. Code (SB 425 enacted by Texas Legislature 82(R) session in 2011).

CERTIFICATE HOLDER	CANCELLATION				
City of Sugar Land P.O. Box 110 Sugar Land, TX 77487-0110	SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, NOTICE WILL BE DELIVERED IN ACCORDANCE WITH THE POLICY PROVISIONS.				
Attention: Purchasing Office	AUTHORIZED REPRESENTATIVE  S AUTHORIZED SIGNATURE REQUIRED HERE				

### (Instructions for completing and submitting a certificate to the City of Sugar Land)

### Complete the certificate of insurance with the information listed below:

- A) Certificate of Insurance date
- B) Producer (Insurance Agency) Information -complete name, address, telephone information, & email address.
- C) Insured's (Insurance Policy Holder) Information -complete name & address information
- D) Insurer (name/names of insurance company) \*\*(Remember the City requires all insurance companies to be Authorized to do business in the State of Texas and be rated by A.M. Best with a rating of B+ (or better) Class VI (or higher) or otherwise be acceptable to the City if not rated by A. M. Best)
- E) NAIC # (National Association of Insurance Commissioners, a # that is assigned by the State to all insurance companies)
- F) Insurer letter represents which insurance company provides which type of coverage from D
- G) General Liability Insurance Policy must have an (x) in box. Also, "Occurrence" type policy -must have an (x) in the box (occurrence policy preferred but claims made policy can be accepted with special approval)
- H) This section shall be filled in with "Y" for yes under Additional Insured for all coverages, except for Professional Liability and Workers' Compensation. There shall also be a "Y" for yes under all coverages for subrogation waived.
- I) Automobile Liability Insurance must be checked for Any Auto, All Owned Autos, Hired Autos
- J) Umbrella Coverage must be checked in this section and by occurrence whenever it is required by written contract and in accordance with the contract value.
- K) Worker's Compensation and Employers Liability Insurance information must be completed in this section of the certificate of insurance form (if applicable)
- L) Builder's Risk Policy for construction projects as designated by the City of Sugar Land.
   Professional Liability Coverage for professional services if required by the City of Sugar Land.
- M) Insurance Policy #'s
- N) Insurance policy effective dates (always check for current dates)
- O) Insurance Policy limits (See Insurance Requirements Checklist)
- P) This section is to list projects, dates of projects, or location of project. Endorsements to the insurance policy(ies) must be provided separately and not in this section. The following endorsements are required by the City of Sugar Land.
  - (1) Adding the City of Sugar Land as an additional insured. The "additional insured" endorsement is not required for professional liability and workers compensation insurance; and
  - (2) Waiver of Subrogation
  - (3) Primary and Non-Contributory
  - (4) Cancellation Notice
- Q) City of Sugar Land's name and address information must be listed in this section
- R) Notice of cancellation, non-renewal, or material change to the insurance policy(ies) must be provided to the City of Sugar Land in accordance with a cancellation notice endorsement to the policy and/or per the policy provisions based on the endorsement adding the City as an additional insured. (Sec. 1811.155, Tex. Ins. Code)
- S) The certificate must be signed by the Authorized Agent in this section of the certificate form.

## INSURANCE REQUIREMENTS-PROJECT SPECIFIC

City Staff shall determine the appropriate level of risk and assign the insurance requirements based on that risk. All Insurance Documents will be reviewed by Purchasing and Risk.

Items marked "X" are required to be provided if award is made to your firm.

Coverages Required & Limits (Figures Denote Minimums)

Other Insurance Required:

X Workers' Compensation	Statutory limits, State of							
_X_ Employers' Liability	\$500,000 per employee per disease / \$500,000 per employee per							
	accident / \$500,000 by	disease aggregate						
_X_ Commercial General Liabil	•							
	Very High/High Risk	_X_ Medium R	isk Low Risk					
Each Occurrence	\$1,000,000	\$500,000	\$300,000					
Fire Damage	\$300,000	\$100,000	\$100,000					
Personal & ADV Injury	\$1,000,000	\$1,000,000	\$600,000					
General Aggregate	\$2,000,000	\$1,000,000	\$600,000					
Products/Compl Op	\$2,000,000	\$500,000	\$300,000					
XCU	\$2,000,000	\$500,000	\$300,000					
_X_ Automobile Liability: (Ow	ned, Non-Owned, Hired	and Injury & Prope	erty coverage for all)					
Very High/ High Ris		_	Low Risk					
Combined Single Limit			Combined Single Limits					
\$1,000,000 Bodily	\$500,000 Bod	_	\$300,000 Bodily					
Garage Liability for BI & P.	<del>-</del>		, , , , , , , , , , , , , , , , , , ,					
\$1,000,000 each acciden	t for Auto, \$1,000,000 e	ach accident Non-A	auto					
\$2,000,000 General Agg								
Garage Keepers Coverage (fo	_	Shops)						
\$500,000 any one unit/ar								
_	•		Liability, Automobile Liability, and	Employers				
Liability policies at minimum lin								
Contract value less than		1						
Contract value between	_		eguired					
Contract value between			-					
Contract value between			-					
Contract value above \$			33.07.04					
			g form" type to the underlying cove	erages to the				
extent of liability cover	age as determined by th	ne City.		Ü				
			untant, Appraiser, Architecture, Co					
			renovation contracts for engineers,	architects,				
constructions managers, includi								
Minimum limits of \$1,0								
			the project is completed.					
			t limited to bridges and tunnels or	as determined by				
the City of Sugar Land)		_						
		ıry and clean up (if	project entails possible contamina	tion of air, soil				
or ground or as determined by tl	ne City of Sugar Land)							

NOTE: The nature/size of a contract/agreement may necessitate higher limits than shown above. These requirements are only meant as a guide, but in any event, should cover most situations. Check with Purchasing & Risk Management if you need assistance or need additional information.