# AGREEMENT BETWEEN OWNER AND CONTRACTOR FOR ASBESTOS ABATEMENT

River Heights City ("Owner") and Eagle Environmental Inc.("Contractor") enter into this Agreement Between Owner and Contractor for Asbestos Abatement ("Agreement") and agree as follows:

# 1. Property/Project

Property Address ("Project Site"):443 South 500 East River Heights Utah 84321Project Type:Old ChurchProject Name ("Project"):River Heights City Old Church Demolition

- 2. <u>Scope of Work.</u> Contractor will furnish all labor, materials, tools, and equipment necessary to complete the Work in accordance with the Contract Documents. The Work is all labor, materials, tools, equipment, construction, and services required by the Contract Documents (the "Work"). EHS, Inc. will provide direct oversight through visual inspections, air clearances and a final work review to ensure the abatement scope of work is completed to the outlined, contracted specifications. Reference the RHC Old Church bid package Scope of Work summary and project specifications sections as reference.
- 3. <u>Contract Documents.</u> Contract Documents consist of
  - a. This Agreement;
  - b. Supplementary Conditions for Agreement Between Owner and Contractor for Asbestos Abatement;
  - c. The Specifications (Division 01);
  - d. Drawings entitled "Old Church River Heights Ut 84321 and dated Jan 06, 2016.
  - e. Addendum No. with date(s) N/A
    - g. All written Field Changes, written Construction Change Directives and written Change Orders when prepared and signed by Owner and Contractor.
- 4. <u>Compensation.</u> Owner will pay Contractor for performance of Contractor's obligations under the Contract Documents the sum of <u>Eighty Nine Thousand Seven Hundred Sixty Two Dollars (\$ 89,762.00)</u> (the "Contract Sum"). This Contract Sum includes all labor, materials, equipment, tools, costs, expenses, work and services of Contractor and its subcontractors necessary to perform the Work in accordance with the terms of this Agreement, including without limitation travel, communications, and copying costs.

## 5. Payment.

- a. If the Contract Sum is over \$100,000 or if otherwise requested by Owner, Contractor will submit to Owner a schedule of values which allocates the Contractor's Bid Proposal Amount to various portions of the Work. This schedule, when accepted by Owner will be used as a basis for reviewing Contractor's payment requests.
- b. Not more than once each month, Contractor will submit a payment request to Owner. Owner will pay Contractor for work completed within thirty (30) days after Owner receives:
  - (1) Contractor's payment request for work to date; N/A
  - (2) a certification by Contractor that Contractor has paid for all labor, materials, and equipment relating to the Work covered by prior payment requests and that Contractor will pay for all labor, materials, and equipment relating to the Work covered by the current payment request; and
  - (3) releases of all mechanics' liens and claims of subcontractors, laborers, or material suppliers who supplied labor and/or materials for the Work covered by the payment request.
- c. Owner may modify or reject the payment request if, in Owner's opinion, the Work for which payment is requested is not acceptable or is less complete than represented on the payment request.
- d. Contractor (if applicable) will timely pay subcontractors their portion of fees and expenses that Owner has paid to Contractor.
- 6. <u>Extras and Change Orders</u>. Owner may order changes in the Work by altering, adding to, or deducting from the Work. In the event of such a change, the Contract Sum and/or the time of completion will be adjusted to reflect

the change by means of a written Change Order signed by Contractor and Owner. Contractor will not commence work on any change until either: (a) Contractor and Owner have executed a Change Order, or (b) Owner has issued a written order for the change acknowledging that there is a dispute regarding the compensation adjustment relating to the change. If Contractor proceeds with a change in the Work without complying with the preceding sentence, Contractor agrees that it will not be entitled to any additional compensation for such change.

