

STATE OF MICHIGAN  
 DEPARTMENT OF MANAGEMENT AND BUDGET  
 ACQUISITION SERVICES  
 P.O. BOX 30026, LANSING, MI 48909  
 OR  
 530 W. ALLEGAN, LANSING, MI 48933

June 25, 2009

CHANGE NOTICE NO. 1  
 TO  
 CONTRACT NO. 071B5200347  
 between  
 THE STATE OF MICHIGAN  
 and

NAME & ADDRESS OF VENDOR	TELEPHONE: (734) 721-0081 FAX: (734) 721-0082 JEANA GARCIA MOIR – PRESIDENT
ADVANCED UNDERGROUND INSPECTION, LLC 38657 Webb St. Westland, MI 48185 <a href="mailto:jeana_au@yahoo.com">jeana_au@yahoo.com</a>	VENDOR NUMBER/MAIL CODE (003)
	BUYER (517) 241-1218 <a href="mailto:MORROWA@MICHIGAN.GOV">MORROWA@MICHIGAN.GOV</a> André K. Morrow, C.P.M., CPPB
CONTRACT COMPLIANCE INSPECTOR: BERNIE WELLS: <a href="mailto:wellsb2@michigan.gov">wellsb2@michigan.gov</a> <b>CATCH BASIN CLEANING / INSPECTION – MICHIGAN DEPARTMENT OF TRANSPORTATION (MDOT) METRO REGION – DETROIT MAINTENANCE GARAGE 1901 W. LAFAYETTE - DETROIT, MICHIGAN 48216</b>	
CONTRACT PERIOD:	From: June 1, 2006 To: June 1, 2010
TERMS Net 30	SHIPMENT N/A
F.O.B. N/A	SHIPPED FROM N/A
MINIMUM DELIVERY REQUIREMENTS N/A	

NATURE OF CHANGES (S):

Effective June 19, 2009, this Contract is hereby EXTENDED through June 1, 2010, and INCREASED by \$53,900.00. All other terms, conditions, specifications, and pricing remain unchanged.

AUTHORITY/REASON:

Per agency request (PRF dated 4/23/09), vendor agreement (letter dated 4/15/09), Ad Board approval on 6/16/09), and DMB/Purchasing Operations' approval.

REVISED AUTHORIZED SPEND LIMIT: \$269,612.00

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NOTICE  
 OF  
 CONTRACT NO. 071B5200347  
 between  
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NAME & ADDRESS OF VENDOR  <b>ADVANCED UNDERGROUND INSPECTION, LLC</b> <b>38657 Webb St.</b> <b>Westland, MI 48185</b>  <a href="mailto:jeana_au@yahoo.com">jeana_au@yahoo.com</a>	TELEPHONE: (734) 721-0081 FAX: (734) 721-0082 <b>JEANA GARCIA MOIR – PRESIDENT</b>
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	BUYER (517) 241-1218 <a href="mailto:MORROWA@MICHIGAN.GOV">MORROWA@MICHIGAN.GOV</a> <b>André K. Morrow, C.P.M., CPPB</b>
CONTRACT COMPLIANCE INSPECTOR: BERNIE WELLS: <a href="mailto:wellsb2@michigan.gov">wellsb2@michigan.gov</a>  <b>CATCH BASIN CLEANING / INSPECTION – MICHIGAN DEPARTMENT OF TRANSPORTATION (MDOT)</b> <b>METRO REGION – DETROIT MAINTENANCE GARAGE</b> <b>1901 W. LAFAYETTE - DETROIT, MICHIGAN 48216</b>	
CONTRACT PERIOD: From: June 1, 2006 To: June 1, 2009	
TERMS <b>Net 30</b>	SHIPMENT <b>N/A</b>
F.O.B. <b>N/A</b>	SHIPPED FROM <b>N/A</b>
MINIMUM DELIVERY REQUIREMENTS <b>N/A</b>	

The terms and conditions of this Contract are those of **ITB # [071I5200212](#)**, this Contract Agreement and the vendor's quote dated **May 19, 2005**. In the event of any conflicts between the specifications, terms and conditions indicated by the State and those indicated by the vendor, those of the State take precedence.

Estimated Contract Value: **\$215,712.00**

**STATE OF MICHIGAN  
 DEPARTMENT OF MANAGEMENT AND BUDGET  
 ACQUISITION SERVICES  
 P.O. BOX 30026, LANSING, MI 48909  
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**CONTRACT NO. 071B5200347  
 between  
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<b>ADVANCED UNDERGROUND INSPECTION, LLC</b> <b>38657 Webb St.</b> <b>Westland, MI 48185</b>  <a href="mailto:jeana_au@yahoo.com">jeana_au@yahoo.com</a>	TELEPHONE: (734) 721-0081 FAX: (734) 721-0082 <b>JEANA GARCIA MOIR – PRESIDENT</b> <hr/> VENDOR NUMBER/MAIL CODE <b>(003)</b> <hr/> BUYER (517) 241-1218 <a href="mailto:MORROWA@MICHIGAN.GOV">MORROWA@MICHIGAN.GOV</a> <b>André K. Morrow, C.P.M., CPPB</b>
Contract Compliance Inspector: Bernie Wells: wells2@michigan.gov <p style="text-align: center;"><b>CATCH BASIN CLEANING / INSPECTION – MICHIGAN DEPARTMENT OF TRANSPORTATION (MDOT)          METRO REGION – DETROIT MAINTENANCE GARAGE          1901 W. LAFAYETTE - DETROIT, MICHIGAN 48216</b></p>	
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MINIMUM DELIVERY REQUIREMENTS <p style="text-align: center;"><b>N/A</b></p>	
MISCELLANEOUS INFORMATION: <b>The terms and conditions of this Contract are those of ITB # <a href="#">071I5200212</a>, this Contract Agreement and the vendor's quote dated <b>May 19, 2005</b>. In the event of any conflicts between the specifications, terms and conditions indicated by the State and those indicated by the vendor, those of the State take precedence.</b>  <b>Estimated Contract Value:     \$215,712.00</b>	

THIS IS NOT AN ORDER: This Contract Agreement is awarded on the basis of our inquiry bearing the ITB No. [071I5200212](#). Orders for delivery of services will be issued directly by the [Michigan Department of Transportation \(MDOT\)](#) through the issuance of a Purchase Order Form.

All terms and conditions of the invitation to bid are made a part hereof.

<b>FOR THE VENDOR:</b>	<b>FOR THE STATE:</b>
<b>ADVANCED UNDERGROUND INSPECTION, LLC</b>	Signature
Firm Name	<b>ANDRÉ K. MORROW, C.P.M., CPPB</b>
Authorized Agent Signature	Name
Authorized Agent (Print or Type)	<b>Acquisition Services</b>
Date	Title
Date	Date





**STATE OF MICHIGAN  
Department of Management and Budget  
Acquisition Services**

**BPO No. 071B5200347**

**CATCH BASIN CLEANING / INSPECTION**  
**MDOT METRO REGION – DETROIT MAINTENANCE GARAGE**  
1901 W. LAFAYETTE  
DETROIT, MICHIGAN 48216

WITH

**ADVANNCED UNDERGROUND INSPECTION, LLC**  
139 SUMMIT ST.  
DETROIT, MI 48209

TELEPHONE: (734) 721-0081      FAX: (734) 721-0082

**Email: [jeana\\_au@yahoo.com](mailto:jeana_au@yahoo.com)**



**CATCH BASIN CLEANING / INSPECTION – MDOT DETROIT MAINTENANCE GARAGE**

- ARTICLE 1 – STATEMENT OF WORK (SOW) ..... 1**
  - 1.0 Introduction..... 1
    - 1.001 DEFINING DOCUMENT ..... 1**
    - 1.002 PROJECT TITLE AND DESCRIPTION ..... 1**
    - 1.003 PROJECT CONTROL ..... 1**
    - 1.004 COMMENCEMENT OF WORK..... 1**
  - 1.1 Product Quality ..... 1
    - 1.101 SPECIFICATIONS..... 1**
  - 1.2 Service Capabilities ..... 1
    - 1.201 CUSTOMER SERVICE/ORDERING - RESERVED..... 1**
    - 1.202 TRAINING..... 1**
    - 1.203 REPORTING ..... 1**
    - 1.204 SECURITY ..... 2**
  - 1.3 Project Price..... 2
    - 1.301 PRICE TERM ..... 2**
    - 1.302 QUICK PAYMENT TERMS..... 2**
  - 1.5 QUANTITY TERM..... 2
- ARTICLE 2 – GENERAL TERMS AND CONDITIONS..... 3**
  - 2.0 Introduction..... 3
    - 2.001 GENERAL PURPOSE ..... 3**
    - 2.002 ISSUING OFFICE AND CONTRACT ADMINISTRATOR ..... 3**
    - 2.003 NOTICE ..... 3**
    - 2.004 CONTRACT TERM ..... 4**
    - 2.005 GOVERNING LAW..... 4**
    - 2.006 APPLICABLE STATUTES ..... 4**
    - 2.007 RELATIONSHIP OF THE PARTIES ..... 5**
    - 2.008 HEADINGS ..... 5**
    - 2.009 MERGER..... 5**
    - 2.010 SEVERABILITY ..... 5**
    - 2.011 SURVIVORSHIP ..... 5**
    - 2.012 NO WAIVER OF DEFAULT ..... 5**
    - 2.013 PURCHASE ORDERS..... 5**
  - 2.1 Vendor/Contractor Obligations..... 6
    - 2.101 ACCOUNTING RECORDS ..... 6**
    - 2.102 NOTIFICATION OF OWNERSHIP ..... 6**
    - 2.103 RESERVED ..... 6**
    - 2.104 RESERVED ..... 6**
    - 2.105 RESERVED ..... 6**
    - 2.106 RESERVED ..... 6**
    - 2.107 PAYROLL AND BASIC RECORDS..... 6**
    - 2.108 COMPETITION IN SUB-CONTRACTING ..... 7**
    - 2.109 CALL CENTER DISCLOSURE..... 7**
  - 2.2 Contract Performance ..... 7
    - 2.201 TIME IS OF THE ESSENCE ..... 7**
    - 2.202 CONTRACT PAYMENT SCHEDULE ..... 7**
    - 2.203 POSSIBLE PROGRESS PAYMENTS ..... 7**
    - 2.204 RESERVED ..... 7**
    - 2.205 ELECTRONIC PAYMENT AVAILABILITY ..... 8**
  - 2.3 Contract Rights and Obligations ..... 8
    - 2.301 INCURRING COSTS..... 8**
    - 2.302 CONTRACTOR RESPONSIBILITIES..... 8**
    - 2.303 ASSIGNMENT AND DELEGATION..... 8**



- 2.304 TAXES..... 8
- 2.305 INDEMNIFICATION ..... 9
- 2.306 LIMITATION OF LIABILITY..... 11
- 2.307 CONTRACT DISTRIBUTION ..... 11
- 2.308 FORM, FUNCTION, AND UTILITY..... 11
- 2.309 ASSIGNMENT OF ANTITRUST CAUSE OF ACTION ..... 12
- 2.310 PURCHASING FROM OTHER STATE AGENCIES - RESERVED..... 12
- 2.311 TRANSITION ASSISTANCE..... 12
- 2.312 RESERVED ..... 12
- 2.313 RESERVED ..... 12
- 2.314 WEBSITE INCORPORATION..... 12
- 2.4 Contract Review and Evaluation..... 12
  - 2.401 CONTRACT COMPLIANCE INSPECTOR ..... 12
  - 2.402 PERFORMANCE REVIEWS ..... 12
  - 2.403 AUDIT OF CONTRACT COMPLIANCE/ RECORDS AND INSPECTIONS..... 13
- 2.5 Quality and Warranties..... 13
  - 2.501 PROHIBITED PRODUCTS..... 13
  - 2.502 QUALITY ASSURANCE - RESERVED..... 13
  - 2.503 INSPECTION - RESERVED ..... 13
  - 2.504 GENERAL WARRANTIES - RESERVED ..... 13
  - 2.505 CONTRACTOR WARRANTIES..... 13
  - 2.506 STAFF ..... 14
  - 2.507 RESERVED ..... 15
  - 2.508 EQUIPMENT WARRANTY ..... 15
  - 2.509 RESERVED ..... 15
- 2.6 Breach of Contract..... 15
  - 2.601 BREACH DEFINED ..... 15
  - 2.602 NOTICE AND THE RIGHT TO CURE..... 16
  - 2.603 EXCUSABLE FAILURE ..... 16
- 2.7 Remedies ..... 17
  - 2.701 CANCELLATION..... 17
  - 2.702 RIGHTS UPON CANCELLATION ..... 18
  - 2.703 LIQUIDATED DAMAGES ..... 21
  - 2.704 STOP WORK..... 21
  - 2.705 SUSPENSION OF WORK..... 22
- 2.8 Changes, Modifications, and Amendments..... 22
  - 2.801 APPROVALS ..... 22
  - 2.802 TIME EXTENTIONS ..... 23
  - 2.803 MODIFICATION..... 23
  - 2.804 AUDIT AND RECORDS UPON MODIFICATION ..... 23
  - 2.805 CHANGES ..... 24
- 2.9 LIABILITY INSURANCE ..... 24
- ATTACHMENT "A" ..... 27
- SPECIFICATIONS FOR CATCH BASIN CLEAN OUT ..... 27
- VENDOR PROPOSAL ..... 36



## **Article1 – Statement of Work (SOW)**

### **1.0 Introduction**

#### **1.001 DEFINING DOCUMENT**

This document contains or incorporates defined requirements, the specifications and scope of work, and all contractual terms and conditions.

#### **1.002 PROJECT TITLE AND DESCRIPTION**

Contract for **CATCH BASIN CLEANING / INSPECTION for Michigan Department of Transportation (MDOT)'s DETROIT MAINTENANCE GARAGE**. The Contractor shall provide clean out and inspection of specified catch basins under the jurisdiction of the Department in accordance with requirements of this contract. All work must be performed in accordance with the progress schedule presented at the Pre-Award Meeting and in accordance with all the terms of this contract, including any Supplemental Specifications contained within this solicitation.

#### **1.003 PROJECT CONTROL**

##### Project Control

The Contractor will carry out this project under the direction and control of MDOT.

#### **1.004 COMMENCEMENT OF WORK**

Contractor shall show acceptance of this agreement by signing a copy of this contract and returning it to the contract administrator. Contractor shall not proceed with performance of the work to be done under this agreement, including the purchase of necessary materials, until both parties have signed this agreement to show acceptance of its terms.

### **1.1 Product Quality**

#### **1.101 SPECIFICATIONS**

Definite Specifications - All commodities and/or services to be furnished hereunder shall conform to the specifications as noted in the "Invitation To Bid" and/or copies of specifications attached herein.

### **1.2 Service Capabilities**

#### **1.201 CUSTOMER SERVICE/ORDERING - RESERVED**

#### **1.202 TRAINING**

Contractor shall provide upon request of the contract compliance inspector, detail regarding any training or certification programs(s) that are currently required or optional and are in place within their organization (i.e., MIOSHA).

#### **1.203 REPORTING**

Contractor shall be able to provide various reports, when requested by the State. Examples include itemized report of total items (commodities and services) purchased quantity reports, service compliance reports, etc.



