

Collections System Replacement Program

Project Number: 62227
Total Capital Cost: \$1,000,000.00

Department: Wastewater
Type: Capital Improvement
Request Groups: CIP
Timeline: 07/01/2023 to 06/30/2024

Request description:

This request is for a Collections System Replacement Program for the El Mirage wastewater collection system. Many of the sewer lines are approaching the end of their useful life and no program currently exists to replace any sections of the system. **This program will provide funding on an annual basis to video inspect and replace sections of the sewer system that are found to have failed or show signs of failure in the near future.** The data used to determine the lines to be replaced will be provided through a rotating video inspection program.

The 2021 National Community Survey found that 74% of El Mirage residents rate wastewater services favorably, and 91% of residents feel it is important to focus on utility infrastructure in the next two years.

Modified: Increased amount to cover new estimate costs and add FY2029 amount.

Capital Costs	FY2025	FY2026	FY2027	FY2028	FY2029	Total
Planning						\$0.00
Design						\$0.00
Engineering						\$0.00
Land/Right-of-way						\$0.00
Construction/Maintenance						\$0.00
Equipment/Vehicle/Furnishings						\$0.00
Other	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00	\$1,000,000.00
Total	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00	\$1,000,000.00

Funding Source	FY2025	FY2026	FY2027	FY2028	FY2029	Total
149 - Special Projects						\$0.00
511 - Water						\$0.00
513 - Ranchettes						\$0.00
541 - Sewer	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00	\$1,000,000.00
148 - CDBG						\$0.00
111 - General						\$0.00
Total	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00	\$200,000.00	\$1,000,000.00

Additional Information

Type of Project: Improvement
 Strategic Priority: Superior Infrastructure
 Bond Eligible: No
 Grant Funding: No
 Project Status: Modified
 Division: Utilities