- 7. <u>Warranty and Correction of Work.</u> For all Work, services, labor, materials, products, and equipment provided under the Contract Documents, Contractor provides and extends to Owner all statutory, common law, and standard industry warranties as well as those warranties set forth in Owner's Contract Documents. Unless a longer period is specified by Owner's Contract Documents or otherwise, Contractor, at a minimum and in addition to all other warranties, warrants all Work under the Contract Documents for at least one year. Specifically, and without limitation, Contactor will promptly correct at its own expense:
  - a. any portion of the Work which
    - (1) fails to conform to the requirements of the Contract Documents, or
    - (2) is rejected by the Owner as defective or because it is damaged or rendered unsuitable during installation or resulting from failure to exercise proper protection.
  - b. any defects due to faulty materials, equipment, or workmanship which appear within a period of one year from the date of completion of the Work or within such longer period of time as may be prescribed by law or the terms of any applicable special warranty required by the Contract Documents.
- 8. <u>Time of Completion</u>. Contractor will complete the Work and have it ready for Owner's inspection within (35) calendar days (no later than April 15<sup>th</sup>, 2023) from Notice to Proceed issued by Owner. Liquidated damages will apply to Contractor June 1, 2023 at the rate of \$300.00 dollars per day thereafter. Time is of the essence. If Contractor is delayed at any time in the progress of the Work by any act or neglect of Owner, or by changes in the Work, or by strikes, lockouts, unusual delay in transportation, unavoidable casualties, or acts of nature beyond Contractor's control, then the time for completion will be extended by the time that completion of the Work is delayed. However, Contractor expressly waives any damages for any such delays.
- 9. <u>Permits, Surveys, and Taxes.</u> Contractor will obtain and pay for all permits and licenses, and also pay any applicable taxes. Contractor will also obtain and pay for any surveys it needs to perform the Work.
- 10. <u>Independent Contractor Relationship.</u> The parties expressly agree that Contractor is not an agent or employee of Owner but is an independent contractor solely responsible for all expenses relating to Contractor's business.
- 11. <u>Comply with Laws</u>. Contractor will comply, and ensure that all subcontractors comply, with all applicable laws, ordinances, rules, regulations, covenants, and restrictions.

## 12. Indemnity and Hold Harmless.

Contractor will indemnify and hold harmless Owner and Owner's representatives, employees, agents, a. architects, and consultants from and against any and all claims, liens, damages, liability, demands, costs, judgments, awards, settlements, causes of action, losses and expenses (collectively "Claims" or "Claim"), including but not limited to attorney fees, consultant fees, expert fees, copy costs, and other expenses, arising out of or resulting from performance of or failure to perform the Work, attributable to bodily injury, sickness, disease, or death, or to injury to or destruction of real or personal property, including loss of use resulting therefrom, except to tie extent that such liability arises out of the negligence of Owner, its representatives, agents, and employees. This indemnity includes, without limitation, indemnification of Owner from all losses or injury to Owner's property, except to the extent that such loss or injury arises out of the negligence of Owner, its representatives, agents, and employees. This indemnity applies, without limitation, to include Claims occurring both during performance of the Work and/or subsequent to completion of the Work. In the event that any Claim is caused in part by a party indemnified hereunder, that party will bear the cost of such Claim to the extent it was the cause thereof. In the event that a claimant asserts a Claim for recovery against any party indemnified hereunder, the party indemnified hereunder may tender the defense of such Claim to Contractor. If Contractor rejects such tender of defense and it is later determined that the negligence of the party indemnified hereunder did not cause all

of the Claim, Contractor will reimburse the party indemnified hereunder for all costs and expenses incurred by that party in defending against the Claim. The contractor will not be liable hereunder to indemnify any party for damages resulting from the sole negligence of that party.