## **1.204 SECURITY**

The State will decide whether to issue State ID badges to the Contractor's delivery personnel or accept the ID badge issued to delivery personnel by the Contractor.

The State may decide to also perform a security background check. If so, the Contractor will be required to provide to the State a list of all delivery people that will service State of Michigan facilities, including name and date of birth (social security number or driver license number would also be helpful).

The Contractor and its subcontractors shall comply with the security access requirements of individual State facilities.

## **1.3 Project Price**

### **1.301 PRICE TERM**

Prices quoted are the maximum for a period of 365 days from the date the Contract becomes effective.

Prices are subject to change at the end of each 365-day period. Such changes shall be based on changes in actual costs incurred. Documentation of such changes must be provided with the request for price change in order to substantiate any requested change. Acquisition Services reserves the right to consider various pertinent information sources to evaluate price increase requests (such as the CPI and PPI, US City Average, as published by the US Department of Labor, Bureau of Labor Statistics). Acquisition Services also reserves the right to consider other information related to special economic and/or industry circumstances, when evaluating a price change request. Changes may be either increases or decreases, and may be requested by either party. Approved changes shall be firm for the remainder of the contract period unless further revised at the end of the next 365-day period.

Requests for price changes shall be RECEIVED IN WRITING AT LEAST TEN DAYS PRIOR TO THEIR EFFECTIVE DATE, and are subject to written acceptance before becoming effective. In the event new prices are not acceptable, the CONTRACT may be cancelled. The continued payment of any charges due after September 30th of any fiscal year will be subject to the availability of an appropriation for this purpose.

### **1.302 QUICK PAYMENT TERMS**

The State of Michigan is interested in payment terms that reflect cost savings to the State based on an accelerated payment process. Contractor shall indicate here any quick payment terms that they are offering to the State (i.e. \_\_\_\_\_% discount off invoice if paid within \_\_\_\_\_ days).

## **1.5 QUANTITY TERM**

Requirements – Vendor agrees to supply all that the state requires



## **Article 2 – General Terms and Conditions**

### **2.0 Introduction**

#### **2.001 GENERAL PURPOSE**

This Contract is for **Catch Basin Cleaning / Inspection for Michigan Department of Transportation (MDOT)'s Detroit Maintenance Garage** in the State of Michigan. Exact quantities to be purchased are ESTIMATED, however the Contractor will be required to furnish all such materials and services as may be ordered during the CONTRACT period. Quantities specified if any, are estimates based on prior purchases, and the State is not obligated to purchase in these or any other quantities. Orders for delivery will be issued directly to the Contractor by various State Agencies on the Purchase Order Contract Release Form.

The State may provide a listing of MDOT locations that may order from the Contract. That listing shall not limit participation of additional agencies/locations as the need may develop at the same prices, terms and conditions.

#### **2.002 ISSUING OFFICE AND CONTRACT ADMINISTRATOR**

The Contract is issued by Acquisition Services, State of Michigan, Department of Management and Budget, hereinafter known as Acquisition Services, for the Michigan Department of Transportation, hereinafter known as MDOT. Where actions are a combination of those of Acquisition Services and the State agencies, the authority will be known as the State.

Acquisition Services is the sole point of contact in the State with regard to all procurement and contractual matters relating to the commodities and/or services described herein. Acquisition Services is the only office authorized to negotiate, change, modify, amend, alter, clarify, etc., the specifications, terms, and conditions of the Contract. Acquisition Services will remain the SOLE POINT OF CONTACT throughout the procurement process.

Contractor proceeds at its own risk if it takes negotiation, changes, modification, alterations, amendments, clarification, etc., of the specifications, terms, or conditions of the contract from any individual or office other than Acquisition Services and the listed contract administrator

All communications covering this procurement must be addressed to Buyer indicated below:

**Department of Management and Budget  
Acquisition Services  
Attn: Andre' K/ Morrow, C.P.M., CPPB  
2nd Floor, Mason Building  
P.O. Box 30026  
Lansing, Michigan 48909  
(517) 241-1218  
[morrowa@mi.gov](mailto:morrowa@mi.gov)**

#### **2.003 NOTICE**

Any notice given to a party under this Contract must be written and shall be deemed effective, if addressed to such party as addressed below upon (i) delivery, if hand delivered; (ii) receipt of a confirmed transmission by facsimile if a copy of the notice is sent by another means specified in this section; (iii) the third (3rd) Business Day after being sent by U.S. mail, postage pre-paid, return receipt requested; or (iv) the next Business Day after being sent by a nationally recognized overnight express courier with a reliable tracking system.



## 2.004 CONTRACT TERM

The term of this Contract will be for three years and will commence with the issuance of a Contract. This will be approximately [June 1, 2006](#) through [June 1, 2009](#).

**Option.** The State reserves the right to exercise two (2) one-year options, at the sole option of the State. Contractor performance, quality of products, price, cost savings, and the contractor's ability to deliver on time are some of the criteria that will be used as a basis for any decision by Acquisition Services to exercise an option year.

**Extension.** At the sole option of the State, the contract may be extended. Contractor performance, quality of products, price, cost savings, and the contractor's ability to deliver on time are some of the criteria that will be used as a basis for any decision by Acquisition Services to exercise an option year.

Written notice will be provided to the Contractor within 90 days, provided that the State gives the Contractor a preliminary written notice of its intent to extend at least 60 days before the contract expires. The preliminary notice does not commit the Government to an extension. If the Government exercises this option, the extended contract shall be considered to include this option clause.

## 2.005 GOVERNING LAW

The Contract shall in all respects be governed by, and construed in accordance with, the laws of the State of Michigan. By signing this agreement, vendor consents to personal jurisdiction in the state of Michigan. Any dispute arising herein shall be resolved in the State of Michigan.

## 2.006 APPLICABLE STATUTES

The following statutes, rules, and laws are applicable to the performance of this contract; some statutes are reflected in the clauses of this contract. This list is NOT exhaustive.

MI Uniform Commercial Code (MIUCC) MCL 440. (All sections unless otherwise altered by agreement)  
MI OSHA MCL §§ 408.1001 – 408.1094  
Freedom of Information Act (FIOA) MCL §§ 15.231, et seq.  
Natural Resources and Environmental Protection Act MCL §§ 324.101, et seq.  
MI Consumer Protection Act MCL §§ 445.901 – 445.922  
Laws relating to wages, payments of wages, and fringe benefits on state projects MCL §§ 408.551 – 408.558, 408.471 – 408.490, 1965 PA 390.  
Department of Civil Service Rules and regulations  
Elliot Larsen Civil Rights Act MCL §§ 37.2201, et seq.  
Persons with disabilities Civil Rights Act MCL §§ 37.1101, et seq.  
MCL §§ 423.321, et seq.  
MCL § 18.1264 (law regarding debarment)  
Davis-Bacon Act (DBA) 40 USCU §§ 276(a), et seq.  
Contract Work Hours and Safety Standards Act (CWHSAA) 40 USCS § 327, et seq.  
Business Opportunity Act for Persons with Disabilities MCL §§ 450.791 – 450.795  
Rules and regulations of the Environmental Protection Agency  
Internal Revenue Code  
Rules and regulations of the Equal Employment Opportunity Commission (EEOC)  
The Civil Rights Act of 1964, USCS Chapter 42  
Title VII, 42 USCS §§ 2000e et seq.  
The Americans with Disabilities Act (ADA), 42 USCS §§ 12101 et seq.



The Age Discrimination in Employment Act of 1967 (ADEA), 29 USCS §§ 621, 623 et seq.  
The Old Workers Benefit and Protection Act of 1990 (OWBPA), 29 USCS §§ 626, et seq.  
The Family Medical Leave Act of 1993 (FMLA), 29 USC §§ 651 et seq.  
The Fair Labor Standards Act (FLSA), 29 USC §§ 201 et seq.  
Pollution Prevention Act of 1990 (PPA) 42 U.S.C. §13106  
Sherman Act, 15 U.S.C.S. § 1 et seq.  
Robinson-Patman Act, 15 U.S.C.S. § 13 et. seq.  
Clayton Act, 15 U.S.C.S. § 14 et seq.

## **2.007 RELATIONSHIP OF THE PARTIES**

The relationship between the State and the Contractor is that of client and independent Contractor. No agent, employee, or servant of the Contractor or any of its subcontractors shall be or shall be deemed to be an employee, agent, or servant of the State for any reason. The Contractor will be solely and entirely responsible for its acts and the acts of its agents, employees, servants and subcontractors during the performance of this Contract.

## **2.008 HEADINGS**

Captions and headings used in the Contract are for information and organization purposes. Captions and headings, including inaccurate references, do not, in any way, define or limit the requirements or terms and conditions of this Contract.

## **2.009 MERGER**

This document constitutes the complete, final, and exclusive agreement between the parties. All other prior writings and negotiations are ineffective.

## **2.010 SEVERABILITY**

Each provision of the Contract shall be deemed to be severable from all other provisions of the Contract and, if one or more of the provisions of the Contract shall be declared invalid, the remaining provisions of the Contract shall remain in full force and effect.

## **2.011 SURVIVORSHIP**

Any provisions of the Contract that impose continuing obligations on the parties including, but not limited to the Contractor's indemnity and other obligations shall survive the expiration or cancellation of the Contract for any reason.

## **2.012 NO WAIVER OF DEFAULT**

The failure of a party to insist upon strict adherence to any term of the Contract shall not be considered a waiver or deprive the party of the right thereafter to insist upon strict adherence to that term or any other term of the Contract.

## **2.013 PURCHASE ORDERS**

Orders for delivery of commodities and/or services may be issued directly by the State Departments through the issuance of a Purchase Order Form referencing this Contract (Blanket Purchase Order) agreement and the terms and conditions contained herein. Contractor is asked to reference the Purchase Order Number on all invoices for payment.



## **2.1 Vendor/Contractor Obligations**

### **2.101 ACCOUNTING RECORDS**

The Contractor and all subcontractors shall maintain all pertinent financial and accounting records and evidence pertaining to the Contract in accordance with generally accepted principles of accounting and other procedures specified by the State of Michigan. Financial and accounting records shall be made available, upon request, to the State of Michigan, its designees, or the Michigan Auditor General at any time during the Contract period and any extension thereof, and for three years from expiration date and final payment on the Contract or extension thereof.

### **2.102 NOTIFICATION OF OWNERSHIP**

The Contractor shall make the following notifications in writing:

1. When the Contractor becomes aware that a change in its ownership or officers has occurred, or is certain to occur, that could result in changes in the valuation of its capitalized assets in the accounting records, the Contractor shall notify Acquisition Services within 30 days.
2. The Contractor shall also notify the Acquisition Services within 30 days whenever changes to asset valuations or any other cost changes have occurred or are certain to occur as a result of a change in ownership or officers.

The Contractor shall:

1. Maintain current, accurate, and complete inventory records of assets and their costs;
2. Provide Acquisition Services or designated representative ready access to the records upon request;
3. Ensure that all individual and grouped assets, their capitalized values, accumulated depreciation or amortization, and remaining useful lives are identified accurately before and after each of the Contractor's ownership or officer changes; and
4. Retain and continue to maintain depreciation and amortization schedules based on the asset records maintained before each Contractor ownership or officer change.

### **2.103 RESERVED**

### **2.104 RESERVED**

### **2.105 RESERVED**

### **2.106 RESERVED**

### **2.107 PAYROLL AND BASIC RECORDS**

Payrolls and basic records relating to the performance of this contract shall be maintained by the Contractor during the course of the work and preserved for a period of 3 years thereafter for all laborers and mechanics working at the site of the work. Such records shall contain the name, address, and social security number of each such worker, his or her correct classification, hourly rates of wages paid (including rates of contributions or costs anticipated for bona fide fringe benefits or cash equivalents thereof of the types described in section 1(b)(2)(B) of the Davis-Bacon Act), daily and weekly number of hours worked, deductions made, and actual wages paid. Contractors employing apprentices or trainees under approved programs shall maintain written evidence of the registration of apprenticeship programs and certification of trainee programs, the registration of the apprentices and trainees, and the ratios and wage rates prescribed in the applicable programs.



The Contractor shall submit a copy of all payrolls to the Contract Administrator upon request. The payrolls submitted shall set out accurately and completely all of the information required to be maintained as indicated above.

The Prime Contractor is responsible for the submission of copies of payrolls by all subcontractors upon request from the Contract Administrator

The Contractor or subcontractor shall permit the Contract Administrator or representatives of the Contract Administrator or the State of Michigan to interview employees during working hours on the job.

If the Contractor or subcontractor fails to submit required records or to make them available, the Contract Administrator may, after written notice to the Contractor, take such action as may be necessary to cause the suspension of any further payment. Furthermore, failure to submit the required records upon request or to make such records available may be grounds for debarment.

### **2.108 COMPETITION IN SUB-CONTRACTING**

The Contractor shall select subcontractors (including suppliers) on a competitive basis to the maximum practical extent consistent with the objectives and requirements of the contract.

### **2.109 CALL CENTER DISCLOSURE**

Vendor and/or all subcontractors involved in the performance of this contract providing call or contact center services to the State of Michigan must disclose the location of its call or contact center services to inbound callers. Failure to disclose this information shall be a material breach of this agreement.

## **2.2 Contract Performance**

### **2.201 TIME IS OF THE ESSENCE**

Contractor/Vendor is on notice that time is of the essence in the performance of this contract. Late performance will be considered a material breach of this contract, giving the State a right to invoke all remedies available to it under this contract.

### **2.202 CONTRACT PAYMENT SCHEDULE**

All invoices should reflect actual work done. Specific details of invoices and payments will be agreed upon between the Contract Administrator and the Contractor after the proposed Contract Agreement has been signed and accepted by both the Contractor and the Director of Acquisition Services, Department of Management & Budget. This activity will occur only upon the specific written direction from Acquisition Services.

### **2.203 POSSIBLE PROGRESS PAYMENTS**

The Government may make progress payments to the Contractor when requested as work progresses, but not more frequently than monthly, in amounts approved by the Contract Administrator, after negotiation. Contractor must show verification of measurable progress at the time of requesting progress payments.

### **2.204 RESERVED**



## 2.205 ELECTRONIC PAYMENT AVAILABILITY

Electronic transfer of funds is available to State contractors. **VENDORS MUST REGISTER with the State of Michigan Office of Financial Management so the State can make payments related to this Contract electronically at [www.cpexpress.state.mi.us](http://www.cpexpress.state.mi.us).**

## 2.3 Contract Rights and Obligations

### 2.301 INCURRING COSTS

The State of Michigan is not liable for any cost incurred by the Contractor prior to signing of the Contract. The State fiscal year is October 1st through September 30th. The Contractor(s) should realize that payments in any given fiscal year are contingent upon enactment of legislative appropriations. Total liability of the State is limited to terms and conditions of the Contract.

### 2.302 CONTRACTOR RESPONSIBILITIES

The Contractor will be required to assume responsibility for all contractual activities, whether or not that Contractor performs them. Further, the State will consider the Contractor to be the sole point of contact with regard to contractual matters, including payment of any and all charges resulting from the anticipated Contract. If any part of the work is to be subcontracted, the Contract must include a list of subcontractors, including firm name and address, contact person and a complete description of work to be subcontracted. The State reserves the right to approve subcontractors and to require the Contractor to replace subcontractors found to be unacceptable. The Contractor is totally responsible for adherence by the subcontractor to all provisions of the Contract. Any change in subcontractors must be approved by the State, in writing, prior to such change.