Department Name	Account ID	Description	FY24 Budget Sub-lines	Fy24 Final Budget	FY25 Final Sub-lines	FY25 Final Budget
Wastewater	541-4-1141-711	SEWER SERVICE CHARGES		\$3,305,000		\$3,318,000
Wastewater	541-4-2611-511	INTEREST REVENUE		\$120,000		\$0
Wastewater	541-4-9999-971	TRANSFER IN		\$1,394,000		\$1,394,000
Wastewater General	541-5-7581-110	SALARIES AND WAGES		\$531,000		\$581,000
Wastewater General	541-5-7581-111	OVERTIME		\$3,000		\$7,000
Wastewater General	541-5-7581-116	ON CALL PAY		\$10,000		\$10,000
Wastewater General	541-5-7581-120	HEALTH-LIFE-DENTAL INSURANCE		\$126,000		\$130,000
Wastewater General	541-5-7581-130	SOCIAL SECURITY CONTRIBUTION		\$34,000		\$37,000
Wastewater General	541-5-7581-131	MEDICARE CONTRIBUTION		\$8,000		\$9,000
Wastewater General	541-5-7581-132	ASRS CONTRIBUTION		\$68,000		\$73,000
Wastewater General	541-5-7581-140	WORKERS COMPENSATION		\$17,000		\$19,000
Wastewater General	541-5-7581-141	UNEMPLOYMENT INSURANCE		\$3,000		\$2,000
Wastewater General	541-5-7581-199	LABOR DISTRIBUTION		-\$16,000		-\$16,000
Wastewater General	541-5-7581-210	SMALL TOOLS/EQUIP/PARTS		\$2,000		\$2,000
Wastewater General	541-5-7581-211	FUEL AND LUBRICANTS		\$5,500		\$6,000
Wastewater General	541-5-7581-213	SAFETY EQUIPMENT/SUPPLIES		\$7,000		\$7,000
Wastewater General	541-5-7581-222	CHEMICALS		\$205,000		\$205,000
Wastewater General	541-5-7581-230	OFFICE SUPPLIES		\$1,500		\$1,000
Wastewater General	541-5-7581-232	COMPUTER/PRINTER SUPPLIES		\$2,000		\$2,000
Wastewater General	541-5-7581-233	UNIFORMS		\$2,000		\$3,000
Wastewater General	541-5-7581-249	OPERATING MATERIAL & SUPPLIES		\$500		\$1,000
Wastewater General	541-5-7581-250	BUILDING MAINTENANCE/REPAIRS		\$10,000		\$10,000
Wastewater General	541-5-7581-253	VEHICLE MAINTENANCE/REPAIRS		\$4,000		\$4,000
Wastewater General	541-5-7581-254	COPIER USAGE/SUPPLIES/MAINT		\$1,000		\$1,000
Wastewater General	541-5-7581-256	WWTP MAINTENANCE/REPAIRS		\$150,000		\$100,000
Wastewater General	541-5-7581-311	PROFESSIONAL SERVICES		\$35,000		\$35,000
Wastewater General	541-5-7581-313	CONTRACTED SERVICES		\$70,000		\$70,000
Wastewater General	541-5-7581-325	TECH/SOFTWARE SUPPORT		\$13,000		\$13,000
Wastewater General	541-5-7581-328	EQUIPMENT RENT/LEASES		\$2,000		\$2,000
Wastewater General	541-5-7581-334	SLUDGE DISPOSAL		\$120,000		\$120,000
Wastewater General	541-5-7581-351	CONFERENCE, SEMINARS & TRAINING		\$6,000		\$6,000
Wastewater General	541-5-7581-362	MAILING COST		\$500		\$1,000
Wastewater General	541-5-7581-381	WIRELESS COMMUNICATIONS		\$4,500		\$4,000
Wastewater General	541-5-7581-385	BUILDING WATER/SEWER SERVICES		\$6,000		\$0
Wastewater General	541-5-7581-385	Five Accounts	\$6,000		\$0	
Wastewater General	541-5-7581-386	LANDSCAPING/IRRIGATION		\$2,000		\$8,000
Wastewater General	541-5-7581-387	UTILITY ELECTRICITY		\$640,000		\$640,000
Wastewater General	541-5-7581-418	SPECIAL PROJECTS		\$75,000		\$75,000
Wastewater General	541-5-7581-418	Wastewater Capacity Study	\$75,000		\$75,000	
Wastewater General	541-5-7581-436	RATE STUDY		\$6,000		\$30,000
Wastewater General	541-5-7581-617	CAPITAL EQUIPMENT PURCHASE		\$9,000		\$0
Wastewater General	541-5-7581-617	Copier for WRF	\$9,000		\$0	
Wastewater General	541-5-7581-650	VEHICLES		\$50,000		\$0
Wastewater General	541-5-7581-717	WIFA - PRINCIPAL		\$27,000		\$28,000
Wastewater General	541-5-7581-750	WIFA - INTEREST		\$7,500		\$7,000
Wastewater Environ. Management	541-5-7582-224	LAB SUPPLIES		\$7,000		\$7,000
Wastewater Environ. Management	541-5-7582-326	LICENSE AND PERMITS		\$20,000		\$20,000
Wastewater Environ. Management	541-5-7582-333	SAMPLING/TESTING		\$25,000		\$25,000
Wastewater Environ. Management	541-5-7582-351	CONFERENCE SEMINAR TRAINING		\$7,500		\$8,000
Wastewater Environ. Management	541-5-7582-370	DUES-MEMBERSHIPS-FEES		\$2,000		\$2,000
Wastewater Environ. Management	541-5-7582-370	Storm Membership	\$750		\$750	
Wastewater Environ. Management	541-5-7582-370	AZ Water Membership	\$455		\$455	
Wastewater Environ. Management	541-5-7582-370	Misc. Adjustment	\$795		\$795	
Wastewater Operations	541-5-7585-655	SEWER PLANT		\$200,000		\$260,000
Wastewater Operations	541-5-7585-655	62079- WW Process Equipment Improvements	\$200,000		\$200,000	
Wastewater Operations	541-5-7585-655	WRF - Disinfection Feed System	\$0		\$60,000	
Wastewater Operations	541-5-7585-656	BUILDING/DATA INFRAS. IMPROV.		\$1,453,500		\$1,491,000
Wastewater Operations	541-5-7585-656	62343 Public Works Facility Carryforward	\$120,000		\$1,366,000	
Wastewater Operations	541-5-7585-656	WRF - Equipment and Materials Building	\$0		\$125,000	
Wastewater Operations	541-5-7585-656	Public Works Facility	\$1,333,500		\$0	
Wastewater Operations	541-5-7585-658	Land Improvements		\$0		\$250,000
Wastewater Operations	541-5-7585-658	Roadway Drainage Improvements at 1st Ave	\$0		\$250,000	
Wastewater Operations	541-5-7585-670	PRE-CONSTRUCTION DESIGN		\$145,000		\$200,000
Wastewater Operations	541-5-7585-670	62227- Collections System Replacement	\$125,000		\$200,000	
Wastewater Operations	541-5-7585-670	Backup Pump for Brisas Lift Station	\$20,000		\$0	
Wastewater Operations	541-5-7585-960	DEPRECIATION		\$1,300,000		\$1,195,000
Wastewater Operations	541-5-7585-950	TRANSFER OUT		\$2,100,000		\$2,400,000
Wastewater Collections	541-5-7586-210	SMALL TOOLS/EQUIP/PARTS		\$1,000		\$1,000
Wastewater Collections	541-5-7586-211	FUEL AND LUBRICANTS		\$6,000		\$6,000
Wastewater Collections	541-5-7586-213	SAFETY EQUIPMENT/SUPPLIES		\$3,000		\$3,000
Wastewater Collections	541-5-7586-221	PIPES, FITTINGS & REPAIRS		\$1,000		\$1,000
Wastewater Collections	541-5-7586-222	CHEMICALS		\$5,000		\$7,000
Wastewater Collections	541-5-7586-253	VEHICLE MAINTENANCE/REPAIRS		\$10,000		\$10,000
Wastewater Collections	541-5-7586-256	WWTP MAINTENANCE/REPAIRS		\$41,000		\$19,000
Wastewater Collections	541-5-7586-311	PROFESSIONAL SERVICES		\$2,000		\$2,000



COMPANY NAME:	City of El Mirage	QUOTE # Q-23815			
BILLING ADDRESS:	10000 N El Mirage Rd				
CITY:	El Mirage	State:	AZ	ZIPCODE:	85335
Quote Name:	EL Mirage CCTV Quote 8.6.24				
Scope of Work:	Quote for CCTV of 100,000 ft of sewer line camera work. This is a time and material estimate.				