- b. In addition to the foregoing, Contractor will be liable to defend Owner in any lawsuit filed by any Subcontractor relating to the Project. Where liens have been filed against Owners property, Contractor (and/or its bonding company which has issued bonds for the Project) will obtain lien releases and record them in the appropriate county and/or local jurisdiction and provide Owner with a title free and clear from any liens of Subcontractors. In the event that Contactor and/or its bonding company are unable to obtain a lien release, Owner in its absolute discretion may require Contractor to provide a bond around the lien or a bond to discharge the lien, at Contractor's sole expense.
- c. In addition to the foregoing, Contactor will indemnify and hold Owner harmless from any claim of any other contractor resulting from the performance, nonperformance, or delay in performance of the Work by Contractor.
- d. The indemnification obligation herein will not be limited by a limitation on the amount or type of damages, compensation or benefits payable by or for Contractor or a Subcontractor under workers compensation acts, disability benefit acts, or other employee benefit acts.
- 13. <u>Safety Hazards</u>. Contractor will ensure that no work or services will be performed that may pose an undue safety hazard to Contractor, Contractor's employees, or any other person.
- 14. <u>Contractor's Insurance</u>. Prior to performing any work, Contractor will obtain and maintain during the term of this Agreement the following insurance:
  - a. Workers Compensation Insurance or evidence of exemption.
  - Employers' Liability Insurance with minimum limits of the greater of \$500,000 E.L. each accident, \$500,000 E. L. disease-each employee, \$500,000 E.L. disease-policy limit or as required by the law of the state in which the Project is located.
  - c. Commercial General Liability Insurance ISO Form CG 00 01 (12/07) or equivalent Occurrence policy which will provide primary coverage to the additional insureds (the Owner and the Architect) in the event of any Occurrence, Claim, or Suit with:
  - (1)Limits of the greater of Contractor's actual coverage amounts or the following:
    - a) \$2,000,000 General Aggregate;
    - b) \$2,000,000 Comp/Ops Aggregate;
    - c) \$1,000,000 Personal and Advertising Liability;
    - d) \$1,000,000 Each Occurrence; and
    - e) \$50,000 Fire Damage to Rented Premises (Each Occurrence)
  - (2) Endorsements attached to the General Liability policy including the following or their equivalent:
    - (a) ISO Form CG-25-03 (05/09), Amendment of Limits of Insurance (Designated Project or Premises) describing the Agreement and specifying limits as shown above.
    - (b) ISO Form CG 20 10 (07/04), Additional Insured Owners, Lessees, Or Contractors (Form B), naming Owner and Architect as additional insureds.
      Contractor's General Liability Insurance will not have an asbestos exclusion clause. As an alternative to the deletion of the asbestos exclusion in the Commercial General Liability Insurance, the Contractor may obtain an Environmental/Pollution Liability policy with coverage for the asbestos abatement project under this Agreement. In such event, the Environmental Pollution policy shall cover the asbestos abatement exposure with coverage amounts of the greater of (1) Contractor's actual coverage amount or (2) \$1,000,00.00 per incident and \$1,000,000.00 in the aggregate. Owner and Architect will also be added as additional insureds on the Environmental Pollution Liability policy.
  - d. Automobile Liability Insurance, with:
    - (1) Combined Single Limit each accident in the amount of no less than \$500,000; and
    - (2) Coverage applying to "Any Auto" or its equivalent.

Contractor will provide evidence of these insurance coverages to Owner by providing an ACORD 25 (2010/05) Form or its equivalent: (1) listing Owner as the Certificate Holder and Additional Insured on the general liability and any excess liability policies, (2) listing the insurance companies providing coverage (all

companies listed must be rated in A.M. Best Company Key Rating Guide-Property-Casualty and each company must have a rating of B+ Class VII or higher), (3) attaching the endorsements set forth above for the Certificate of Liability Insurance, and (4) bearing the name, address and telephone number of the producer and signed by an authorized representative of the producer. (The signature may be original, stamped, or electronic.) Notwithstanding the foregoing, Owner may, in writing and at its sole discretion, modify these insurance requirements.