### 2.303 ASSIGNMENT AND DELEGATION

The Contractor shall not have the right to assign this Contract, to assign its rights under this contract, or delegate any of its duties or obligations under the Contract to any other party (whether by operation of law or otherwise), without the prior written consent of the State. Any purported assignment in violation of this Section shall be null and void. Further, the Contractor may not assign the right to receive money due under the Contract without the prior written consent of the Director of Acquisition Services.

The Contractor shall not delegate any duties or obligations under the Contract to a subcontractor other than a subcontractor named and approved in the bid unless the Director of Acquisition Services has given written consent to the delegation.

**Contractor must obtain the approval of the Director of Acquisition Services before using a place of performance that is different from the address that bidder provided in the bid.**

### 2.304 TAXES

Sales Tax: For purchases made directly by the State of Michigan, the State is exempt from State and Local Sales Tax. Prices shall not include such taxes. Exemption Certificates for State Sales Tax will be furnished upon request.

Federal Excise Tax: The State of Michigan may be exempt for Federal Excise Tax, or such taxes may be reimbursable, if articles purchased under this Contract are used for the State's exclusive use. Certificates exclusive use for the purposes of substantiating a tax-free, or tax-reimbursable sale will be sent to the Contractor upon request. If a sale is tax exempt or tax reimbursable under the Internal Revenue Code, prices shall not include the Federal Excise Tax.



The State's Tax Exempt Certification is available for vendor viewing upon request to the Contract Administrator.

## **2.305 INDEMNIFICATION**

### General Indemnification

To the fullest extent permitted by law, the Contractor shall indemnify, defend and hold harmless the State, its departments, divisions, agencies, sections, commissions, officers, employees and agents, from and against all losses, liabilities, penalties, fines, damages and claims (including taxes), and all related costs and expenses (including reasonable attorneys' fees and disbursements and costs of investigation, litigation, settlement, judgments, interest and penalties), arising from or in connection with any of the following:

1. Any claim, demand, action, citation or legal proceeding against the State, its employees and agents arising out of or resulting from (1) the product provided or (2) performance of the work, duties, responsibilities, actions or omissions of the Contractor or any of its subcontractors under this Contract.
2. Any claim, demand, action, citation or legal proceeding against the State, its employees and agents arising out of or resulting from a breach by the Contractor of any representation or warranty made by the Contractor in the Contract;
3. Any claim, demand, action, citation or legal proceeding against the State, its employees and agents arising out of or related to occurrences that the Contractor is required to insure against as provided for in this Contract;
4. Any claim, demand, action, citation or legal proceeding against the State, its employees and agents arising out of or resulting from the death or bodily injury of any person, or the damage, loss or destruction of any real or tangible personal property, in connection with the performance of services by the Contractor, by any of its subcontractors, by anyone directly or indirectly employed by any of them, or by anyone for whose acts any of them may be liable; provided, however, that this indemnification obligation shall not apply to the extent, if any, that such death, bodily injury or property damage is caused solely by the negligence or reckless or intentional wrongful conduct of the State;
5. Any claim, demand, action, citation or legal proceeding against the State, its employees and agents which results from an act or omission of the Contractor or any of its subcontractors in its or their capacity as an employer of a person.

### Patent/Copyright Infringement Indemnification

To the fullest extent permitted by law, the Contractor shall indemnify, defend and hold harmless the State, its employees and agents from and against all losses, liabilities, damages (including taxes), and all related costs and expenses (including reasonable attorneys' fees and disbursements and costs of investigation, litigation, settlement, judgments, interest and penalties) incurred in connection with any action or proceeding threatened or brought against the State to the extent that such action or proceeding is based on a claim that any piece of equipment, software, commodity or service supplied by the Contractor or its subcontractors, or the operation of such equipment, software, commodity or service, or the use or reproduction of any documentation provided with such equipment, software, commodity or service infringes any United States or foreign patent, copyright, trade secret or other proprietary right of any person or entity, which right is enforceable under the



laws of the United States. In addition, should the equipment, software, commodity, or service, or the operation thereof, become or in the Contractor's opinion be likely to become the subject of a claim of infringement, the Contractor shall at the Contractor's sole expense (i) procure for the State the right to continue using the equipment, software, commodity or service or, if such option is not reasonably available to the Contractor, (ii) replace or modify the same with equipment, software, commodity or service of equivalent function and performance so that it becomes non-infringing, or, if such option is not reasonably available to Contractor, (iii) accept its return by the State with appropriate credits to the State against the Contractor's charges and reimburse the State for any losses or costs incurred as a consequence of the State ceasing its use and returning it.

#### Code Indemnification

To the extent permitted by law, the Contractor shall indemnify, defend and hold harmless the State from any claim, loss, or expense arising from Contractor's breach of the No Surreptitious Code Warranty.

#### Indemnification Obligation Not Limited

In any and all claims against the State of Michigan, or any of its agents or employees, by any employee of the Contractor or any of its subcontractors, the indemnification obligation under the Contract shall not be limited in any way by the amount or type of damages, compensation or benefits payable by or for the Contractor or any of its subcontractors under worker's disability compensation acts, disability benefits acts, or other employee benefits acts. This indemnification clause is intended to be comprehensive. Any overlap in sub clauses, or the fact that greater specificity is provided as to some categories of risk, is not intended to limit the scope of indemnification under any other sub clause.

#### Continuation of Indemnification Obligation

The duty to indemnify will continue in full force and affect notwithstanding the expiration or early termination of the Contract with respect to any claims based on facts or conditions, which occurred prior to termination.

#### Indemnification Procedures

The procedures set forth below shall apply to all indemnity obligations under this Contract.

- (a) After receipt by the State of notice of the action or proceeding involving a claim in respect of which it will seek indemnification, the State shall promptly notify Contractor of such claim in writing and take or assist Contractor in taking, as the case may be, any reasonable action to avoid the imposition of a default judgment against Contractor. No failure to so notify Contractor shall relieve Contractor of its indemnification obligations except to the extent that Contractor can demonstrate damages attributable to such failure. Within ten (10) days following receipt of written notice from the State relating to any claim, Contractor shall notify the State in writing whether Contractor agrees to assume control of the defense and settlement of that claim (a "Notice of Election"). After notifying Contractor of a claim and prior to the State receiving Contractor's Notice of Election, the State shall be entitled to defend against the claim, at Contractor's expense, and Contractor will be responsible for any reasonable costs incurred by the State in defending against the claim during such period.
- (b) If Contractor delivers a Notice of Election relating to any claim: (i) the State shall be entitled to participate in the defense of such claim and to employ counsel at its own



expense to assist in the handling of such claim and to monitor and advise the State about the status and progress of the Defense; (ii) Contractor shall, at the request of the State, demonstrate to the reasonable satisfaction of the State, Contractor's financial ability to carry out its defense and indemnity obligations under this Contract; (iii) Contractor shall periodically advise the State about the status and progress of the defense and shall obtain the prior written approval of the State before entering into any settlement of such claim or ceasing to defend against such claim and (iv) to the extent that any principles of Michigan governmental or public law may be involved or challenged, the State shall have the right, at its own expense, to control the defense of that portion of such claim involving the principles of Michigan governmental or public law. Notwithstanding the foregoing, the State may retain control of the defense and settlement of a claim by written notice to Contractor given within ten (10) days after the State's receipt of Contractor's information requested by the State pursuant to clause (ii) of this paragraph if the State determines that Contractor has failed to demonstrate to the reasonable satisfaction of the State Contractor's financial ability to carry out its defense and indemnity obligations under this Section. Any litigation activity on behalf of the State of Michigan, or any of its subdivisions pursuant to this Section, must be coordinated with the Department of Attorney General. In the event the insurer's attorney represents the State pursuant to this Section, the insurer's attorney may be required to be designated as a Special Assistant Attorney General by the Attorney General of the State of Michigan.

- (c) If Contractor does not deliver a Notice of Election relating to any claim of which it is notified by the State as provided above, the State shall have the right to defend the claim in such manner as it may deem appropriate, at the cost and expense of Contractor. If it is determined that the claim was one against which Contractor was required to indemnify the State, upon request of the State, Contractor shall promptly reimburse the State for all such reasonable costs and expenses.

### **2.306 LIMITATION OF LIABILITY**

Except as set forth herein, neither the Contractor nor the State shall be liable to the other party for indirect or consequential damages, even if such party has been advised of the possibility of such damages. Such limitation as to indirect or consequential damages shall not apply to claims for infringement of United States patent, copyright, trademarks or trade secrets; to claims for personal injury or damage to property caused by the gross negligence or willful misconduct of the Contractor; to claims covered by other specific provisions of this Contract calling for liquidated damages; to Contractor's indemnification obligations (2.305); or to court costs or attorney's fees awarded by a court in addition to damages after litigation based on this Contract.

### **2.307 CONTRACT DISTRIBUTION**

Acquisition Services shall retain the sole right of Contract distribution to all State agencies and local units of government unless other arrangements are authorized by Acquisition Services.

### **2.308 FORM, FUNCTION, AND UTILITY**

If the Contract is for use of more than one State agency and if the good or service provided under this Contract do not meet the form, function, and utility required by a State agency, that agency may, subject to State purchasing policies, procure the good or service from another source.



## 2.309 ASSIGNMENT OF ANTITRUST CAUSE OF ACTION

For and in consideration of the opportunity to submit a quotation and other good and valuable consideration, the bidder hereby assigns, sells and transfers to the State of Michigan all rights, title and interest in and to all causes of action it may have under the antitrust laws of the United States or this State for price fixing, which causes of action have accrued prior to the date of payment and which relate solely to the particular goods, commodities, or services purchased or procured by this State pursuant to this transaction.

## 2.310 PURCHASING FROM OTHER STATE AGENCIES - RESERVED

## 2.311 TRANSITION ASSISTANCE

If this Contract is not renewed at the end of this term, or is canceled prior to its expiration, for any reason, the Contractor must provide for up to thirty (30) days after the expiration or cancellation of this Contract, all reasonable transition assistance requested by the State, to allow for the expired or canceled portion of the Services to continue without interruption or adverse effect, and to facilitate the orderly transfer of such services to the State or its designees. Such transition assistance will be deemed by the parties to be governed by the terms and conditions of this Contract, (notwithstanding this expiration or cancellation) except for those Contract terms or conditions that do not reasonably apply to such transition assistance. The State shall pay the Contractor for any resources utilized in performing such transition assistance at the most current rates provided by the Contract for Contract performance.

## 2.312 RESERVED

## 2.313 RESERVED

## 2.314 WEBSITE INCORPORATION

State expressly states that it will not be bound by any content on the Contractor's website, even if the Contractor's documentation specifically referenced that content and attempts to incorporate it into any other communication, unless the State has actual knowledge of such content and has expressly agreed to be bound by it in a writing that has been manually signed by an authorized representation of the State.

## 2.4 Contract Review and Evaluation

### 2.401 CONTRACT COMPLIANCE INSPECTOR

Upon receipt at Acquisition Services of the properly executed Contract Agreement(s), the person named below will be allowed to oversee the Contract performance on a day-to-day basis during the term of the Contract. However, overseeing the Contract implies **no authority to negotiate, change, modify, clarify, amend, or otherwise alter the terms, conditions, and specifications of such Contract(s). That authority is retained by Acquisition Services.** The Contract Compliance Inspector for this project will be based on location of award(s).

### 2.402 PERFORMANCE REVIEWS

Acquisition Services in conjunction with the **MDOT** may review with the Contractor their performance under the Contract. Performance reviews shall be conducted quarterly, semi-annually or annually depending on Contractor's past performance with the State. Performance reviews shall include, but not limited to, quality of products/services being delivered and provided, timeliness of delivery, percentage of completion of orders, the amount of back orders, status of such orders, accuracy of billings, customer service, completion and submission of required



paperwork, the number of substitutions and the reasons for substitutions, and other requirements of the Contract.

Upon a finding of poor performance, which has been documented by Acquisition Services, the Contractor shall be given an opportunity to respond and take corrective action. If corrective action is not taken in a reasonable amount of time as determined by Acquisition Services, the Contract may be canceled for default. Delivery by the Contractor of unsafe and/or adulterated or off-condition products to any State agency is considered a material breach of Contract subject to the cancellation provisions contained herein.

#### **2.403 AUDIT OF CONTRACT COMPLIANCE/ RECORDS AND INSPECTIONS**

The Contractor agrees that the State may, upon 24-hour notice, perform an audit at Contractor's location(s) to determine if the Contractor is complying with the requirements of the Contract. The Contractor agrees to cooperate with the State during the audit and produce all records and documentation that verifies compliance with the Contract requirements.

### **2.5 Quality and Warranties**

#### **2.501 PROHIBITED PRODUCTS**

The State will not accept salvage, distressed, outdated or discontinued merchandise. Shipping of such merchandise to any State agency, as a result of an order placed against the Contract, shall be considered default by the Contractor of the terms and conditions of the Contract and may result in cancellation of the Contract by the State. The brand and product number offered for all items shall remain consistent for the term of the Contract, unless Acquisition Services has approved a change.

#### **2.502 QUALITY ASSURANCE - RESERVED**

#### **2.503 INSPECTION - RESERVED**

#### **2.504 GENERAL WARRANTIES - RESERVED**

#### **2.505 CONTRACTOR WARRANTIES**

The Contract will contain customary representations and warranties by the Contractor, including, without limitation, the following:

1. The Contractor will perform all services in accordance with high professional standards in the industry;
2. The Contractor will use adequate numbers of qualified individuals with suitable training, education, experience and skill to perform the services;
3. The Contractor will use its best efforts to use efficiently any resources or services necessary to provide the services that are separately chargeable to the State;
4. The Contractor will use its best efforts to perform the services in the most cost effective manner consistent with the required level of quality and performance;
5. The Contractor will perform the services in a manner that does not infringe the proprietary rights of any third party;



6. The Contractor will perform the services in a manner that complies with all applicable laws and regulations;
7. The Contractor has duly authorized the execution, delivery and performance of the Contract;
8. The Contractor is capable in all respects of fulfilling and shall fulfill all of its obligations under this contract.
9. The contract appendices, attachments, and exhibits identify all equipment and software services necessary for the deliverable(s) to perform and operate in compliance with the contract's requirements.
10. The Contractor is the lawful owner or licensee of any Deliverable licensed or sold to the state by Contractor or developed by Contractor under this contract, and Contractor has all of the rights necessary to convey to the state the ownership rights or license use, as applicable, of any and all Deliverables.
11. If, under this Contract, Contractor procures any equipment, software or other Deliverable for the State (including equipment, software and other Deliverables manufactured, re-marketed or otherwise sold by Contractor under Contractor's name), then in addition to Contractor's other responsibilities with respect to such items as set forth in this Contract, Contractor shall assign or otherwise transfer to the State or its designees, or afford the State the benefits of, any manufacturer's warranty for the Deliverable.
12. The contract signatory has the power and authority, including any necessary corporate authorizations, necessary to enter this contract, on behalf of Contractor.
13. The Contractor is qualified and registered to transact business in all locations where required.
14. Neither the Contractor nor any Affiliates, nor any employee of either, has, shall have, or shall acquire, any contractual, financial, business, or other interest, direct or indirect, that would conflict in any manner or degree with Contractor's performance of its duties and responsibilities to the State under this Contract or otherwise create an appearance of impropriety with respect to the award or performance of this Agreement. Contractor shall notify the State within two (2) days of any such interest that may be incompatible with the interests of the State.
15. All financial statements, reports, and other information furnished by Contractor to the State as part of its response to the ITB or otherwise in connection with the award of this Contract fairly and accurately represent the business, properties, financial condition, and results of operations of Contractor as of the respective dates, or for the respective periods, covered by such financial statements, reports, other information. Since the respective dates or periods covered by such financial statements, reports, or other information, there have been no material adverse changes in the business, properties, financial condition, or results of operations of Contractor. All written information furnished to the State by or behalf of Contractor in connection with this Contract, including its bid, is true, accurate, and complete, and contains no untrue statement of material fact or omits any material fact necessary to make such information not misleading.