PERSONNEL			
DESCRIPTION	QUANTITY	NUMBER OF SHIFTS	AMOUNT
PERSONNEL TOTAL			\$0.00
EQUIPMENT			
DESCRIPTION	QUANTITY	NUMBER OF SHIFTS	AMOUNT
Sewer & Lift Cleaning (rate for TV equip to videotape lines)	1.00	33.00	\$72,600.00
EQUIPMENT TOTAL			\$72,600.00
SUPPLIES			
SUPPLIES	QUANTITY	AMOUNT	
SUPPLIES TOTAL			\$0.00
SERVICES			
SERVICES	QUANTITY	AMOUNT	
SERVICES TOTAL			\$0.00
THIRD PARTY SERVICES			
THIRD PARTY SERVICES	QUANTITY	AMOUNT	
THIRD PARTY SERVICES TOTAL			\$0.00
QUOTE TOTAL			\$72,600.00

Ancon
Representative

X _____

Client
Representative

X _____



**CITY OF SCOTTSDALE
CITY SERVICES CONTRACT**

THIS CONTRACT entered into this 26th day of July, 2024, by and between the City of Scottsdale, an Arizona Municipal Corporation, the "City", and Ancon Marine, Inc, dba Ancon Services, a California corporation, the "Contractor".

WITNESSETH

The City desires to contract for ongoing maintenance and cleaning of sanitary sewer lines at the City's Water and Wastewater Treatment facilities, as needed, in order to minimize the occurrence of sewer overflows.

The Contractor is duly qualified to perform the requested non-professional services;

In consideration of the mutual promises and obligations, the parties agree as follows:

1.0 DESCRIPTION, ACCEPTANCE, DOCUMENTATION

Contractor will act under the authority and approval of the Contract Administrator for the City, named below, to provide the services required by this Contract.

1.1 SERVICE DESCRIPTION

The entire Request for Proposal No. 022024-144 identified as Sewer and Lift Station Cleaning is incorporated herein by this reference as fully as if written out below. Contractor's proposal submitted in response to Request for Proposal Number 022024-144 and dated May 8, 2024 is incorporated herein by this reference as fully as if written out below. If any provision incorporated by reference from the Request for Proposal conflicts with any provision of the Contractor's proposal, the provision of the Request for Proposal will control. If any provision of the Contractor's proposal, including but not limited to any limitation of liability or disclaimer of warranty language, conflicts or is in any way inconsistent with any provision of this Contract, this Contract will control.

1.2 ACCEPTANCE AND DOCUMENTATION

- A. Each task will be reviewed and approved by the Contract Administrator to determine acceptable completion.
- B. The City will provide all necessary information to the Contractor for timely completion of the tasks specified in Section 1.1 above.

- C. All documents, including but not limited to, data compilations, studies, and reports which are prepared in the performance of this Contract are to be and will remain the property of the City and must be delivered to the Contract Administrator before final payment is made to the Contractor.

2.0 BILLING RECORDS, AUDIT, FEES

2.1 BILLING RECORDS, AUDIT

The time spent for each task must be recorded and submitted to the Contract Administrator. Contractor must maintain all books, papers, documents, accounting records and other evidence pertaining to time billed and to costs incurred and make these materials available for audit by the City in accordance with Section 4.7 of this Contract.

2.2 FEE SCHEDULE

Contractor will be paid according to the Pricing Proposal forms submitted in the Contractor's proposal dated May 8, 2024, attached as "Exhibit A" for reference.

2.3 PAYMENT APPROVAL

All charges must be approved by the Contract Administrator before payment.

2.3.1 PAYMENT TERMS

The City of Scottsdale's payment terms are payment within thirty (30) days after approval by Contract Administrator. In no event will payment be made prior to receipt of an original invoice containing invoice and proper reference numbers. The City is not liable for delays in payment caused by failure of the vendor or contractor to send invoice to the address specified below:

City of Scottsdale
Accounts Payable
7447 E. Indian School Road, Ste 210
Scottsdale, Arizona 85251-4468

2.4 PRICE ADJUSTMENT

Price increases may only be requested by the Contractor, thirty (30) days prior to the anniversary date of the Agreement. Failure to do so may result in the denial of any increase requested.

A requested price increase will become effective only after approval by the Contract Administrator and the Purchasing Director. Once approved the price increase will be adjusted into a new base price for the remainder of the contract period. Any future requested price increases to the base price will only be reviewed at annual renewal time and require the approval of the Contract Administrator and Purchasing Director.

The proposed increased rate shall be based upon presentation by the Contractor and review by the Contract Administrator; however, the Contract Administrator shall evaluate

the Contractor's performance, services and records documentation to determine the appropriateness of the increase requested.