- 15. <u>Resolution of Disputes.</u> In the event there is any dispute arising under the Contract Documents which cannot be resolved by agreement between the parties, either party may submit the dispute with all documentation upon which it relies to EHS, Inc., who will convene a dispute resolution conference within thirty (30) days. The dispute resolution conference will constitute settlement negotiations and any settlement proposal made pursuant to the conference will not be admissible as evidence of liability. In the event that the parties do not resolve their dispute pursuant to the dispute resolution conference, either party may commence legal action to resolve the dispute. Any such action must be commenced within six (6) months from the first day of the dispute resolution conference or be time barred. Submission of the dispute to the EHS, Inc. as outlined above is a condition precedent to the right to commence legal action to resolve any dispute. In the event that either party commences legal action to adjudicate any dispute without first submitting the dispute to the EHS, Inc. the other party any costs and attorney fees incurred by that party in obtaining the dismissal, including without limitation copy costs, and expert and consultant fees and expenses. Pending final resolution of a dispute hereunder, Contractor will proceed diligently with the performance of its obligations pursuant to this Agreement.
- 16. <u>Termination by Contractor</u>. In the event Owner materially breaches any term of the Contract Documents, Contractor will promptly give Written Notice of the breach to Owner. If Owner fails to cure the breach within ten (10) days of the Written Notice, Contractor may terminate this Agreement by giving Written Notice to Owner and recover from Owner the percentage of the Contract Sum represented by the Work completed on the Project site as of the date of termination together with any out of pocket loss Contractor has sustained with respect to materials and equipment as a result of the termination prior to completion of the Work, less any offsets. Contractor will not be entitled to unearned profits or any other compensation or damages as a result of the termination, and hereby waives any claim therefor. Contractor will provide to Owner all warranty, as built, inspection, and other close out documents as well as materials that Contractor has in its possession or control at the time of termination. Without limitation, Contractor's indemnifies and obligations as well as all warranties relative to Work provided through the date of termination survive a termination hereunder.
- 17. Termination by Owner for Cause. Should Contractor fail to timely provide Owner with the certificates of insurance, make a general assignment for the benefit of its creditors, fail to apply enough properly skilled workmen or specified materials to properly prosecute the Work in accordance with Contractor's schedule, or otherwise materially breach any provision of the Contract Documents, then Owner may, without any prejudice to any other right or remedy, give Contractor Written Notice thereof. If Contractor fails to cure its default within ten (10) days, Owner may terminate this Agreement by giving Written Notice to Contractor. In such case, Owner may, in Owner's sole discretion, take legal assignment of subcontracts and other contractual rights of Contractor and/or take possession of the premises and all materials, tools, equipment, and appliances thereon, and finish the Work by whatever method Owner deems expedient. Contractor will not be entitled to receive any further payment until the Work is finished. If the unpaid balance of the Contract Sum exceeds the expense of finishing the Work, including compensation for additional administrative, architectural, consultant, and legal services (including without limitation attorney's fees, expert fees, copy costs, and other expenses), such excess will be paid to Contractor, less any offsets. If such expense exceeds the unpaid balance, Contractor will pay the difference to Owner. Contractor will provide to Owner all warranty, as built, inspection, and other close out documents as well as materials that Contractor has in its possession or control at the time of termination. Without limitation, Contractor's indemnities and obligations as well as all warranties relative to Work provided through the date of termination survive a termination hereunder.
- 18. Termination by Owner for Convenience. Notwithstanding any other provision contained in the Contract

Documents, Owner may, without cause and in absolute discretion, terminate this Agreement at any time.

In the event of such termination, Contractor will be entitled to recover from Owner the percentage of the Contract Sum equal to the percentage of the Work which Owner and/or its architect determines has been completed on the Project site as of the date of termination together with any out of pocket loss Contractor has sustained with respect to materials and equipment as a result of the termination prior to completion of the Work, less any offsets. The contractor will not be entitled to unearned profits or any other compensation as a result of the termination and hereby waives any claim therefore. Contractor will provide to Owner all warranty, as built, inspection, and other close out documents as well as materials that Contractor has in its possession or control at the time of termination. Owner may, in Owner's sole discretion, take legal assignment of subcontracts and other contractual rights of Contractor. Without limitation, Contractor's indemnities, and obligations as well as all warranties relative to Work provided through the date of termination survive a termination hereunder.