## **2.506 STAFF**

The State reserves the right to approve the Contractor's assignment of Key Personnel to this project and to recommend reassignment of personnel deemed unsatisfactory by the State.



The Contractor shall not remove or reassign, without the State's prior written approval any of the Key Personnel until such time as the Key Personnel have completed all of their planned and assigned responsibilities in connection with performance of the Contractor's obligations under this Contract. The Contractor agrees that the continuity of Key Personnel is critical and agrees to the continuity of Key Personnel. Removal of Key Personnel without the written consent of the State may be considered by the State to be a material breach of this Contract. The prohibition against removal or reassignment shall not apply where Key Personnel must be replaced for reasons beyond the reasonable control of the Contractor including but not limited to illness, disability, resignation or termination of the Key Personnel's employment.

#### **2.507 RESERVED**

#### **2.508 EQUIPMENT WARRANTY**

To the extent Contractor is responsible under this Contract for maintaining equipment/system(s), Contractor represents and warrants that it will maintain such equipment/system(s) in good operating condition and will undertake all repairs and preventive maintenance in accordance with the applicable manufacturer's recommendations for the period specified in this Contract.

The Contractor represents and warrants that the equipment/system(s) shall be in good operating condition and shall operate and perform to the requirements and other standards of performance contained in this Contract, when installed, at the time of Final Acceptance by the State, and for a period of one (1) year commencing upon the first day following Final Acceptance.

Within seven (7) business days of notification from the State, the Contractor shall adjust, repair or replace all equipment that is defective or not performing in compliance with the Contract. The Contractor shall assume all costs for replacing parts or units and their installation including transportation and delivery fees, if any.

The Contractor shall provide a toll-free telephone number to allow the State to report equipment failures and problems to be remedied by the Contractor if requested and deemed necessary.

The Contractor agrees that all warranty service it provides under this Contract shall be performed by original equipment manufacturer (OEM) trained, certified and authorized technicians.

The Contractor shall act as the sole point of contact for warranty service. The Contractor warrants that it shall pass through to the State any and all warranties obtained or available from the original equipment manufacturer, including any replacement, upgraded, or additional equipment warranties.

#### **2.509 RESERVED**

### **2.6 Breach of Contract**

#### **2.601 BREACH DEFINED**

Failure to comply with articles, sections, or subsections of this agreement, or making any false statement in this agreement will be considered a material breach of this agreement giving the state authority to invoke any and all remedies available to it under this agreement.

In addition to any remedies available in law and by the terms of this contract, if the Contractor breaches Sections 2.508, 2.509, or 2.510, such a breach may be considered as a default in the performance of a material obligation of this contract.



## 2.602 NOTICE AND THE RIGHT TO CURE

In the event of a curable breach by the Contractor, the State shall provide the Contractor written notice of the breach and a time period to cure said breach described in the notice. This section requiring notice and an opportunity to cure shall not be applicable in the event of successive or repeated breaches of the same nature or if the State determines in its sole discretion that the breach poses a serious and imminent threat to the health or safety of any person or the imminent loss, damage or destruction of any real or tangible personal property.

## 2.603 EXCUSABLE FAILURE

1. Neither party shall be liable for any default or delay in the performance of its obligations under the Contract if and to the extent such default or delay is caused, directly or indirectly, by: fire, flood, earthquake, elements of nature or acts of God; riots, civil disorders, rebellions or revolutions in any country; the failure of the other party to perform its material responsibilities under the Contract (either itself or through another contractor); injunctions (provided the injunction was not issued as a result of any fault or negligence of the party seeking to have its default or delay excused); or any other cause beyond the reasonable control of such party; provided the non-performing party and its subcontractors are without fault in causing such default or delay, and such default or delay could not have been prevented by reasonable precautions and cannot reasonably be circumvented by the non-performing party through the use of alternate sources, workaround plans or other means, including disaster recovery plans. In such event, the non-performing party will be excused from any further performance or observance of the obligation(s) so affected for as long as such circumstances prevail and such party continues to use its best efforts to recommence performance or observance whenever and to whatever extent possible without delay provided such party promptly notifies the other party in writing of the inception of the excusable failure occurrence, and also of its abatement or cessation.
2. If any of the above enumerated circumstances substantially prevent, hinder, or delay performance of the services necessary for the performance of the State's functions for more than 14 consecutive days, and the State determines that performance is not likely to be resumed within a period of time that is satisfactory to the State in its reasonable discretion, then at the State's option: (a) the State may procure the affected services from an alternate source, and the State shall not be liable for payments for the unperformed services under the Contract for so long as the delay in performance shall continue; (b) the State may cancel any portions of the Contract so affected and the charges payable hereunder shall be equitably adjusted to reflect those services canceled; or (c) the Contract will be canceled without liability of the State to the Contractor as of the date specified by the State in a written notice of cancellation to the Contractor. The Contractor will not have the right to any additional payments from the State as a result of any excusable failure occurrence or to payments for services not rendered as a result of the excusable failure condition. Defaults or delays in performance by the Contractor which are caused by acts or omissions of its subcontractors will not relieve the Contractor of its obligations under the Contract except to the extent that a subcontractor is itself subject to any excusable failure condition described above and the Contractor cannot reasonably circumvent the effect of the subcontractor's default or delay in performance through the use of alternate sources, workaround plans or other means.



## 2.7 Remedies

### 2.701 CANCELLATION

The State may cancel this Contract without further liability or penalty to the State, its departments, divisions, agencies, offices, commissions, officers, agents, and employees for any of the following reasons:

1. Material Breach by the Contractor. In the event that the Contractor breaches any of its material duties or obligations under the Contract, which are either not capable of or subject to being cured, or are not cured within the time period specified in the written notice of breach provided by the State, or pose a serious and imminent threat to the health and safety of any person, or the imminent loss, damage or destruction of any real or tangible personal property, the State may, having provided written notice of cancellation to the Contractor, cancel this Contract in whole or in part, for cause, as of the date specified in the notice of cancellation.

In the event that this Contract is cancelled for cause, in addition to any legal remedies otherwise available to the State by law or equity, the Contractor shall be responsible for all costs incurred by the State in canceling the Contract, including but not limited to, State administrative costs, attorneys fees and court costs, and any additional costs the State may incur to procure the services required by this Contract from other sources. All excess re-procurement costs and damages shall not be considered by the parties to be consequential, indirect or incidental, and shall not be excluded by any other terms otherwise included in the Contract.

In the event the State chooses to partially cancel this Contract for cause charges payable under this Contract will be equitably adjusted to reflect those services that are cancelled.

In the event this Contract is cancelled for cause pursuant to this section, and it is therefore determined, for any reason, that the Contractor was not in breach of contract pursuant to the provisions of this section, that cancellation for cause shall be deemed to have been a cancellation for convenience, effective as of the same date, and the rights and obligations of the parties shall be limited to that otherwise provided in the Contract for a cancellation for convenience.

2. Cancellation For Convenience By the State. The State may cancel this Contract for its convenience, in whole or part, if the State determines that such a cancellation is in the State's best interest. Reasons for such cancellation shall be left to the sole discretion of the State and may include, but not limited to (a) the State no longer needs the services or products specified in the Contract, (b) relocation of office, program changes, changes in laws, rules, or regulations make implementation of the Contract services no longer practical or feasible, and (c) unacceptable prices for additional services requested by the State. The State may cancel the Contract for its convenience, in whole or in part, by giving the Contractor written notice 30 days prior to the date of cancellation. If the State chooses to cancel this Contract in part, the charges payable under this Contract shall be equitably adjusted to reflect those services that are cancelled.
3. Non-Appropriation. In the event that funds to enable the State to effect continued payment under this Contract are not appropriated or otherwise made available. The Contractor acknowledges that, if this Contract extends for several fiscal years, continuation of this Contract is subject to appropriation or availability of funds for this project. If funds are not appropriated or otherwise made available, the State shall have the right to cancel this Contract at the end of the last period for which funds have been appropriated or otherwise made available by giving written notice of cancellation to the Contractor. The State shall



- give the Contractor written notice of such non-appropriation or unavailability within 30 days after it receives notice of such non-appropriation or unavailability.
4. Criminal Conviction. In the event the Contractor, an officer of the Contractor, or an owner of a 25% or greater share of the Contractor, is convicted of a criminal offense incident to the application for or performance of a State, public or private Contract or subcontract; or convicted of a criminal offense including but not limited to any of the following: embezzlement, theft, forgery, bribery, falsification or destruction of records, receiving stolen property, attempting to influence a public employee to breach the ethical conduct standards for State of Michigan employees; convicted under State or federal antitrust statutes; or convicted of any other criminal offense which in the sole discretion of the State, reflects upon the Contractor's business integrity.
  5. Approvals Rescinded. The State may terminate this Contract without further liability or penalty in the event any final administrative or judicial decision or adjudication disapproves a previously approved request for purchase of personal services pursuant to Constitution 1963, Article 11, section 5, and Civil Service Rule 7. Termination may be in whole or in part and may be immediate as of the date of the written notice to Contractor or may be effective as of the date stated in such written notice.

## 2.702 RIGHTS UPON CANCELLATION

### A. Rights and Obligations Upon Termination

- (1) If this Contract is terminated by the State for any reason, Contractor shall (a) stop all work as specified in the notice of termination, (b) take any action that may be necessary, or that the State may direct, for preservation and protection of Deliverables or other property derived or resulting from this Contract that may be in Contractor's possession, (c) return all materials and property provided directly or indirectly to Contractor by any entity, agent or employee of the State, (d) in the event that the Contractor maintains title in equipment and software that is intended to be transferred to the State at the termination of the Contract, Contractor will transfer title in, and deliver to, the State, unless otherwise directed, all Deliverables and other Developed Materials intended to be transferred to the State at the termination of the Contract and which are resulting from the Contract (which shall be provided to the State on an "As-Is" basis except to the extent the amounts paid by the State in respect of such items included compensation to Contractor for the provision of warranty services in respect of such materials), and (e) take any action to mitigate and limit any potential damages, or requests for Contractor adjustment or termination settlement costs, to the maximum practical extent, including terminating or limiting as otherwise applicable those subcontracts and outstanding orders for material and supplies resulting from the terminated Contract.
- (2) In the event the State terminates this Contract prior to its expiration for its own convenience, the State shall pay Contractor for all charges due for Services provided prior to the date of termination and, if applicable, as a separate item of payment pursuant to this Contract, for partially completed Deliverables, on a percentage of completion basis. All completed or partially completed Deliverables prepared by Contractor pursuant to this Contract shall, at the option of the State, become the State's property, and Contractor shall be entitled to receive equitable fair compensation for such Deliverables. Regardless of the basis for the termination, the State shall not be obligated to pay, or otherwise compensate, Contractor for any lost expected future profits, costs or expenses incurred with respect to Services not actually performed for the State.



- (3.) If any such termination by the State is for cause, the State shall have the right to set-off against any amounts due Contractor the amount of any damages for which Contractor is liable to the State under this Contract or pursuant to law or equity.
- (4.) Upon a good faith termination, the State shall have the right to assume, at its option, any and all subcontracts and agreements for services and materials provided under this Contract, and may further pursue completion of the Services under this Contract by replacement contract or otherwise as the State may in its sole judgment deem expedient.

#### **B. Termination Assistance**

If the Contract (or any Statement of Work issued under it) is terminated for any reason before completion, Contractor agrees to provide for up to two-hundred seventy (270) calendar days after the termination all reasonable termination assistance requested by the State to facilitate the orderly transfer of such Services to the State or its designees in a manner designed to minimize interruption and adverse effect. Such termination assistance will be deemed by the parties to be governed by the terms and conditions of the Contract (notwithstanding its termination) other than any terms or conditions that do not reasonably apply to such termination assistance. The State shall compensate Contractor for such termination assistance at the same rates and charges set forth in the Contract on a time and materials basis in accordance with the Labor Rates indicated within Contractors pricing section. If the Contract is terminated by Contractor under **Section 20**, then Contractor may condition its provision of termination assistance under this Section on reasonable assurances of payment by the State for such assistance, and any other amounts owed under the Contract.

#### **C. Reservation of Rights**

Any termination of the Contract or any Statement of Work issued under it by a party shall be with full reservation of, and without prejudice to, any rights or remedies otherwise available to such party with respect to any claims arising prior to or as a result of such termination.

#### **D. End of Contract Transition**

In the event the Contract is terminated, for convenience or cause, or upon expiration, the Contractor agrees to comply with direction provided by the State to assist in the orderly transition of equipment, services, software, leases, etc. to the State or a third party designated by the State. In the event of termination or the expiration of the Contract, the Contractor agrees to make all reasonable efforts to effect an orderly transition of services within a reasonable period of time that in no event will exceed 270 calendar days. These efforts shall include, but are not limited to, the following:

- (1) Personnel - The Contractor shall work with the State, or a specified third party, to develop a transition plan setting forth the specific tasks and schedule to be accomplished by the parties, to effect an orderly transition. The Contractor shall allow as many personnel as practicable to remain on the job to help the State, or a specified third party, maintain the continuity and consistency of the services required by the Contract. In addition, during or following the transition period, in the event the State requires the Services of the Contractor's subcontractors, as necessary to meet its needs, Contractor agrees to reasonably, and with good-faith, work with the State to use the Services of Contractor's subcontractors.
- (2) Knowledgeable Personnel. Contractor will make available to the State or a Third Party Provider knowledgeable personnel familiar with the operational processes and



procedures used to deliver products and services to the State. The Contractor personnel will work with the State or third party to help develop a mutually agreeable transition plan, work to transition the process of ordering, shipping and invoicing equipment and services to the State.