A change in pricing for **Hourly (labor)** may only be requested by the Contractor, thirty (30) days prior to the annual anniversary date of the Contract. Failure to do so may result in the denial of any increase requested. Labor price increases shall become effective only after approval by the Purchasing Director. Once approved the price increase will be adjusted into a new base price for the remainder of the contract period. Any future requested price increases to the base price will only be reviewed at annual renewal time and require the approval of the Contract Administrator and Purchasing Director.

The percentage increase in the unit pricing may not exceed the percent change in the Employment Cost Index for total compensation, for civilian workers, by occupational group and industry (not seasonally adjusted) for the Percentage Change from the previous twelve (12) months, as published by the U.S. Department of Labor Statistics.

3.0 TERM, EXTENSION, TERMINATION

3.1 TERM AND EXTENSION

The term of this Contract shall be for a one (1) year period from the effective date of the contract award.

The City and Contractor may mutually agree to extend this Contract for four (4) additional one (1) year periods, upon the recommendation of the Contract Administrator, concurrence of the Purchasing Director and/or City Council, depending on the Contract.

3.2 TERMINATION

Termination for Convenience: City reserves the right to terminate this contract or any part of this contract for its sole convenience with 30 days' written notice. In the event of any termination, Contractor must immediately stop all work, and must immediately cause any of its suppliers and Subcontractors to cease all work. As compensation in full for services performed to the date of any termination, the Contractor will receive a fee for the percentage of services actually completed. This fee will be in the amount to be mutually agreed upon by the Contractor and the City, based on the agreed Scope of Work. If there is no mutual agreement, the Contract Administrator will determine the percentage of completion of each task detailed in the Scope of Work and the Contractor's compensation will be based upon this determination. The City will make this final payment within 60 days after the Contractor has delivered the last of the partially completed items. Contractor will not be paid for any work done after receipt of the notice of termination, nor for any costs incurred by Contractor's suppliers or Subcontractors, which Contractor could reasonably have avoided.

Cancellation for Cause: City may also cancel this contract or any part of this contract with 7 days' notice for cause in the event of any default by the Contractor, or if the Contractor fails to comply with any of the terms and conditions of this contract. Unsatisfactory performance as judged by the Contract Administrator or failure to provide City, upon request, with adequate assurances of future performance are all causes allowing City to cancel this contract for cause. In the event of cancellation for cause, City will not be liable to Contractor for any amount, and Contractor will be liable to City

for any and all damages sustained by reason of the default which gave rise to the cancellation.

In the event Contractor is in violation of any Federal, State, County or City law, regulation or ordinance, the City may terminate this contract immediately upon giving notice to the Contractor.

If the City improperly cancels the Contract for cause; the cancellation for cause will be converted to a termination for convenience in accordance with the provisions of this Section.3.2.

3.3 FUNDS APPROPRIATION

If the City Council does not appropriate funds to continue this Contract and pay for charges under this contract, the City may terminate this Contract at the end of the current fiscal period. The City agrees to give written notice of termination to the Contractor at least 30 days prior to the end of its current fiscal period and will pay to the Contractor all approved charges incurred through the end of this period.

4.0 GENERAL TERMS

4.1 ENTIRE AGREEMENT

This Contract constitutes the entire understanding of the parties and supersedes all previous representations, written or oral, with respect to the services specified. This Contract may not be modified or amended except by a written document, signed by authorized representatives of each party.

4.2 ARIZONA LAW

This Contract is governed and interpreted according to the laws of the State of Arizona.

4.3 MODIFICATIONS

Any amendment, modification or variation from the terms of this Contract must be in writing and will be effective only after approval of all parties signing the original Contract.

4.4 ASSIGNMENT

Services covered by this Contract may not be assigned or sublet in whole or in part without first obtaining the written consent of the Purchasing Director and Contract Administrator.

4.5 SUCCESSORS AND ASSIGNS

This Contract extends to and is binding upon Contractor, its successors and assigns, including any individual, company, partnership or other entity with or into which Contractor merges, consolidates or is liquidated, or any person, corporation, partnership or other entity to which Contractor sells its assets.

4.0 GENERAL TERMS – CONT'D

4.6 CONTRACT ADMINISTRATOR

The Contract Administrator for the City is Craig Craddock, Wastewater Collections Manager, or designee. The Contract Administrator will oversee the execution of this Contract, assist the Contractor in accessing the organization, audit billings, approve payments, establish delivery schedules, approve addenda, and assure Certificates of Insurance are in City's possession and are current and conform to the contract requirements. The Contractor will channel reports and special requests through the Contract Administrator.

4.7 RECORDS AND AUDIT RIGHTS

Contractor's records (hard copy, as well as computer readable data), and any other supporting evidence considered necessary by the City to substantiate charges and claims related to this contract are open to inspection and subject to audit and/or reproduction by City's authorized representative to the extent necessary to adequately permit evaluation and verification of the cost of the work, and any invoices, change orders, payments or claims submitted by the Contractor or any of his payees in accordance with the terms of the contract. The City's authorized representative must be given access, at reasonable times and places, to all of the Contractor's records and personnel in accordance with the provisions of this article throughout the term of this contract and for a period of 3 years after last or final payment.