- 19. <u>Owner Provided Items</u>. The owner may provide furnishings, equipment, and/or other items for the Project. Contractor will install items furnished by Owner and/or receive, store, and protect such items on site until the date Owner accepts the Project
- 20. <u>Product Requirements</u>. Contractor will provide products that comply with Contract Documents, are undamaged, and, unless otherwise indicated, are new and unused at time of installation. Contractor will provide products complete with accessories, trim, finish, safety guards, and other devices and details needed for complete installation and for intended use and effect.
- 21. Work Restrictions. Contractor will ensure that Contractor, its agents, employees, and subcontractors:
  - a. Do not consume alcohol or illegally use drugs on the Project Site or enter on or perform any Work on the Project Site while under their influence.
  - b. Do not smoke anything on the Project Site. Do not use tobacco in any form on the Project Site.
  - c. Do not perform Work on the Project Site on Sundays except for emergency work.
  - d. Refrain from using profanity or being discourteous or uncivil to others on the Project Site or while performing Work under this Agreement.
  - e. Do not allow pornographic or other indecent materials on the Project Site.
  - f. Do not play obnoxious and/or loud music on the Project Site. Do not play any music within existing facilities.
  - g. Refrain from wearing immodest, offensive, or obnoxious clothing, white on the Project Site.
  - h. Do not bring weapons on the Project Site.
- 22. <u>Enforcement</u>. In the event either party commences legal action to enforce or rescind any term of this Agreement, the prevailing party will be entitled to recover its attorney's fees, costs, and legal expenses, including without limitation all copy costs and expert and consultant fees and expenses, incurred in that action and on all appeals, from the other party.
- 23. **Ownership of Materials, Products and Intellectual Property Rights.** Owner will retain ownership and intellectual property rights in all plans, designs, drawings, documents, concepts, and materials provided by or on behalf of Owner to Contractor and to all work products of Contractor and its subcontractors for products, services, and Work provided under this Agreement, such products, services, and Work of Contractor and its subcontractors constituting works made for hire. Neither Contractor nor its subcontractors will reuse any portion of such items provided by Owner or work products developed by Contractor or its subcontractors for Owner pursuant to this Agreement or disclose any such items to any third party without the prior written consent of Owner. The owner may withhold its consent in absolute discretion. Contractor shall obtain the written agreement of each of its subcontractors to the terms of this section prior to permitting the subcontractor to perform any services contemplated by this Agreement.
- 24. <u>Comply with Intellectual Property Rights of Others.</u> Contractor represents and warrants that no Work or services (with its means, methods, goods, and services attendant thereto), provided to Owner will infringe or violate any right of any third party and that Owner may use and exploit such Work, means, methods, goods, and services without liability or obligation to any person or entity (specifically and without limitation, such Work, means, methods, goods, and services will not violate rights under any patent, copyright, trademark, or other

intellectual property right or application for the same).

- 25. Ownership and Use of Renderings and Photographs. Renderings, photographs, and/or other images of or representing the services, Work, or any improvement on or relative to the Project Site, whether created before, during, or at completion of construction (and whether created by Owner, Contractor, or Contractor's subcontractors), are the property of the Owner. Contractor hereby transfers and assigns to Owner all ownership and intellectual property rights that Contractor and/or its subcontractors may have in and to all such renderings, photographs, and other images. The Owner reserves all rights including copyrights and other intellectual property rights to such renderings, photographs, and other images. No such renderings, photographs, or other images shall be used or distributed without written consent of the Owner.
- 26. <u>Public Statements</u>. Contractor will not make any statements or provide any information to the media about the Project or Work without the prior written consent of Owner. If Contractor receives any requests for information from media, Contractor will refer such requests to Owner.
- 27. <u>Confidentiality</u>. Contractor shall ensure that Contractor and its subcontractors, and the employees, agents and representatives of Contractor and its subcontractors, maintain in strict confidence, and shall use and disclose only as authorized by Owner all Confidential Information of Owner that Contractor receives in connection with the performance of this Agreement. Notwithstanding the foregoing, Contractor may use and disclose any information to the extent required by an order of any court or governmental authority, but only after it has notified Owner and Owner has had an opportunity to obtain reasonable protection for such information in connection with such disclosure. For purposes of this Agreement, "Confidential Information" means:
  - (a) The name or address of any affiliate, customer or contractor of Owner or any information concerning the transactions of any such person with Owner;
  - (b) Any contracts, agreements, business plans, budgets or other financial information, renderings, photographs, and materials provided by Owner, relating to the Work or any improvement on the Project Site to the extent such has not been made available to the public by the Owner,
  - (c) Any other information that is marked or noted as confidential at the time of its disclosure.

