

# CITY CLERK ORIGINAL

C-8104  
04/01/2012

## PROFESSIONAL SERVICES AGREEMENT (Not Construction Related) FY2012-2013

This Professional Services Agreement ("Agreement") is entered into and effective between CITY OF GLENDALE, an Arizona municipal corporation ("City") and Com Sense, Inc., an Arizona corporation, authorized to do business in the State of Arizona, ("Consultant") as of the 18 day of April, 2012 ("Effective Date").

### RECITALS

- A. City intends to undertake a project for the benefit of the public and with public funds that is more fully set forth in **Exhibit A**, Project (the "Project");
- B. City desires to retain the professional services of Consultant to perform certain specific duties and produce the specific work as set forth in the attached **Exhibit B**, Project Scope of Work ("Scope");
- C. Consultant desires to provide City with professional services ("Services") consistent with best consulting or architectural practices and the standards set forth in this Agreement, in order to complete the Project; and
- D. City and Consultant desire to memorialize their agreement with this document.

### AGREEMENT

In consideration of the Recitals, which are confirmed as true and correct and incorporated by this reference, the mutual promises and covenants contained in this Agreement, and other good and valuable consideration, City and Consultant agree as follows:

#### 1. Key Personnel; Other Consultants and Subcontractors.

- 1.1 Professional Services. Consultant will provide all Services necessary to assure the Project is completed timely and efficiently consistent within Project requirements, including, but not limited to, working in close interaction and interfacing with City and its designated employees, and working closely with others, including other consultants or contractors, retained by City.
- 1.2 Project Team.
  - a. Project Manager.
    - (1) Consultant will designate an employee as Project Manager with sufficient training, knowledge, and experience to, in the City's opinion, complete the project and handle all aspects of the Project such that the work produced by Consultant is consistent with applicable standards as detailed in this Agreement; and
    - (2) The City must approve the designated Project Manager.
  - b. Project Team.
    - (1) The Project Manager and all other employees assigned to the Project by Consultant will comprise the "Project Team."
    - (2) Project Manager will have responsibility for and will supervise all other employees assigned to the Project by Consultant.
  - c. Discharge, Reassign, Replacement.
    - (1) Consultant acknowledges the Project Team is comprised of the same persons and roles for each as may have been identified in **Exhibit A**.

- (2) Consultant will not discharge, reassign, replace or diminish the responsibilities of any of the employees assigned to the Project who have been approved by City without City's prior written consent unless that person leaves the employment of Consultant, in which event the substitute must first be approved in writing by City.
  - (3) Consultant will change any of the members of the Project Team at the City's request if an employee's performance does not equal or exceed the level of competence that the City may reasonably expect of a person performing those duties, or if the acts or omissions of that person are detrimental to the development of the Project.
- d. Subcontractors. Consultant shall not engage any subcontractor for the work or services to be performed under this Agreement.

2. **Schedule.** The Services will be undertaken in a manner that ensures the Project is completed timely and efficiently in accordance with the Project.

3. **Consultant's Work.**

3.1 Standard. Consultant must perform Services in accordance with the standards of due diligence, care, and quality prevailing among consultants having substantial experience with the successful furnishing of Services for projects that are equivalent in size, scope, quality, and other criteria under the Project and identified in this Agreement.

3.2 Licensing. Consultant warrants that:

- a. Consultant currently holds all appropriate and required licenses, registrations and other approvals necessary for the lawful furnishing of Services ("Approvals"); and
- b. Neither Consultant nor any Subconsultant has been debarred or otherwise legally excluded from contracting with any federal, state, or local governmental entity ("Debarment").
  - (1) City is under no obligation to ascertain or confirm the existence or issuance of any Approvals or Debarments, or to examine Consultant's contracting ability.
  - (2) Consultant must notify City immediately if any Approvals or Debarment changes during the Agreement's duration. The failure of the Consultant to notify City as required will constitute a material default under the Agreement.

3.3 Compliance. Services will be furnished in compliance with applicable federal, state, county and local statutes, rules, regulations, ordinances, building codes, life safety codes, and other standards and criteria designated by City.

3.4 Coordination; Interaction.

- a. For projects that the City believes requires the coordination of various professional services, Consultant will work in close consultation with City to proactively interact with any other professionals retained by City on the Project ("Coordinating Project Professionals").
- b. Subject to any limitations expressly stated in the Project Budget, Consultant will meet to review the Project, Schedule, Project Budget, and in-progress work with Coordinating Project Professionals and City as often and for durations as City reasonably considers necessary in order to ensure the timely work delivery and Project completion.
- c. For projects not involving Coordinating Project Professionals, Consultant will proactively interact with any other contractors when directed by City to obtain or disseminate timely information for the proper execution of the Project.