Contractor must require all Subcontractors, insurance agents, and material suppliers (payees) to comply with the provisions of this Section by insertion of these contract requirements in a written contract agreement between Contractor and payee. These requirements will also apply to any and all Subcontractors.

If an audit in accordance with this Section, discloses overcharges, of any nature, by the Contractor to the City in excess of 1% of the total contract billings, the actual cost of the City's audit will be reimbursed to the City by the Contractor. Any adjustments and/or payments which must be made as a result of any audit or inspection of the Contractor's invoices and/or records will be made within a reasonable amount of time (not to exceed 90 days) from presentation of City's findings to Contractor.

4.8 ATTORNEY'S FEES

In the event either party brings any action for any relief, declaratory or otherwise, arising out of this Contract, or on account of any breach or default, the prevailing party will be entitled to receive from the other party reasonable attorneys' fees and reasonable costs and expenses, determined by the court sitting without a jury, which will be considered to have accrued on the commencement of the action and will be enforceable whether or not the action is prosecuted to judgment.

4.0 GENERAL TERMS – CONT'D

4.9 INELIGIBLE BIDDER

The preparer of specifications is not eligible to submit a bid or proposal on the solicitation for which they prepared the specification, nor is the preparer eligible to supply any product to a bidder or offeror on the solicitation for which they prepared the specification.

4.10 CONFLICT OF INTEREST

The City may cancel any contract or agreement, without penalty or obligation, if any person significantly involved in initiating, negotiating, securing, drafting or creating the contract on behalf of the City's departments or agencies is, at any time while the contract or any extension of the contract is in effect, an employee of any other party to the contract in any capacity or a Contractor to any other party to the contract with respect to the subject matter of the contract. The cancellation will be effective when written notice from the City is received by all other parties to the contract, unless the notice specifies a later time (A.R.S. §38-511).

4.11 NOTICES

All notices or demands required to be given in accordance with the terms of this Contract must be given to the other party in writing, delivered by hand or registered or certified mail, at the addresses stated below, or to any other address the parties may substitute by written notice given in the manner prescribed in this paragraph.

In the case of Contractor:

Darin Cook
General Manager – Phoenix Branch
Ancon Marine dba Ancon Services
1777 N. 23rd Ave.
Phoenix, AZ 85009
(602)725-5448
darinc@anconservices.com

In the case of City:

Craig Craddock
Wastewater Collections Manager
8787 E. Hualapai Dr.
Scottsdale, AZ 85255
(480)312-8759
ccraddock@scottsdaleaz.gov

Notices will be considered received on date delivered, if delivered by hand, and on the delivery date indicated on receipt if delivered by certified or registered mail.

4.12 FORCE MAJEURE

Neither party will be responsible for delays or failures in performance resulting from acts beyond their control. These acts include, but are not limited to, acts of God, riots, acts of war, epidemics, governmental regulations imposed after the fact, fire, communication line failures, or power failures.

4.13 TAXES

Contractor will be solely responsible for any and all tax obligations which may result from the Contractor's performance of this contract. The City will have no obligation to pay any amounts for taxes, of any type, incurred by the Contractor.

4.14 ADVERTISING

No advertising or publicity concerning the City using the Contractor's services shall be undertaken without prior written approval of such advertising or publicity by the City of Scottsdale Contract Administrator and by the City Attorney.

4.15 COUNTERPARTS

This contract may be executed in one or more counterparts, and each originally executed duplicate counterpart of this Contract will be considered to possess the full force and effect of the original.

4.16 CAPTIONS

The captions used in this Contract are solely for the convenience of the parties, do not constitute a part of this Contract and are not to be used to construe or interpret this Contract.

4.17 SUBCONTRACTORS

During the performance of the Contract, the Contractor may engage any additional Subcontractors as may be required for the timely completion of this Contract. The approval of the City must be obtained before the addition of any Subcontractors.

In the event of subcontracting, the sole responsibility for fulfillment of all terms and conditions of this Contract rests with the Contractor.

4.0 GENERAL TERMS – CONT'D

4.18 CHANGES IN THE WORK

The City may at any time, as the need arises, order changes within the scope of the work without invalidating the contract. If any changes increase or decrease the amount due under the contract documents, or in the time required for performance of the work, an equitable adjustment will be authorized by written Change Order.

The City will execute a formal Change Order based on detailed written quotations from the Contractor for work related changes and/or a time of completion variance. All Change Orders are subject to approval by the City.

Contract Change Orders are subject to the Rules and Procedures within the City's Procurement Code.

4.19 CO-OP USE OF CONTRACT

In addition to the City of Scottsdale, this Contract may be extended for use by other municipalities, government agencies and governing bodies, including the Arizona Board of Regents, and political subdivisions of the State. Any usage by other entities must be in accord with the ordinances, charter and/or rules and regulations of the respective entity and the approval of the Contractor.

4.20 COMPLIANCE WITH FEDERAL AND STATE LAWS

The Contractor understands and acknowledges the applicability of the Americans with Disabilities Act, the Immigration Reform and Control Act of 1986 and the Drug Free Workplace Act of 1989 to it.