- (3) Information - The Contractor agrees to provide reasonable detailed specifications for all Services needed by the State, or specified third party, to properly provide the services required under the Contract. The Contractor will also provide any licenses required to perform the Services under the Contract.
- (4) Software. - The Contractor shall reasonably assist the State in the acquisition of any Contractor software required to perform the Services under the Contract. This shall include any documentation being used by the Contractor to perform the Services under the Contract. If the State transfers any software licenses to the Contractor, those licenses shall, upon expiration of the Contract, transfer back to the State at their current revision level.
- (5) Payment - If the transition results from a termination for any reason, reimbursement shall be governed by the termination provisions of the Contract. If the transition results from expiration, the Contractor will be reimbursed for all reasonable transition costs (i.e. costs incurred within the agreed period after Contract expiration that result from transition operations). The hourly rates or fixed price to be charged will be agreed upon prior to the work commencing.
- (6) Single Point of Contact. Contractor will maintain a Single Point of Contact (SPOC) for the State after termination of the Contract until all product and service obligations have expired.

#### **E. Transition out of this Contract**

- (1) In the event that this Contract is terminated, dissolved, voided, rescinded, nullified, or otherwise rendered unenforceable, the Contractor agrees to perform the following obligations, and any others upon which the State and the Contractor agree:
  - (i) Cooperating with any contractors, vendors, or other entities with whom the State contracts to meet its telecommunication needs, for at least two hundred and seventy (270) days after the termination of this Contract;
  - (ii) Reserved.
  - (iii) Providing the State with all asset management data generated from the inception of this Contract through the date on which this Contract is terminated, in a comma-delimited format unless otherwise required by the Program Office;
  - (iv) Reconciling all accounts between the State and the Contractor;
  - (v) Allowing the State to request the winding up of any pending or ongoing projects at the price to which the State and the Contractor agreed at the inception of the project;
  - (vi) Freezing all non-critical software changes;
  - (vii) Notifying all of the Contractor's subcontractors of procedures to be followed during the transition out phase;
  - (viii) Assisting with the communications network turnover, if applicable;
  - (ix) Assisting in the execution of a parallel operation until the effective date of termination of this Contract
  - (x) Answering questions regarding post-migration services;



- (xi) Delivering to the State any remaining owed reports and documentation still in the Contractor's possession.
- (2) In the event that this Contract is terminated, dissolved, voided, rescinded, nullified, or otherwise rendered unenforceable, the State agrees to perform the following obligations, and any others upon which the State and the Contractor agree:
- (i) Reconciling all accounts between the State and the Contractor;
  - (ii) Completing any pending post-project reviews.

### 2.703 LIQUIDATED DAMAGES

- A. The State and the Contractor hereby agree to the specific standards set forth in this Contract. It is agreed between the Contractor and the State that the actual damages to the State as a result of Contractor's failure to provide promised services would be difficult or impossible to determine with accuracy. The State and the Contractor therefore agree that liquidated damages as set out herein shall be a reasonable approximation of the damages that shall be suffered by the State as a result thereof. Accordingly, in the event of such damages, at the written direction of the State, the Contractor shall pay the State the indicated amount as liquidated damages, and not as a penalty. Amounts due the State as liquidated damages, if not paid by the Contractor within fifteen (15) days of notification of assessment, may be deducted by the State from any money payable to the Contractor pursuant to this Contract. The State will notify the Contractor in writing of any claim for liquidated damages pursuant to this paragraph on or before the date the State deducts such sums from money payable to the Contractor. No delay by the State in assessing or collecting liquidated damages shall be construed as a waiver of such rights.
- B. The Contractor shall not be liable for liquidated damages when, in the opinion of the State, incidents or delays result directly from causes beyond the control and without the fault or negligence of the Contractor. Such causes may include, but are not restricted to, acts of God, fires, floods, epidemics, and labor unrest; but in every case the delays must be beyond the control and without the fault or negligence of the Contractor.

### 2.704 STOP WORK

1. The State may, at any time, by written stop work order to the Contractor, require that the Contractor stop all, or any part, of the work called for by this Contract for a period of up to 90 days after the stop work order is delivered to the Contractor, and for any further period to which the parties may agree. The stop work order shall be specifically identified as such and shall indicate that it is issued under this section. Upon receipt of the stop work order, the Contractor shall immediately comply with its terms and take all reasonable steps to minimize the incurrence of costs allocable to the work covered by the stop work order during the period of work stoppage. Within the period of the stop work order, the State shall either:
- a) Cancel the stop work order; or
  - b) Cancel the work covered by the stop work order as provided in the cancellation section of this Contract.
2. If a stop work order issued under this section is canceled or the period of the stop work order or any extension thereof expires, the Contractor shall resume work. The State shall make an equitable adjustment in the delivery schedule, the contract price, or both, and the Contract shall be modified, in writing, accordingly, if:



- a) The stop work order results in an increase in the time required for, or in the Contractor's costs properly allocable to the performance of any part of this Contract; and
  - b) The Contractor asserts its right to an equitable adjustment within 30 days after the end of the period of work stoppage; provided, that if the State decides the facts justify the action, the State may receive and act upon a proposal submitted at any time before final payment under this Contract.
3. If the stop work order is not canceled and the work covered by the stop work order is canceled for reasons other than material breach, the State shall allow reasonable costs resulting from the stop work order in arriving at the cancellation settlement.
  4. If a stop work order is not canceled and the work covered by the stop work order is canceled for material breach, the State shall not allow, by equitable adjustment or otherwise, reasonable costs resulting from the stop work order.

An appropriate equitable adjustment may be made in any related contract of the Contractor that provides for adjustment and is affected by any stop work order under this section. The State shall not be liable to the Contractor for loss of profits because of a stop work order issued under this section.

## **2.705 SUSPENSION OF WORK**

The Contract Administrator may order the Contractor, in writing, to suspend, delay, or interrupt all or any part of the work of this contract for the period of time that the Contract Administrator determines appropriate for the convenience of the Government.

If the performance of all or any part of the work is, for an unreasonable period of time, suspended, delayed, or interrupted (1) by an act of the Contract Administrator in the administration of this contract, or (2) by the Contract Administrator's failure to act within the time specified in this contract (or within a reasonable time if not specified), an adjustment shall be made for any increase in the cost of performance of this contract (excluding profit) necessarily caused by the unreasonable suspension, delay, or interruption, and the contract modified in writing accordingly. However, no adjustment shall be made under this clause for any suspension, delay, or interruption to the extent that performance would have been so suspended, delayed, or interrupted by any other cause, including the fault or negligence of the Contractor, or for which an equitable adjustment is provided for or excluded under any other term or condition of this contract.

A claim under this clause shall not be allowed:

- (1) For any costs incurred more than 20 days before the Contractor shall have notified the Contract Administrator in writing of the act or failure to act involved (but this requirement shall not apply as to a claim resulting from a suspension order); and
- (2) Unless the claim, in an amount stated, is asserted in writing as soon as practicable after the termination of the suspension, delay, or interruption, but not later than the date of final payment under the contract.

## **2.8 Changes, Modifications, and Amendments**

### **2.801 APPROVALS**

The Contract may not be modified, amended, extended, or augmented except by a writing executed by the parties hereto, and any breach or default by a party shall not be waived or released other than in writing signed by the other party.



## 2.802 TIME EXTENTIONS

Time extensions for contract changes will depend upon the extent, if any, by which the changes cause delay in the completion of the various elements of performance as described in the statement of work. The change order granting the time extension may provide that the contract completion date will be extended only for those specific elements related to the changed work and that the remaining contract completion dates for all other portions of the work will not be altered. The change order also may provide an equitable readjustment of liquidated damages under the new completion schedule.

## 2.803 MODIFICATION

Acquisition Services reserves the right to modify this contract at any time during the contract term. Such modification may include changing the locations to be serviced, additional locations to be serviced, method or manner of performance of the work, number of days service is to be performed, addition or deletion of tasks to be performed, addition or deletion of items, and/or any other modifications deemed necessary. Any changes in pricing proposed by the Contractor resulting from the proposed changes are subject to acceptance by the State. Changes may be increases or decreases. IN THE EVENT PRICES ARE NOT ACCEPTABLE TO THE STATE, THE CONTRACT SHALL BE SUBJECT TO COMPETITIVE BIDDING BASED UPON THE NEW SPECIFICATION.

**The State reserves the right to add an item(s) that is not described on the item listing and is available from the Contract vendor.** The item(s) may be included on the Contract, only if prior written approval has been granted by Acquisition Services.

## 2.804 AUDIT AND RECORDS UPON MODIFICATION

DEFINITION: records includes books, documents, accounting procedures and practices, and other data, regardless of whether such items are in written form, electronic form, or in any other form

Contractor shall be required to submit cost or pricing data with the pricing of any modification of this contract to the Contract Administrator in Acquisition Services. Data may include accounting records, payroll records, employee time sheets, and other information the state deems necessary to perform a fair evaluation of the modification proposal. Contract Administrator or authorized representative of the state shall have the right to examine and audit all of the contractor's records, including computations and projections, related to:

1. The proposal for modification;
2. The discussions conducted on the proposal, including those related to negotiation;
3. Pricing of the modification; or
4. Performance of the modification.

Contractor shall make available at its office at all reasonable times the materials described in the paragraphs above.

If this contract is completely or partially terminated, the records relating to the work terminated shall be made available for 3 years after any resulting final termination settlement.



## 2.805 CHANGES

- (a) The Contract Administrator may, at any time, without notice to the sureties, if any, by written order designated or indicated to be a change order, make changes in the work within the general scope of the contract, including changes:
  - (1) In the specifications (including drawings and designs);
  - (2) In the method or manner of performance of the work;
  - (3) In the Government-furnished facilities, equipment, materials, services, or site; or
  - (4) Directing acceleration in the performance of the work.
- (a) Any other written or oral order (which, as used in this paragraph (b), includes direction, instruction, interpretation, or determination) from the Contract Administrator that causes a change shall be treated as a change order under this clause; Provided, that the Contractor gives the Contract Administrator written notice stating:
  - (1) The date, circumstances, and source of the order; and
  - (2) That the Contractor regards the order as a change order.
- (b) Except as provided in this clause, no order, statement, or conduct of the Contract Administrator shall be treated as a change under this clause or entitle the Contractor to an equitable adjustment.

## 2.9 LIABILITY INSURANCE

### A. Insurance

The Contractor is required to provide proof of the minimum levels of insurance coverage as indicated below. The purpose of this coverage shall be to protect the State from claims which may arise out of or result from the Contractor's performance of services under the terms of this Contract, whether such services are performed by the Contractor, or by any subcontractor, or by anyone directly or indirectly employed by any of them, or by anyone for whose acts they may be liable.

The Contractor waives all rights against the State of Michigan, its departments, divisions, agencies, offices, commissions, officers, employees and agents for recovery of damages to the extent these damages are covered by the insurance policies the Contractor is required to maintain pursuant to this Contract.

All insurance coverage provided relative to this Contract/Purchase Order is PRIMARY and NON-CONTRIBUTING to any comparable liability insurance (including self-insurances) carried by the State.

The insurance shall be written for not less than any minimum coverage specified in this Contract or required by law, whichever is greater.

The insurers selected by Contractor shall have an A.M. Best rating of A or better, or as otherwise approved in writing by the State, or if such ratings are no longer available, with a comparable rating from a recognized insurance rating agency. Companies that have been approved to do business in the State shall issue all policies of insurance required in this Contract. See [www.michigan.gov/cis](http://www.michigan.gov/cis)



Where specific limits are shown, they are the minimum acceptable limits. If Contractor's policy contains higher limits, the State shall be entitled to coverage to the extent of such higher limits.

Before both parties sign the Contract or before the purchase order is issued by the State, the Contractor must furnish to the Director of Acquisition Services, certificate(s) of insurance verifying insurance coverage ("Certificates"). The Certificate must be on the standard "accord" form or equivalent. **THE CONTRACT OR PURCHASE ORDER NO. MUST BE SHOWN ON THE CERTIFICATE OF INSURANCE TO ASSURE CORRECT FILING.** All Certificate(s) are to be prepared and submitted by the Insurance Provider. All Certificate(s) shall contain a provision indicating that coverage afforded under the policies WILL NOT BE CANCELLED, MATERIALLY CHANGED, OR NOT RENEWED without THIRTY (30) days prior written notice, except for ten (10) days for non-payment of premium, having been given to the Director of Acquisition Services, Department of Management and Budget. The notice must include the Contract or Purchase Order number affected and be mailed to: Director, Acquisition Services, Department of Management and Budget, P.O. Box 30026, Lansing, Michigan 48909. Failure to provide evidence of coverage, may, at the State's sole option, result in this Contract's termination.

The Contractor is required to pay for and provide the type and amount of insurance checked below:

1. Commercial General Liability with the following minimum coverage:
- |             |  |
|-------------|--|
| \$2,000,000 | General Aggregate Limit other than Products/Completed Operations |
| \$2,000,000 | Products/Completed Operations Aggregate Limit                    |
| \$1,000,000 | Personal & Advertising Injury Limit                              |
| \$1,000,000 | Each Occurrence Limit  |
| \$500,000   | Fire Damage Limit (any one fire)                                 |

The Contractor must list the State of Michigan, its departments, divisions, agencies, offices, commissions, officers, employees and agents as ADDITIONAL INSURED on the Commercial General Liability certificate. The Contractor also agrees to provide evidence that insurance policies contain a waiver of subrogation by the insurance company.

2. If a motor vehicle is used to provide services or products under this Contract, the Contractor must have vehicle liability insurance on any auto including owned, hired and non-owned vehicles used in Contractor's business for bodily injury and property damage as required by law.

The Contractor must list the State of Michigan, its departments, divisions, agencies, offices, commissions, officers, employees and agents as ADDITIONAL INSURED on the vehicle liability certificate. The Contractor also agrees to provide evidence that insurance policies contain a waiver of subrogation by the insurance company.

3. Workers' compensation coverage must be provided in accordance with applicable laws governing the employees and employers work activities in the state of the Contractor's domicile. If a self-insurer provides the applicable coverage, proof must be provided of approved self-insured authority by the jurisdiction of domicile. For employees working outside of the state of qualification, Contractor must provide appropriate certificates of insurance proving mandated coverage levels for the jurisdictions where the employees' activities occur.



Any certificates of insurance received must also provide a list of states where the coverage is applicable.

The Contractor also agrees to provide evidence that insurance policies contain a waiver of subrogation by the insurance company. This provision shall not be applicable where prohibited or limited by the laws of the jurisdiction in which the work is to be performed.

4. Employers liability insurance with the following minimum limits:
- |           |                          |
|-----------|--------------------------|
| \$100,000 | each accident            |
| \$100,000 | each employee by disease |
| \$500,000 | aggregate disease        |

#### **B. Subcontractors**

Except where the State has approved in writing a Contractor subcontract with other insurance provisions, Contractor shall require all of its Subcontractors under this Contract to purchase and maintain the insurance coverage as described in this Section for the Contractor in connection with the performance of work by those Subcontractors. Alternatively, Contractor may include any Subcontractors under Contractor's insurance on the coverage required in this Section. Subcontractor(s) shall fully comply with the insurance coverage required in this Section. Failure of Subcontractor(s) to comply with insurance requirements does not limit Contractor's liability or responsibility.

#### **C. Certificates of Insurance and Other Requirements**

Contractor shall furnish to the Office of Acquisition Services certificate(s) of insurance verifying insurance coverage or providing satisfactory evidence of self-insurance as required in this Section (the "Certificates"). Before the Contract is signed, and not less than 20 days before the insurance expiration date every year thereafter, the Contractor shall provide evidence that the State and its agents, officers and employees are listed as additional insureds, but only to the extent of liabilities assumed by Contractor as set forth in Indemnification Section of this Contract, under each commercial general liability and commercial automobile liability policy. In the event the State approves the representation of the State by the insurer's attorney, the attorney may be required to be designated as a Special Assistant Attorney General by the Attorney General of the State of Michigan.