## 28. No Commercial Use of Transaction or Relationship.

- a. Without the prior written consent of Owner, which Owner may grant or withhold in its sole discretion, neither Contractor nor Contractor's affiliates, officers, directors, agents, representatives, shareholders, members, Subcontractors, or employees shall make any private commercial use of their relationship to Owner or the Project, including, without limitation:
  - (1) By referring to the Owner or Project verbally or in any sales, marketing or other literature, letters, client lists, press releases, brochures or other written materials except as may be necessary for Contractor to perform Contractor's obligations under the terms of this Agreement;
  - (2) By using or allowing the use of any photographs of the Work or Project or any part thereof, or of any service marks, trademarks or trade names or other intellectual property now or which may hereafter be associated with, owned by or licensed by Owner, in connection with any work, service or product; or
  - (3) By contracting with or receiving money or anything of value from any person or commercial entity to facilitate such person or entity obtaining any type of commercial identification, advertising, or visibility in connection with the Owner or Project.
- b. Notwithstanding the foregoing, Contractor may include a reference to Owner or the Project in a professional résumé or other similar listing of Contractor's references without seeking Owners written consent in each instance, provided that such reference to Owner or the Project is included with at least several other similar references to projects of different owners and is given no more prominence than such other references.
- 29. <u>Entire Agreement</u>. This Agreement contains the entire and integrated agreement between the parties hereto and supersedes all prior negotiations, representations, or agreements, either written or oral, relating to the

Project. This Agreement may be amended only by a writing signed by both parties. This Agreement will not be construed to create a contractual relationship of any kind between any persons or entities other than Owner and Contractor.

- 30. <u>Assignment</u> Contractor will not assign any right or obligation hereunder without the prior written consent of the Owner, which consent may be granted or withheld in Owner's absolute discretion.
- 31. <u>Governing Law.</u> The parties acknowledge that the Contract Documents have substantial connections to the State of Utah. To the maximum extent permitted by law, (i) the Contact Documents and all matters related to their creation and performance will be governed by and enforced in accordance with the laws of the State of Utah, excluding conflicts of law rules, and (ii) all disputes arising from or related to the Contract Documents will be decided only in a state or federal court located in Salt Lake City, Utah and not in any other court or state. Toward that end, the parties hereby consent to the jurisdiction of the state and federal courts located in Salt Lake City, Utah and waive any other venue to which they might be entitled by virtue of domicile, habitual residence, place of business, or otherwise.
- 32. Effective Date. The effective date of this Agreement is the date indicated by Owner's signature.

OWNER:	CONTRACTOR:
River Heights City	Eagle Environmental, Inc.
Signature:	Signature: B. Ason Joneson
Print Name:	Print Name: B. Aaron Johnson
Title:	Title: Estimator/Project Manager
Address:	Address:
	891 W. Robinson Dr. North Salt Lake, UT 84054
Telephone No:	Telephone No: 801-936-1155
Facsimile No:	Facsimile No: 801-936-1505
Email:	Email: aaron@eagleenvironmentalinc.com
Effective Date:	Fed. I.D. or SSN: 87-0515262
	License No: 10312425-5501
Reviewed By	Date Signed: 2/16/23