4.21 IMMIGRATION LAW COMPLIANCE

Under the provisions of A.R.S. §41-4401, the Contractor warrants to the City that the Contractor and all its subcontractors will comply with all Federal Immigration laws and regulations that relate to their employees and that the Contractor and all its subcontractors now comply with the E-Verify Program under A.R.S. §23-214(A).

A breach of this warranty by the Contractor or any of its subcontractors will be considered a material breach of this Contract and may subject the Contractor or Subcontractor to penalties up to and including termination of this Contract or any subcontract. The Contractor will take appropriate steps to assure that all subcontractors comply with the requirements of the E-Verify Program. The Contractor's failure to assure compliance by all its' subcontractors with the E-Verify Program may be considered a material breach of this Contract by the City.

4.21 IMMIGRATION LAW COMPLIANCE – CONT'D

The City retains the legal right to inspect the papers of any employee of the Contractor or any subcontractor who works on this Contract to ensure that the Contractor or any subcontractor is complying with the warranty given above.

The City may conduct random verification of the employment records of the Contractor and any of its subcontractors to ensure compliance with this warranty. The Contractor agrees to indemnify, defend and hold the City harmless for, from and against all losses and liabilities arising from any and all violations of these statutes.

4.22 LAWFUL PRESENCE IN THE UNITED STATES FOR PERSONS

Arizona State law A.R.S. §1-502 (H.B. 2008) requires that all PERSONS who will be awarded a contract and apply for public benefit must demonstrate through a signed affidavit and the presentation of a copy of documentation that they are lawfully present in the United States.

PERSONS is defined as all-NATURAL PERSONS / INDIVIDUALS / SOLE PROPRIETORSHIPS as indicated by your W9 Filing. *(This law does not apply to LLP's, LLC's, PLLC's, Corporations Limited Partnerships or General Partnerships)*

By submitting your quote, bid, proposal and/or indicating your desire to enter in a contract with the City you are agreeing that if you are selected as the awardee and meet the criteria as a PERSON you will abide by this law and sign and submit an AFFIDAVIT DEMONSTRATING LAWFUL PRESENCE IN THE UNITED STATES and attach the appropriate copy of your documentation in proof of that statement. Types of acceptable documentation copies are an Arizona Driver's License issued after 1996, Arizona nonoperating identification license, U.S. birth certificate, U.S. Passport, I-94 Form with photograph and several others that are all listed on the Affidavit form that the City will send to you for your completion before issuing any contract.

If you have previously done business with the City and already have filed the above Affidavit with copies of an acceptable documentation, please indicate date of submittal. If your acceptable Affidavit is already on file with the City, that filing satisfies this requirement.

If you fail to complete and provide a completed Affidavit and accompanying acceptable copy of your documentation, or not advise us of your prior filing within 10 calendar days of being requested by then you may be considered non-responsive and disqualified from that award consideration. You can obtain the complete Affidavit form from the Purchasing Department at (480) 312-5700 or the Purchasing web site at <http://www.scottsdaleaz.gov/Purchasing> on the lower right side of the page under Forms.

4.23 ISRAEL BOYCOTT PROHIBITION

By executing this contract, [Contractor] certifies that it is not currently engaged in and will not for the duration of this contract engage in boycott activity proscribed by A.R.S. § 35-393 et seq.

4.0 GENERAL TERMS – CONT'D

4.24 FORCED LABOR OF ETHNIC UYGHURS

Contractor warrants and certifies that it does not currently, and agrees for the duration of the contract that it will not, use:

- 1) The forced labor of ethnic Uyghurs in the People's Republic of China.
- 2) Any goods or services produced by the forced labor of ethnic Uyghurs in the People's Republic of China.
- 3) Any contractors, subcontractors or suppliers that use the forced labor or any goods or services produced by the forced labor of ethnic Uyghurs in the People's Republic of China.

If Contractor becomes aware during the term of the Agreement that the Contractor is not in compliance with this paragraph, the Contractor shall notify the City within five business days after becoming aware of the noncompliance. Failure of Contractor to provide a written certification that the Contractor has remedied the noncompliance within one hundred eighty (180) days after notifying the public entity of its noncompliance, this Agreement shall terminate unless the Term of this Agreement shall end prior to said one hundred eighty (180) day period.

4.25 NO PREFERENTIAL TREATMENT OR DISCRIMINATION

In accordance with the provisions of Article II, Section 36 of the Arizona Constitution, the City will not grant preferential treatment to or discriminate against any individual or group on the basis of race, sex, color, ethnicity or national origin.

4.26 INDEMNIFICATION

To the fullest extent permitted by law, Contractor, its successors, assigns and guarantors, must defend, indemnify and hold harmless City of Scottsdale, its agents, representatives, officers, directors, officials and employees from and against all allegations, demands, proceedings, suits, actions, claims, damages, losses, expenses, including but not limited to, attorney fees, court costs, and the cost of appellate proceedings, and all claim adjusting and handling expense, related to, arising from or out of, or resulting from any act or omission, negligence, recklessness, or intentional wrongful conduct by Contractor in the performance of this Contract, including but not limited to, any Subcontractor or anyone directly or indirectly employed by any of them or anyone for whose acts any of them may be liable and any injury or damages claimed by any of Contractor's and Subcontractor's employees.