Contractor shall maintain all required insurance coverage throughout the term of the Contract and any extensions thereto and, in the case of claims-made Commercial General Liability policies, shall secure tail coverage for at least three (3) years following the expiration or termination for any reason of this Contract. The minimum limits of coverage specified above are not intended, and shall not be construed, to limit any liability or indemnity of Contractor under this Contract to any indemnified party or other persons. Contractor shall be responsible for all deductibles with regard to such insurance. If Contractor fails to pay any premium for required insurance as specified in this Contract, or if any insurer cancels or significantly reduces any required insurance as specified in this Contract without the State's written consent, at the State's election (but without any obligation to do so) after the State has given Contractor at least thirty (30) days written notice, the State may pay such premium or procure similar insurance coverage from another company or companies; and at the State's election, the State may deduct the entire cost (or part thereof) from any payment due Contractor, or Contractor shall pay the entire cost (or any part thereof) upon demand by the State.



## ATTACHMENT "A"

### SPECIFICATIONS FOR CATCH BASIN CLEAN OUT

*(Revised: March 7, 2005)*

#### **I. ADMINISTRATIVE PROCEDURES**

##### Definitions

The Department refers to the Michigan Department of Transportation (MDOT).

Vendor refers to any business entity, which had bid for, but has not yet been awarded a contract with the Michigan Department of Transportation.

Contractor refers to a vendor as defined above which has been awarded a contract by the Department for catch basin cleanout.

Contract Compliance Inspector refers to the Michigan Department of Transportation employee directly responsible for inspecting and approving for payment of all work performed under this contract.

**Detroit Maintenance Garage, located at 1901 W. Lafayette, Detroit MI 48216.**

**The MDOT Contract Compliance Inspector is Bernie Wells: (313) 965-6349 or 6372.**

##### Detailed Progress Schedule

All work described in this proposal will be performed between, June 1, 2006 to June 1, 2009, the contract period as conditions warrant. The contract period will extend from the date of execution and end on June 1, 2009. Work must be performed in accordance with the progress schedule submitted at the Pre-Award Meeting and described below. The first failure to complete work as defined in the progress schedule without prior approval to adjust the schedule from the Contract Compliance Inspector may result in a Complaint to Vendor and a meeting with the contractor to insure corrective action. The second such failure will result in termination of the contract. The progress schedule must address all work to be completed when multiple contracts are awarded to the same vendor, including work performed as a subcontractor for a local unit of government. Structures will be cleaned bi-annually as described in Attachment A., Catch Basin Cleaning Schedule.

##### Pre-Award Meeting

After the low bid has been determined, a meeting with that Vendor and Contract Compliance Inspector will be held at a location designated by the Department. The purpose of the meeting will be for the vendor to present the following required detailed information to the Department for review prior to the award of the contract.

- A. Equipment list indicating description, age, manufacturer, model and serial number of each piece. Equipment must meet or exceed all requirements defined under "Equipment Requirements" of this document. All equipment must be in the vendor's possession, available for use and fully operational, prior to the Pre-Award meeting. The vendor must provide an equipment list and any lease contracts at the Pre-Award Meeting.
- B. Schedule of operations - personnel and hours.
- C. Name(s) of supervisors, 24 hour contact telephone numbers, and best contact times.
- D. Progress schedule listing locations where cleaning will occur including a schedule of catch basins to be cleaned each day. Equipment failure WILL NOT constitute an acceptable reason for deviating from the progress schedule. This schedule must be approved by the Department at the Pre-Maintenance



Meeting. Adjustments to this schedule including any weather-related deviations must be approved by the Contract Compliance Inspector.

- E. Safety Program, including traffic control plan.
- F. Name/location of Type II disposal site for catch basin material.
- G. Proof of Insurance as defined in the Standard Terms and Conditions attached to this document must be provided to the Purchasing Unit prior to the Pre-Maintenance Meeting.
- H. The Contractor is responsible to notify the County or Municipality before starting work in their area. The Contract Compliance Inspector will provide a Directory of Municipal Offices and County Directory at the Pre-Award Meeting.
- I. Copy of Liquid Waste Hauler License.

Any misrepresentation of ability to perform the work as described in this contract by the Contractor will be grounds for immediate termination. In such case, the contract will be awarded to the next lowest responsible bidder who can demonstrate the ability to perform the work.

Vendors who cannot demonstrate the ability to perform the work according to these specifications shall have their bid rejected, and the contract will be awarded to the next lowest responsible bidder.

#### ANNUAL SERVICE REVIEW AND PROGRESS MEETING

During the first week of October of each year of this contract, prior to the first curb sweeping, the contractor and Contract Compliance Inspector shall meet to review and update the progress schedule for the coming season, identify any personnel changes, equipment changes and exchange special event schedules.

The Contract Compliance Inspector may request an audit of the services provided each year under the specifications, terms, and conditions of this contract. The audit will be a joint activity of the Michigan Department of Transportation and the Office of Purchasing.

An unsatisfactory audit will result in cancellation of the contract under the terms of the Cancellation Clause in this contract. Further, should this contract be cancelled for cause, the Contractor so cancelled will not be allowed to participate in request(s) for continuation of this service.

The audit will consist of an evaluation of the total service quality, including responsiveness, timeliness of required reporting, and any other specifics as required under the terms of the contract. The results of the audit along with contract recommendations will be published by the Office of Purchasing and distributed to the Michigan Department of Transportation and the Contractor(s).

Should the Contractor desire, a meeting will be arranged between all concerned parties within 10 calendar days of the date the Contractor received, or could have reasonably been expected to receive his/her copy of the audit. This meeting will provide an opportunity for the Contractor to present his/her reactions to audit recommendations.

#### Rejecting Bids

Vendors whom in the opinion of the Department do not have proper and/or sufficient equipment and personal to do the work, within the time limits required, and cannot demonstrate the ability to perform the work according to these supplemental specifications shall have their bid rejected, and the contract awarded to the next lowest responsible bidder.

The Department retains the right to reject any or all bids, to waive technicalities, to request new proposals or to proceed to do the work otherwise, if the best interest of the Department will be promoted thereby. The



exercise of said right will not result or entitle vendors to costs for the preparation of the bid proposal or anticipated profits if the contract had been awarded to them.

## II. DESCRIPTION OF WORK

### Catch Basin Cleaning

The Contractor shall provide clean out of specified catch basins under the jurisdiction of the Department in accordance with requirements stated herein. The Contractor shall also furnish supervision and all labor, equipment, transportation, disposal of waste material and incidentals necessary, to satisfactorily perform the described services at the frequencies and times specified. The services shall include all functions normally considered a part of workmanlike, satisfactory public service.

### CATCH BASIN CLEAN OUT SERVICES INCLUDED BUT ARE NOT LIMITED TO THE FOLLOWING

The contractor shall inspect all drainage structures and catch basins scheduled for clean out in each year of this contract to determine the amount of material in each drainage structure and catch basin.

The contractor shall clean all structures and catch basins containing 2 inches or more of material. The contractor shall prepare an inspection log each week during cleaning operations using the format provided by MDOT called the Weekly Catch Basin Inspection Report. The log shall identify each drainage structure and catch basin inspected. The log shall include the route number, trunk line name and direction of travel, the name of the nearest intersection, the catch basins distance from the intersection, the nearest street address, the depth of contents and remarks describing needed repairs. The contractor shall update the log each week and provide copy of the log to the Contract Compliance Inspector each week during cleaning operations. The inspection log shall identify the amount of material in the catch basin or drainage structure, any repairs they may need and any blocked outlets and contact the Contract Compliance Inspector.

### TROUBLE CALL CATCH BASIN CLEAN OUT REQUESTS

The contractor shall organize his/her operations to respond to trouble calls for catch basin clean out services from the Contract Compliance Inspector. Following a call from the Contract Compliance Inspector the contractor shall provide the necessary equipment for catch basin clean out at the designated scene within one hour of notice. This activity is typically done in conjunction with localized flooding.

### CATCH BASIN CLEAN OUT SCHEDULE

#### Even Year Inspections/Catch Basin Cleaning

The contractor shall inspect the catch basins and drainage structures in the inventory of this contract selected for even year (see attached) inspection during calendar year 2006,2008 of this contract.

The contractor shall clean catch basins identified in the even year inspections that contain 2 inches of material or more.

The even year inspections, re-inspections, and cleaning shall occur between the months of June 1, and September 30, on even years. Those years will be 2006, 2008. The contractor shall re-inspect each even year, all catch basins and drainage structures as listed during each even calendar year between the months as specified.

#### Odd Year Inspections/Catch Basin Cleaning

The contractor shall inspect the catch basins and drainage structures in the inventory of this contract that MDOT has selected for odd year (see attached) inspections during calendar years 2005 and 2007 of this contract.



The contractor shall clean catch basins identified in the odd year inspections that contain 2 inches of material or more.

The contractor shall re-inspect all odd year catch basins and drainage structures during calendar years 2005 and 2007 of this contract. The contractor shall clean catch basins identified in this inspection that contain 2 inches of material or more. Odd year inspections and cleaning shall occur between June 1, and September 30, of each odd calendar year as specified.

#### Emergency Catch Basin Cleaning

The Contractor shall be in route to emergency call out location(s) within one hour of notification.

#### Disposal of Material

The Contractor is responsible for disposal of all material as follows:

##### Disposal Alternate A

**Solid Waste Phase:** The solid waste generated shall be disposed of at a Type II landfill. Solid is defined as having no releasable liquids. The landfill may require testing before accepting the waste. The Contract Compliance Inspector shall be provided disposal documentation from the Type II landfill.

##### Liquid Waste Phase:

Option 1 - This waste may be evaporated; or

Option 2 - This waste may be placed in a sanitary sewer system with the approval of the owner of the system. A copy of the owner's approval shall be provided to the Contract Compliance Inspector; or

Option 3 - Disposal of this waste shall be by placement into a portable tank or container and allowing enough time to allow the sediment and suspended solids to settle out. After the settling has occurred, only the clear liquid phase may be discharged into a storm sewer, well above a receiving stream, creek, drain, etc. This option must be carefully monitored to ensure that contaminants or sediment are not placed back into the sewer system. The remaining solid/liquid phase is to be managed as a waste and disposed of using Disposal Alternate B or using Disposal Alternate A with Options 1 or 2.

##### Disposal Alternate B

The waste generated shall be transported and disposed of by a Licensed Liquid Waste Hauler in accordance with Part 121, Liquid Industrial Waste, of the Natural Resources and Environmental Protection Act, Act 451, PA 1994. The Contract Compliance Inspector shall be provided a copy of the manifest with every invoice submitted.

If at any time the material is suspected of being hazardous, the Contract Compliance Inspector shall be notified.

Drainage structures to be cleaned shall be measured as Drainage Structure Lead, Cleaning each. The completed work will be paid for at the contract unit price each, which price includes all equipment and labor to clean basin or manhole and hauling, testing if required for disposal, and disposing of all waste.



If material tests hazardous as defined by Part 111 of the Natural Resources and Environmental Act, Act 451, P.A. 1994, the Contract Compliance Inspector shall be notified immediately. Payment for disposal of hazardous material shall be as per Subsection 109.07 Extra and Force Account Work.

## Equipment Requirements

### General

The Contractor shall furnish, operate and maintain suitable and adequate equipment necessary to perform the cleaning operation in an approved safe, workmanlike manner without hindrance, delay or damage to the roadside. Under no circumstances shall the Department be responsible for any damage to the contractor's equipment due to obstacles encountered.

### Type of Equipment

The Contractor shall be required to use equipment approved through an acceptable demonstration of the equipment's capabilities, suitability and condition to the Department. Demonstrations will be at no cost to the Department.

Each structure shall be located with a Quality Stand Alone GPS (Global Positioning System).

\*Trimble GeoExplorer CE Series Model GeoXT, or approved equivalent.

Accuracy - 3 feet or less.

### GPS/GIS System

Data from the Quality Stand Alone G.P.S. receiver for each catch basin cleaned shall be recorded on Excel Spreadsheets and supplied electronically, (e-mail or disk). Corrected inventory spreadsheets shall be submitted with each invoice for payment. Data shall consist of a unique number/letter for each structure with corresponding coordinate. An accuracy statement and description of coordinate system used shall be included on inventory sheets.

Note: Coordinates will be used for inventory and maintenance information only.

### Safety

All equipment shall meet all federal, state and local safety requirements. Equipment shall be equipped with commercial type flashing amber lights plainly visible from all directions. Flashers shall have a minimum of 32 candlepower output and flash 50 to 60 times per minute.

A lighted arrow Type B or C as specified in the 2003 Michigan Department of Transportation Standard Specifications for Construction shall be mounted on or towed behind each vehicle.

### Rejection for Lack of Proper Equipment

Vendors who bid on this project and in the opinion of the Department do not have proper and/or sufficient equipment and personnel to do the work within the time limits required will be rejected and the next low responsive bidder will be allowed to demonstrate the ability to perform the work.

### Maintaining Traffic

#### General

Traffic shall be maintained by the Contractor in accordance with Sections 103.05, 103.06 and 812 of the 2003 Michigan Department of Transportation Standard Specifications for Construction, the 1994 Michigan Manual of Uniform Traffic Control Devices (MMUTCD), and any supplemental specifications. All operations shall be conducted in a manner that will not create a hazard. The Contractor shall furnish and place, all necessary warning and directional devices to maintain traffic. This includes signs, sign sheeting, sign covers, arrow boards and channelizing devices.



Particular attention should be given to Limited Access Freeways where a lane closure shall be required.  
(Attachment enclosed)

#### Channelizing Devices

Channelizing devices used during daytime lane closures shall be 18 inch cones.

Truck mounted impact attenuators are not required on this project. Any truck mounted impact attenuators used on this project shall be at the Contractor's expense. A copy of the MDOT 2003 Standard Specifications for Construction and MMUTCD can be obtained from the following:

Financial Services Division  
Bureau of Finance  
Michigan Department of Transportation  
P. O. Box 30050  
Lansing, Michigan 48909

#### Public Convenience and Safety

The Contractor shall comply with all federal, state and local laws and regulations, including those governing environmental protection and the furnishing and use of all safeguards, safety devices and protective equipment. The Contractor shall take any other actions, on either his/her own responsibility or as directed by the Contract Compliance Inspector, reasonably necessary to protect the safety and health of employees on the job and the public and to protect property during the performance of the project.

#### Days/Hours of Operation

All work included in this contract except trouble calls shall be performed during daylight hours only unless otherwise directed by the Contract Administrator. No work shall be allowed on weekends unless prior approval is obtained from the Contract Compliance Inspector. Work shall not be permitted during holiday periods in accordance with the 2003 Michigan Department of Transportation Standard Specifications for Construction or during special events including The Downtown Hoe Down, Thunderfest, Fireworks Night during the Freedom Festival, Jazz Festival. The work shall be suspended by the Contract Compliance Inspector at any time traffic is being unduly hampered or delayed by the work in progress.