Insurance provisions in this Contract are separate and independent from the indemnity provisions of this section and shall not be construed in any way to limit the scope and magnitude of the indemnity provisions. The indemnity provisions of this section shall not be construed in any way to limit the scope and magnitude and applicability of the insurance provisions.

4.0 GENERAL TERMS – CONT'D

4.27 CONTRACTOR ON SITE SAFETY REPORTING REQUIREMENTS

For any non-construction City supplier whose service contract(s) (either singular or in aggregate) results in the contractor working 500 or more hours on site at a City of Scottsdale location(s) in any one calendar quarter, the following documentation must be provided by the contractor to the Contract Administrator (CA):

- the contractor's most recent OSHA 300A (if applicable);
- all accident reports for injuries that occurred in the city under the contract during the most recent review period;
- the contractor's current worker's compensation experience modifier;
- the above information is to be provided to the CA initially and every February thereafter as long as the contract is in force;
- the CA will provide this information to Risk Management when requested.

5.0 INSURANCE

A current standard Acord Certificate is acceptable.

Failure to provide an appropriate Certificate of Insurance will result in rejection of your certificate and delay in Contract execution.

Additionally, Certificates of Insurance submitted without referencing an RFP and Contract number may be subject to rejection and returned or discarded.

5.1 Insurance Representations and Requirements

5.1.1 General: Contractor agrees to comply with all applicable City ordinances and state and federal laws and regulations.

Without limiting any obligations or liabilities of Contractor, Contractor must purchase and maintain, at its own expense, this Contract's stipulated minimum insurance with insurance companies properly licensed by the State of Arizona (admitted insurer) with an AM Best, Inc. rating of B ++ 6 or above or an equivalent qualified unlicensed insurer by the State of Arizona (non-admitted insurer) with policies and forms satisfactory to City of Scottsdale. Failure to maintain insurance as specified may result in termination of this Contract at City of Scottsdale's option.

5.1.2 No Representation of Coverage Adequacy: By requiring the insurance stated in this Contract, the City of Scottsdale does not represent that coverage and limits will be adequate to protect Contractor. City of Scottsdale reserves the right to review any and all of the insurance policies and/or endorsements required by in this Contract but has no obligation to do so. Failure to demand any evidence of full compliance with the insurance requirements stated in this Contract or failure to identify any insurance deficiency does not relieve Contractor from, nor may it be construed or considered a waiver of Contractor's obligation to maintain the required insurance at all times during the performance of this Contract.

5.1.3 Coverage Term: All insurance required by this Contract must be maintained in full force and effect until all work or services required to be performed under the terms of this contract are satisfactorily performed, completed and formally accepted by the City of Scottsdale, unless specified otherwise in this Contract.

5.1.4 Claims Made: In the event any insurance policies required by this Contract are written on a "claims made" basis, coverage shall continue uninterrupted throughout the term of this Contract by keeping coverage in force using the effective date of this Contract as the retroactive date on all "claims made" policies. The retroactive date for exclusion of claims must be on or before the effective date of this Contract and can never be after the effective date of this Contract. Upon completion or termination of this Contract, the "claims made" coverage shall be extended for an additional three (3) years using the original retroactive date, either through purchasing an extended reporting option; or by continued renewal of the original insurance policies. Submission of annual Certificates of Insurance, citing the applicable coverages and provisions specified herein, shall continue for three (3) years past the completion or termination of this Contract.

5.1.5 Policy Deductibles and or Self-Insured Retentions: The policies stated in these requirements may provide coverage which contain deductibles or self-insured retention amounts. Any deductibles or self-insured retention are not applicable to the policy limits provided to City of Scottsdale. Contractor is solely responsible for any deductible or self-insured retention amount. City of Scottsdale, at its option, may require Contractor to secure payment of any deductible or self-insured retention by a surety bond or irrevocable and unconditional Letter of Credit.

5.1.6 Use of Subcontractors: If any work under this agreement is subcontracted in any way, Contractor must execute a written agreement with Subcontractor containing the same Indemnification Clause and Insurance Requirements stated in this Contract protecting City of Scottsdale and Contractor. Contractor will be responsible for executing the agreement with Subcontractor and obtaining Certificates of Insurance verifying the insurance requirements.

5.1.7 Evidence of Insurance and Required Endorsements: Before beginning any work or services under this Contract, Contractor must furnish City of Scottsdale with Certificate(s) of Insurance, or formal endorsements as required by this Contract, issued by Contractor's insurer(s) as evidence that policies are placed with acceptable insurers as specified in this Contract and provide the required coverage, conditions, and limits of coverage and that any coverage and provisions are in full force and effect. If a Certificate of Insurance is submitted as verification of coverage, City of Scottsdale will reasonably rely upon the Certificate of Insurance as evidence of coverage, but any acceptance and reliance will not waive or alter in any way the insurance requirements or obligations of this agreement. If any of the above cited policies expire during the life of this Contract, it will be Contractor's responsibility to forward renewal Certificates within 10 days after the renewal date containing all the aforementioned insurance provisions. Certificates will specifically cite the following provisions endorsed to the Contractor's policy:

1. City of Scottsdale, its agents, representatives, officers, directors, officials and employees must be named an Additional Insured under the following policies:
 - a) Commercial General Liability
 - b) Auto Liability
 - c) Excess Liability - Follow Form to underlying insurance as required.

2. Contractor's insurance must be primary insurance as respects performance of subject contract.
3. All policies, except Professional Liability insurance, if applicable, waive rights of recovery (subrogation) against City of Scottsdale, its agents, representatives, officers, directors, officials and employees for any claims arising out of work or services performed by Contractor under this Contract.
4. If the Contractor receives notice that any of the required policies of insurance are materially reduced or cancelled, it will be Contractor's responsibility to provide prompt notice of same to the City, unless such coverage is immediately replaced with similar policies.

5.2 Required Coverage

5.2.1 Commercial General Liability

Contractor must maintain "occurrence" form Commercial General Liability Insurance with a limit of not less than \$3,000,000 for each occurrence, \$3,000,000 Products and Completed Operations Annual Aggregate, and a \$3,000,000 General Aggregate Limit. The policy must cover liability arising from premises, operations, independent contractors, products-completed operations, personal injury and advertising injury. If any Excess insurance is utilized to fulfill the requirements of this section, the Excess insurance must be "follow form" equal or broader in coverage scope than underlying.

5.2.2 Vehicle Liability

If any vehicle is used in the performance of the Scope of Work that is the subject of this Contract, the Contractor must maintain Business Automobile Liability Insurance with a limit of \$1,000,000 each occurrence on Contractor's owned, hired, and non-owned vehicles assigned to or used in the performance of the Contractor's work or services under this Contract. If any hazardous material, as defined by any local, state or federal authority, is the subject, or transported, in the performance of this contract, an MCS 90 endorsement is required providing \$5,000,000 per occurrence limits of liability for bodily injury and property damage. If any Excess insurance is utilized to fulfill the requirements of this section, the Excess insurance must be "follow form" equal or broader in coverage scope than underlying.

5.2.3 Workers' Compensation Insurance

Contractor must maintain Workers' Compensation Insurance to cover obligations imposed by federal and state statutes applicable to Contractor's employees engaged in the performance of work or services under this Contract and must also maintain Employers' Liability Insurance of not less than \$1,000,000 for each accident, \$1,000,000 disease for each employee and \$1,000,000 disease policy limit. If the Contractor is a sole proprietor or a single member limited liability company with no employees and has elected not to purchase Workers' Compensation Insurance; a completed and signed Workers' Compensation Waiver Form will substitute for the insurance requirement.

5.2.4 Contractor's Errors & Omissions and Pollution Liability

Contractor must purchase and maintain "occurrence" form Contractor's Errors & Omissions and Pollution Liability with limits of \$1,000,000 per occurrence, \$2,000,000 annual aggregate limit. The policy must cover any pollution incident arising out of your activities, or the activities of any person or entity for whom you are legally liable, or liability that you assume under contract.

6.0 SEVERABILITY AND AUTHORITY

6.1 SEVERABILITY

If any term or provision of this Contract is found to be illegal or unenforceable, then despite this illegality or unenforceability, this Contract will remain in full force and effect and that term or provision will be considered deleted.

6.2 AUTHORITY

Each party warrants and represents that it has full power and authority to enter into and perform this Contract, and that the person signing on behalf of each has been properly authorized and empowered to enter this Contract. Each party further acknowledges that it has read this Contract, understands it, and agrees to be bound by it.

7.0 REQUEST FOR TAXPAYER I.D. NUMBER & CERTIFICATION I.R.S. W-9 FORM

Upon request, the Contractor shall provide the required I.R.S. W-9 Form which is available from the IRS website at www.IRS.gov under their forms section.

8.0 DONATIONS

No donations allowed. To avoid the appearance of impropriety, Contractor shall not make any donation to the City, of any goods or services during the term of this Agreement, unless it has specifically been approved by the City Manager or designee.

CONTRACTOR: Ancon Marine (dba Ancon Services)

By: Blake Hardin 7/25/24 15:17 MST
Signature

Blake Hardin
Printed Name
CEO
Title
10571 Los Alamitos blvd.
Company Address

CITY CONTRACT ADMINISTRATOR:

By: Craig Craddock 7/26/24 06:00 MST
Craig Craddock
Contract Administrator

CITY OF SCOTTSDALE

CITY OF SCOTTSDALE REVIEW:

By: Jenn Myers 7/26/24 11:38 MST
Jenn Myers, MPA, CPPO, NIGP-CPP, CPPB
Purchasing Director

By: Denise Plug 7/26/24 10:40 MST
George Woods
Risk Management Director

APPROVED AS TO FORM:

By: Lindsay Hampshire 7/26/24 11:30 MST
Sherry R. Scott, City Attorney
Lindsay Hampshire
Assistant City Attorney