#### Damages

The Contractor shall at his/her own expense, preserve and protect from injury all property, either public or private, along and adjacent to the roadway, and he/she shall be responsible for and repair, at his/her own expense, any and all damage and injury thereto, arising out of or in consequence of any act or omission of the Contractor or his/her employees in the performance of the work covered by the contract prior to completion and acceptance thereof.

The Contractor shall immediately repair all damage to signs, light fixtures, and delineators to the satisfaction of the Contract Compliance Inspector. Damage to traffic control devices (signs), manholes shall be reported to the Contract Compliance Inspector immediately.

All landscape plant material damaged by the Contractor shall be replaced in kind according to Sections 815 and 917 of the 2003 Michigan Department of Transportation Standard Specifications for Construction and as herein specified. Planting may only be done prior to May 10 of the following year if the damage occurred after May 10. All replacement plants must be maintained during the specified establishment period.



Payment for work performed may be withheld until satisfactory repairs are made. If repairs are made by the Department, the actual replacement costs including all labor, equipment, materials, and fringe benefits shall be charged to the contractor.

#### Deletion of Work

The Department may delete all or any portion of the contract that cannot be completed in conformity with the progress schedule or a reasonable extension.

If the contract is terminated, or portion thereof deleted, payment will be made for all satisfactorily completed work at the contract unit price.

### III. GENERAL CONDITIONS

#### Work Approval

The Contractor shall notify the Contract Compliance Inspector a minimum of forty-eight hours prior to the start of cleaning operations and then each morning with the days schedule after work has started. During the period of cleaning operations, the Contractor shall consult the Contract Compliance Inspector for inspection and tentative approval of work being accomplished, so that, in the event of unsatisfactory work, sufficient time will be available to the Contractor to make corrections in a satisfactory manner within the time specified.

#### Default

In addition to the cancellation provisions contained in the Standard Terms and Conditions attached, this contract may be terminated due to default. If inspection by the Contract Compliance Inspector or his/her representative reveals that the Contractor's work results in non-compliance with this contract:

1. The Contract Compliance Inspector at the time of the first occurrence of noncompliance shall notify the contractor and review the condition. If the condition poses a health or safety hazard or represents a significant deviation from the progress schedule or contract specifications, without prior written approval, the Contract Compliance Inspector will prepare a Complaint to Vendor Form. The Contractor will be informed in writing of the corrective action required.
2. Should a second non-acceptable condition occur, subsequent to a previous Complaint to Vendor Form being issued, a written notice of termination will be sent to the Contractor.

Noncompliance includes but is not limited to:

1. Failure of the Contractor to meet the requirements specified in the progress schedule without prior approval of the Contract Compliance Inspector.
2. Failure of the Contractor to perform in accordance with any of the specifications defined above.

The Department reserves the right to bill the Contractor for any damages due to the default of the contractor.

#### Subcontracting

No subcontracting will be allowed on this project.



#### IV. PAYMENT

##### Price for Catch Basin Cleanout

All cleaning of drainage structures and catch basins shall be paid on a unit price per catch basin per cleaning basis.

The completed work will be paid for at the contract unit price each, which price includes all equipment and labor to clean basin or manhole and hauling, testing if required for disposal, disposing of all waste and traffic control to satisfactorily complete the work as described.

##### Item:

Catch basin CLEAN OUT shall be on the basis of dollars per catch basin per cleaning.

Emergency Catch basin CLEAN OUT shall be on the basis of per catch basin cleaning.

##### Method of Payment

The Contractor shall furnish an invoice in duplicate, for services rendered for each month for labor and equipment along with a copy of the manifest.

The original invoice and manifest shall be sent to: Michigan Department of Transportation  
Attention: Pamela Parks  
1901 W. Lafayette  
Detroit, MI. 48216

The billing shall reference the appropriate purchase order number and shall contain, if applicable, adjustments for addition, deletions or changes in service. MDOT shall pay the billed amount in accordance with the bid rate and the payment terms specified in the purchase order which are net 30 days after the later of the invoice date or the date the Contract Compliance Inspector certifies the invoice indicative of satisfactory completion of cleaning during this period.



## V. LOCATIONS OF CATCH BASINS TO BE CLEANED

An estimated number of catch basins located within a route are provided in the attached logs. The Contractor shall notify the Contract Compliance Inspector when this number of catch basins are reached for a given route. Contractor has the responsibility of updating the existing structure inventory and recording any new locations not listed on the approved inventory sheets. The bid item quantity is an estimate of the total number of catch basins to clean out.

### ODD YEAR CATCH BASINS FOR INSPECTION

<u>ROADWAY</u>	<u>CATCH BASINS</u>	<u>PRICE</u>
<b>M-53 (Van Dyke)</b> CS 82151, Gratiot North to M-102 (Eight Mile)	115	\$5,060.00
<b>US-12 (Michigan)</b> CS 82062, Wyoming East to M-1 (Woodward)	210	\$9,240.00
<b>M-3 (Gratiot)</b> CS 82072, M-102 (Eight Mile) South to Randolph CS 82132, Randolph from Gratiot South to Cadillac Square	251 10	\$11,044.00 \$440.00
<b>M-85 (Fort Street)</b> CS 82071, Fort Street from Outer Drive to I-75 on Clark Street and to Griswold street	266	\$11,704.00
<b><u>TOTAL NUMBER OF ODD NUMBERED YEAR INSPECTIONS/CLEANING</u></b>	<b><u>852</u></b>	<b><u>\$37,488.00</u></b>

### EVEN YEAR CATCH BASIN INSPECTIONS

<u>ROADWAY</u>	<u>CATCH BASINS</u>	<u>PRICE</u>
<b>BL375 (Randolph)</b> CS 82132, Randolph from Jefferson North to Cadillac Square	5	\$220.00
<b>M-10 (Jefferson)</b> CS 82112, Griswold East to St. Antoine	35	\$1,540.00
<b>M-5 (Grandriver)</b> CS 82121, From the Rouge River near Berg Road South to I-96 near Schaefer Also From I-96 near Schaefer South to Cass Ave.	145 175	\$6,380.00 \$7,700.00
<b>M-1 (Woodward)</b> CS 82131, M-102 (Eight Mile) South to Adams	275	\$12,100.00
<b>M-97</b> CS 82171, M-102 (Eight Mile) South to Hoover Hoover-Groesbeck South to Gunston Gunston-Hoover South to Gratiot	7 77 39	\$308.00 \$3,388.00 \$1,716.00
Detroit Maintenance Facility (Assume)	6	\$264.00
<b><u>TOTAL NUMBER OF EVEN NUMBERED YEAR INSPECTIONS</u></b>	<b><u>764</u></b>	<b><u>\$33,616.00</u></b>

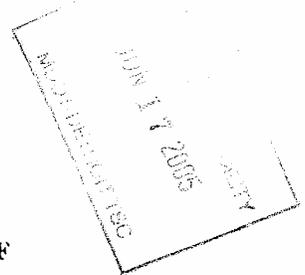
**TOTAL ODD AND EVEN CATCH BASIN CLEANING / INSPECTION**      **1616**      **\$71,104.00**



## VENDOR PROPOSAL

# ADVANCED UNDERGROUND INSPECTION, LLC.

DISPOSAL APPROVED FOR WASTE MANAGEMENT:  
APPROVAL # 24-0165



1. **Glen's Sanitary Landfill**  
518 E Traverse Highway  
Maple City, MI 49664  
(231) 228-5196
2. **Northern Oaks RDF**  
513 N. County Farm Road  
Harrison, MI 48625  
(517) 539-6111
3. **City Environmental Service – Waters**  
11375 Sherman Road  
Frederic, MI 49733  
(517) 732-3553
4. **People's Landfill, Inc.**  
4143 East Rathburn  
Birch Run, MI 48415  
(517) 777-1145
5. **Tri City RDF**  
426 N. Ruth Road  
Carsonville, MI 48419  
(810) 657-9313
6. **Eagle Valley RDF**  
600 W. Silver Bell Road  
Orion, MI 48359  
(248) 391-0990
7. **Pinetree Acres, Inc.**  
36600 29 Mile Road  
Lenox, MI 48046  
(810) 749-9698
8. **Woodland Meadows RDF**  
5900 Hannan Road  
Wayne, MI 48184  
(734) 326-0993
9. **Venice Park RDF**  
9536 Lennon  
Lennon, MI 48449  
(810) 621-9080
10. **McGill Road Landfill**  
3895 McGille Road  
Jackson, MI 49201  
(517) 789-9871
11. **Westside RDF**  
14094 M-60 West  
Three Rivers, MI 49093  
(616) 279-5444
12. **Hastings Sanitary Services**  
1899 North M – 43 Highway  
Hastings, MI 49058  
(616) 945-2260
13. **Autumn Hills RDF**  
700 56<sup>th</sup> Avenue  
Zeeland, MI 49464  
(616) 688-5777



# **ADVANCED UNDERGROUND INSPECTION, LLC.**

**139 SUMMIT  
DETROIT, MI 48209  
Office: 313-849-2555 877-9-CAMERA  
Fax: 313-849-2574**



**Michigan Department of Environmental Quality**

**Uniform Program  
for Liquid Industrial Waste  
Transportation Credentials**



**ADVANCED UNDERGROUND INSPECTION  
BOB PELISSIER  
139 SUMMIT  
DETROIT, MI 48209**

Telephone Number in case of accident or emergency: **(313) 849-2555**

National Uniform Program Credential Number: **UPM1003003MI**

Michigan LIW Uniform Program Identification Number: **LIW 1003003 MI**

Certified By: *Lawrence L. Aubuchon*

Registration Issued: **11/29/2004**

Registration Expiration **12/30/2005**

Issuing Agency: **Department of Environmental Quality**

Agency Telephone Number: **(734) 432-1256**



# ADVANCED UNDERGROUND INSPECTION, LLC.

## DISPOSAL APPROVED INTO THE FOLLOWING FACILITIES:

1. Forest Lawn Landfill, Inc. Pending Approval  
8230 Forest Lawn Road  
Three Oaks, MI  
(269) 756-9252 Contact: Jim Spencer
2. Southeast Berrien County Landfill Approval #1545  
3200 Chamberlain Road  
Buchanan, MI  
(269) 695-2500 Contact: David Jones
3. Orchard Hill Sanitary Landfill Approved  
3290 Hennessey Road  
Watervliet, MI  
(269) 463-5588 Contact: Nancy
4. C&C Expanded Sanitary Landfill Approval #  
14800 P Drive North F11Y39529  
Marshall, MI  
(269) 781-9742 Contact: Ron Eshuis
5. McGill Road Landfill Approval #  
3895 McGill Road 23-0240  
Jackson, MI  
(517) 789-9871 Contact: Ron Keldfamp
6. Kent County South Ken Landfill Pending Approval  
300 100<sup>th</sup> Street S.W.  
Bryon Center, MI  
(616) 336-4366 Contact: Constance Westcate
7. Westside Recycling & Disposal Facility Approval #  
14094 M-60 West 22-0884  
Three Rivers, MI  
(269) 273-1770 Contact: Fred Sawyers



8. Arbor Hills West Expanded Sanitary Landfill  
10690 West Six Mile Road  
Northville, MI  
(248) 374-6599  
Pending Approval  
Contact: Waste Management
9. Whitefeather Development Co  
2401 E. Whitefeather Road  
POB 887  
Pinconning, MI  
Approval # F11Y39529
10. EQ – Michigan Disposal  
49350 N I-94 Service Drive  
Belleville, MI  
(313) 590-8098  
Approval # 092503MBF  
Contact: Gwen
11. Brent Run Landfill  
8247 Vienna Road  
Montrose, MI  
(810) 639-3077  
Approval # 310035  
Contact: Tim Johnson
12. Carelton Farms  
28800 Clark Road  
Monroe, MI 48164  
734-654-3615  
Approval #204127
13. Comprehensive  
6011 Wyoming Street  
Dearborn, MI 48125  
313-582-7815  
Approval # 6607  
MID = 064191471  
Generic #6007
14. Advanced Resource Recovery  
27140 Princeton Ave  
Inkster, MI 48141  
313-724-8600  
Approval # W-03093-0304B
15. Resource Recovery Facility  
1990 East Parnall Road  
Jackson, MI 49201  
517-788-4008  
Approval #23-0240
16. Oakland Heights  
2350 Brown  
Auburn Hills, MI 48326  
Account # 7368  
Approval # Residential Catch Basin Material



**ADVANCED UNDERGROUND INSPECTION, LLC  
EQUIPMENT LIST**

**2115 Vactor Jet/Rodder :**

- 2FZHAZDE35AU93651
- 2004 Sterling Chassis
- 15 CU yard debris body with pump off system
- 4500 CFM Positive displacement blower
- 1500 gallon water tank
- 80 G.P.M. pump system @ 2500 P.S.I. with 600'x1" hose
- Industrial waste transporter licensed
- Hydro-Excavating Capabilities

**2115 Vactor Jet/Rodder :**

- 1NKDLBOX13J708482
- 2003 Kenworth T800 Chassis – Tandem Axle Chassis
- 15 CU yard debris body with pump off system
- 5500 C.F.M. positive displacement blower
- 1500 gallon water tank
- 80 G.P.M. pump system @ 2500 P.S.I. with 800'x1" hose
- Industrial waste transporter licensed
- Hydro – Excavating Capabilities

**2100 Vactor Jet/Rodder:**

- 1EDZW82E6RVA43198
- 94 Ford LT800 Tandem Axle Chassis
- 15 CU yard debris body with pump off system
- 5000 C.F.M 2 – stage fan vacuum system
- 1500 gallon water tank
- 65 G.P.M. pump system @ 2500 P.S.I with 600'x1" hose
- Industrial waste transporter licensed

**1200 Vactor Jet/Rodder:**

- 1HTLKTVROGHA12134
- International Tandem Axle Chassis
- 15 CU yard debris body
- 3500 C.F.M. single fan vacuum system
- 1000 gallon water tank
- 65 G.P.M. pump system @ 2500 P.S.I. with 600'x1" hose
- Industrial waste transporter licensed



## **A. COMPANY INFORMATION:**

### **Name and Address of Organization**

Advanced Underground Inspection, LLC  
 139 Summit  
 Detroit, MI 48209  
 (877) 9-CAMERA or (313) 849-2555 - Phone  
 (313) 849-2574 - Fax

Advanced Underground Inspection, LLC presently does not have any branch offices.

### **Organization**

Advanced Underground Inspection, LLC was established in August of 2001. Prior to 2001 it was know as Advanced Video Inspection, which was established in 1998. Advanced Video Inspection was purchased by Ms. Jeana Garcia Moir in 2001 and the name was changed to Advanced Underground Inspection, LLC.

The primary focus of the original company was for Television Inspection of underground storm and sanitary lines. When the company was purchased in August, 2001 by Ms. Moir the business horizons where expanded to include not only Television Inspection of storm sewer lines, but also cleaning, along with Catch Basin and manhole cleaning, Grouting, Air Testing and pipe rehabilitation. Associated with storm/sanitary systems are the related pump stations and waste water treatment plants, in which Advanced Underground Inspection, LLC has performed services from sludge removal, waterblasting, disposal services and Hydro - Excavating.

Advanced Underground Inspection, LLC is a registered Michigan Corporation, qualified also by the Michigan Department of Transportation (MDOT) and a WBE contractor.

Advanced Underground Inspection, LLC. Sales have increased substantially since the company was purchased by Ms. Jeana Garcia Moir in August, 2001. Below is a summary of sales for the last five (5) years:

2003	=	\$831,013.00
2002	=	\$552,186.00
2001	=	\$95,843.00
2000	=	\$87,000.00
1999	=	\$50,000.00

Advanced Underground Inspection, LLC presently rents garage and office space in an industrial building located in Detroit, Michigan. Office space occupied is approximately 800 square feet and the garage is approximately 10,000 square feet, which is shared with a road, parking lot, deck and garage sweeping company.

**Ability to Handle Contract:**

Although being a relatively small company Advanced underground Inspection, LLC has prided in itself on providing service to its clients, realizing service is our major asset for expansion of business. Possessing only two Jetter – Vacuum trucks, two TV Units, a Grouting Unit, 2000 PSI Pressure Washer, 3000 PSI Power Washer, 4” Hydraulic Sludge Pump, Extenda Jet Portable Cleaning Unit and a Mini Camera System. Advanced Underground Inspection, LLC has as needed, rented or leased additional equipment to complete the work as schedule. If required, additional equipment will be rented and personnel hired to complete all contractual work requirements and time frames.

**Staffing and Sub – Contractors:**

Advanced Underground Inspection, LLC employees six (10) full time employees in various disciplines. As need, additional personnel are employed from a list of available part – time employees. For this particular proposal, Ms. Jeana Garcia Moir will be directly responsible for overall project management of this project. Mr. Steve Carbeck will oversee all field operations of personnel and equipment. Ms. Sheila Moir will be responsible for all administrative paperwork with project. Employees and personnel in the field for actual performance of work will vary according to workload. Additional support will be provided by Mr. Walter J. Rozycki, who will provide the necessary guidance, advice, support and resources for successful completion of project under mentor/protege program. All these individuals will be based out of our home office and will be appropriately relocated to job site as work dictates. Attached are the resumes of all individuals mentioned.

Advanced Underground Inspection, LLC does not plan on utilizing any sub- contractors for this project. Other than firms for disposal of material at appropriate facility and hauling if any material is hazardous.

**Security:**

Since work locations and performance of work is being conducted in un – occupied locations by personnel, Advanced Underground Inspection, LLC does not foresee any security issues or problems, but will conform to requirements the state may require or request.

**Recycling/Environmental Issues:**

Being a partial environmental remediation firm, Advanced Underground Inspection, LLC is very cognizant of recycling/environmental issues. Required to comply with environmental regulations and having employees trained accordingly. Advanced Underground Inspection, LLC is dedicated to preserve the environment and committed to enhance it. As for recycling only metals, parts/material encountered would be recycled.



## **Product Quality**

### **Specifications**

Advanced Underground Inspection, LLC will adhere to all requirements of specifications as needed in invitations to bid. Advanced Underground Inspection, LLC is a service company whose main project is to provide our customers and clients with the highest quality of service.

### **Quality Assurance Program**

Specifically created to comply with U.S. EPA U.S. Dot, and OSHA guidelines, Advanced Underground Inspection, LLC has developed a comprehensive QA/QC Program so that each task conforms to high standards of excellence, efficiency, and reliability. The program establishes detailed standard operating procedures (SOPs), which are implemented from initial assessment to final remediation. Fully – described sampling and analytical testing protocols have also been developed. The full QA/QC program has been extensively used at uncontrolled hazardous waste sites.

Quality Assurance Project Plans (QAPPs) are prepared on a site-specific basis to present a structured program of quality assurance and control procedures in achieving remediation goals. The QAPP establishes guidelines that ensure that all remediation data and quality reporting are in compliance with Federal and State regulations.

### **Warranty/Service**

Being a service company, the warranty Advanced Underground Inspection, LLC provides is to provide our customers with the highest quality service under stand and satisfy the needs and expectations of our clients while adhering to all safety and environmental rules and regulations.

## **Service**

### **Ordering/Customer Service**

Advanced Underground Inspection, LLC is dedicated to customer service and possesses the communication resources for inter relations and response to customer requests, including holidays and weekends.

During Regular Business hours, customer service calls are taken at:

313-849-2555

877-9-CAMERA

All other times 24 hours per day 7 days a week are as follows:

1. 313-849-2555

2. 734-368-1634

**Training**

All field employees receive 40 hours Hazwoper Training and are Confined Space trained. Additional training is provided on an individual basis on procedures and by equipment manufacturers on a continuous basis.

**Reporting**

Advanced Underground Inspection, LLC reports are all computer generated and can be modified to meet individual customer needs. Daily, weekly and monthly reports are available for all services provided. Daily timesheets and work summary sheets are filled out by field personnel on a daily basis. All Television Inspection work is recorded and reports generated with the latest Win – Can equipment and computer software.

**Special Programs**

Other services that Advanced Underground Inspection, LLC provides in conjunction with basic services are Global Positioning Surveying (GPS) of Manhole/Catch Basins/Structure Locations, Waterblasting, Powerwashing, Sludge Removal of sumps, pits and vaults.



# ADVANCED UNDERGROUND INSPECTION, LLC.

## CONTACT SHEET

- **Jeana Garcia Moir – President:**  
Business: 313-849-2555  
Fax: 313-849-2574  
Email: Jeana\_aui@yahoo.com  
Cell Phone: 734-558-9646  
Radio #: 131\*28998\*2
- **Steve Carbeck – General Manager**  
Business: 313-849-2555  
Fax: 313-849-2574  
Email:  
Cell Phone: 734-368-1634  
Radio #: 130\*43\*19890
- **Sheila Moir – Office Manager:**  
Business: 313-849-2555  
Fax: 313-849-2574  
Email:  
Cell Phone: 734-341-3900  
Radio #: 130\*43\*29813
- **Robert Pelisser – Operation Manager:**  
Business: 313-849-2555  
Fax: 313-849-2574  
Cell Phone: 734-341-5479  
Radio #: 130\*43\*1529



# **ADVANCED**

# **UNDERGROUND INSPECTION, LLC.**

## **HEALTH AND SAFETY PROGRAM MANUAL**



## HEALTH AND SAFETY PROGRAM MANUAL

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<b>Program Name</b>	<b>Section</b>
<b>Injury &amp; Illness</b>	<b>1</b>
<b>Respiratory Protection</b>	<b>2</b>
<b>Medical Monitoring</b>	<b>3</b>
<b>Training</b>	<b>4</b>
<b>Heat &amp; Cold Stress</b>	<b>5</b>
<b>Hearing Conservation</b>	<b>6</b>
<b>Lockout &amp; Tagout</b>	<b>7</b>
<b>Confined Space Entry</b>	<b>8</b>
<b>Personal Protective Equipment</b>	<b>9</b>
<b>Health and Safety Plan</b>	<b>10</b>



## INJURY AND ILLNESS PROGRAM

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### CONTENTS

- 1.0 PURPOSE**
- 2.0 DISCUSSION**
- 3.0 APPLICATION**
- 4.0 PROGRAM**
  - 4.1 INJURY AND ILLNESS INVESTIGATION FORMS**
    - 4.1.1 Initial Recording Criteria**
    - 4.1.2 Occupational Illnesses**
    - 4.1.3 Occupational Injuries**
    - 4.1.4 Report Distribution**
  - 4.2 FATALITIES OR MULTIPLE HOSPITALIZATION**
    - 4.2.1 Reporting to OSHA (or state)**
    - 4.2.2 Internal Reporting**
  - 4.3 OSHA 200 LOGS**
    - 4.3.1 Federal Recording Criteria**
    - 4.3.2 Relation to Workers Compensation Records**
    - 4.3.3 Annual Posting Requirements**
    - 4.3.4 Five-Year Records Retention Requirement**
    - 4.3.5 Construction Site/Field Office Records**
- 5.0 APPENDICES**
  - I DEFINITIONS**
  - II AUI INJURY AND ILLNESS INVESTIGATION FORM**



## **INTRODUCTION**

The health and safety programs contained in this manual have been developed for Advanced Underground Inspection employees.

## **PURPOSE**

The purpose of this document is to establish standardized health and safety policies and procedures for employees engaged in field activities. These policies and procedures are intended to comply with applicable regulations established by the United States Occupational Safety and Health Administration (OSHA), and Michigan Occupational Safety and Health Administration (MIOSHA). All Advanced Video Inspection employees will follow the policies and procedures enclosed in this manual. The procedures listed provide the employee with general guidelines to follow to help ensure their safety and that of their fellow workers. This guide could never cover all scenarios or issues an employee may encounter in the field. With this in mind, every employee is encouraged to evaluate each situation, apply the training they have received, and to always ask questions if there is any uncertainty.

Advanced Underground Inspection, Inc. considers its employees to be a very valuable asset and will never intentionally jeopardize the safety and well being of those employees.

Many hours of research, evaluation, and documentation have been spent to prepare this manual. Please take adequate time to read, learn, and understand the information that has been provided.



## 1.0 PURPOSE

The purpose of this document is to describe the methods Advanced Underground Inspection, Inc. (AUI) will use to record work-related injuries and illnesses in accordance with requirements of the Occupation Safety and Health Act of 1970.

## 2.0 DISCUSSION

The basic requirements established by MIOSHA for the recording of occupational injuries and illnesses include:

- A. A detailed record of each occupational injury or illness; and
- B. An annual log of the injuries and illnesses for each facility.

A review of these records is included in all MIOSHA compliance inspections.

## 3.0 APPLICATION

This program applies to all AUI Employees.

## 4.0 PROGRAM

### 4.1 Injury and Illness Investigation Forms

#### 4.1.1 Initial Recording Criteria

Every known occupational illness and injury must be recorded on MIOSHA 101 injury and illness investigation form. Supervisors must assure that this is done within 24 hours after learning of the occurrence. A sample of the MIOSHA 101 injury and illness investigation form is attached in appendix 2.

#### 4.1.2 Occupational Illnesses

OSHA defines an occupational illness as "any abnormal condition or disorder, other than one resulting from an occupational injury, caused by exposure to environmental factors associated with employment. It includes acute and chronic illnesses or diseases which may be caused by inhalation, absorption, ingestion, or direct contact."

Examples include:

#### **Occupational Skin Diseases or Disorders**

(Contact dermatitis, eczema, or rash caused by primary irritants and sensitizers or poisonous plants; oil acne; chrome ulcers; chemical burns or inflammations; etc.)

#### **Dust Diseases of the Lungs (Pneumoconiosis)**



(Silicosis, asbestosis and other asbestos-related diseases, coal worker's pneumoconiosis, byssinosis, siderosis, and other pneumoconiosis.)

#### **Respiratory Conditions Due to Toxic Agents**

(Pneumonitis, pharyngitis, rhinitis, or acute congestion due to chemicals, dusts, gases, or fumes; farmer's lung; etc.)

#### **Poisoning or Systematic Effects of Toxic Materials**

(Poisoning by lead, mercury, cadmium, arsenic, or other metals; poisoning by carbon monoxide, hydrogen sulfide, or their gases; poisoning by benzol, carbon tetrachloride, or other organic solvents; poisoning by insecticide sprays such as parathion, lead arsenate; poisoning by other chemicals such as formaldehyde, plastics, and resins; etc.)

#### **Disorders Due to Physical Agents (Other Than Toxic Materials)**

(Heatstroke, sunstroke, heat exhaustion, and other effects of environmental heat; freezing, frostbite, and effects of exposure to low temperatures; caisson disease; effects of ionizing radiation (isotopes, X-rays, radium); effects of non-ionizing radiation (welding flash, ultraviolet rays, microwaves, sunburn); etc.)

#### **Disorders Associated with Repeated Trauma**

(Noise-induced hearing loss; synovitis, tenosynovitis, and bursitis; Raynaud's phenomena; and other conditions due to repeated motion, vibration, or pressure.)

#### **Other Occupational Illnesses**

(Anthrax, brucellosis, infections, hepatitis, malignant and benign tumors, food poisoning, histoplasmosis, coccidioidomycosis, etc.)

#### 4.1.3 Occupational injuries

MIOSHA defines an occupational injury as any injury such as a cut, fracture, sprain, amputation, etc, which results from a work accident or from an exposure involving a single incident in the work environment.

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Note: Conditions resulting from animal bites, such as insect or Snake bites or from one-time exposure to chemicals, are Considered to be injuries.

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#### 4.1.4 Report Distribution

Copies of all injury and illness investigation reports must be given to the health and benefit staff within 24 hours.

#### 4.2 Fatalities or Multiple Hospitalizations

##### 4.2.1 Reporting to OSHA

An employer must report any accident, which results in one or more deaths or in hospitalization of five or more employees. The report must be made within 48 hours after the accident and can be made orally or in writing. It must be made to the Area



Director of the Michigan Occupational Safety and Health Administration, U. S.  
Department of Labor.

#### 4.2.2 Internal Reporting

All incidents described above in 4.2.1 must be reported immediately to:

- AUI Corporate Management
- AUI Health and Safety
- AUI Legal Counsel
- AUI Human Resources

### 4.3 MIOSHA 200 Logs

#### 4.3.1 MIOSHA Recording Criteria

All incidents recorded on the MIOSHA 101 forms must be carefully evaluated to determine if they are to be further recorded in accordance with MIOSHA requirements. The definition of recordable occupational injuries or illnesses as any work-related illness, or a work-related injury that results in any one of the following:

- Fatality
- Lost workday(s)
- Hospitalization or medical treatment (other than first aid)
- Transfer to another job or termination of employment
- Loss of consciousness or restriction of work or motion

All recordable occupational injuries and illnesses must be recorded on the MIOSHA 200 Log, or state equivalent, within 48 hours after learning of its occurrence.

It is not always simple to determine if an incident is recordable under Federal guidelines. For this reason you are urged to:

- a. Read the instructions which appear on the back of the MIOSHA Log;
- b. Review the definitions which appear in Appendix A to this procedure;
- c. Refer to the copy of "A Brief Guide to Record Keeping Requirements for Occupational Injuries and Illness" which appears in Appendix C to this procedure; and
- d. (when in doubt) contact the AUI Director of Corporate Health and Safety.

#### 4.3.2 Annual Posting Requirements

A completed log must be posted annually. Only the right hand side (the portion after the "fold" line which is labeled "post only this portion...") must be posted. All columns must be totaled (zeros must be entered on the total lines where applicable.) And, the complete log must be signed and dated. **The log must be posted no later than February 1 and must remain in place until March 1 at the facility in the place or places where notices to employees are customarily posted.**

#### 4.3.3 Five-Year Records Retention Requirement



Completed logs must be retained on file at the facility for a minimum of five years after completion.

#### 4.3.3.1 Construction Site/Field Office Records

Where employees have been assigned to work at a field operation for extended periods, records should be maintained at the field office. Records from the field office must be combined with the records from the office.

### 5.0 APPENDICES

- i. Definitions
- ii. AUI injury and illness investigation Form
- iii. A Brief Guide to Recordkeeping Requirements for Occupational Injuries and Illnesses.
- iv. Blank OSHA 200 Log