### 3.5 Work Product.

- a. Ownership. Upon receipt of payment for Services furnished, Consultant grants to City exclusive ownership of and all copyrights, if any, to evaluations, reports, drawings, specifications, project manuals, surveys, estimates, reviews, minutes, all "architectural work" as defined in the United States Copyright Act, 17 U.S.C § 101, *et seq.*, and other intellectual work product as may be applicable ("Work Product").
  - (1) This grant is effective whether the Work Product is on paper (e.g., a "hard copy"), in electronic format, or in some other form.
  - (2) Consultant warrants, and agrees to indemnify, hold harmless and defend City for, from and against any claim that any Work Product infringes on third-party proprietary interests.
- b. Delivery. Consultant will deliver to City copies of the preliminary and completed Work Product promptly as they are prepared.
- c. City Use.
  - (1) City may reuse the Work Product at its sole discretion.
  - (2) In the event the Work Product is used for another project without further consultations with Consultant, the City agrees to indemnify and hold Consultant harmless from any claim arising out of the Work Product.
  - (3) In such case, City will also remove any seal and title block from the Work Product.

## 4. **Compensation for the Project.**

- 4.1 Compensation. Consultant's compensation for the Project, including those furnished by its Subconsultants or Subcontractors will not exceed \$4,940.00 as specifically detailed in **Exhibit D** ("Compensation").
- 4.2 Change in Scope of Project. The Compensation may be equitably adjusted if the originally contemplated Scope as outlined in the Project is significantly modified.
  - a. Adjustments to Compensation require a written amendment to this Agreement and may require City Council approval.
  - b. Additional services which are outside the Scope of the Project contained in this Agreement may not be performed by the Consultant without prior written authorization from the City.
- 4.3 Allowances. An "Allowance" may be identified in **Exhibit D** only for work that is required by the Scope and the value of which cannot reasonably be quantified at the time of this Agreement.
  - a. As stated in Sec. 4.1 above, the Compensation must incorporate all Allowance amounts identified in **Exhibit D** and any unused allowance at the completion of the Project will remain with City.
  - b. Consultant may not add any mark-up for work identified as an Allowance and which is to be performed by a Subconsultant.
  - c. Consultant will not use any portion of an Allowance without prior written authorization from the City.
  - d. Examples of Allowance items include, but are not limited to, subsurface pothole investigations, survey, geotechnical investigations, public participation, radio path studies and material testing.
- 4.4 Expenses. City will reimburse Consultant for certain out-of-pocket expenses necessarily incurred by Consultant in connection with this Agreement, without mark-up (the "Reimbursable Expenses"), including, but not limited to, document reproduction, materials for book preparation,

postage, courier and overnight delivery costs incurred with Federal Express or similar carriers, travel and car mileage, subject to the following:

- a. Mileage, airfare, lodging and other travel expenses will be reimbursable only to the extent these would, if incurred, be reimbursed to City of Glendale personnel under its policies and procedures for business travel expense reimbursement made available to Consultant for review prior to the Agreement's execution, and which policies and procedures will be furnished to Consultant;
- b. The Reimbursable Expenses in this section are approved in advance by City in writing; and
- c. The total of all Reimbursable Expenses paid to Consultant in connection with this Agreement will not exceed the "not to exceed" amount identified for Reimbursable Services in the Compensation.

## 5. **Billings and Payment.**

### 5.1 Applications.

- a. Consultant will submit monthly invoices (each, a "Payment Application") to City's Project Manager and City will remit payments based upon the Payment Application as stated below.
- b. The period covered by each Payment Application will be one calendar month ending on the last day of the month.

### 5.2 Payment.

- a. After a full and complete Payment Application is received, City will process and remit payment within 30 days.
- b. Payment may be subject to or conditioned upon City's receipt of:
  - (1) Completed work generated by Consultant and its Subconsultants; and
  - (2) Unconditional waivers and releases on final payment from all Subconsultants as City may reasonably request to assure the Project will be free of claims arising from required performances under this Agreement.

### 5.3 Review and Withholding. City's Project Manager will timely review and certify Payment Applications.

- a. If the Payment Application is rejected, the Project Manager will issue a written listing of the items not approved for payment.
- b. City may withhold an amount sufficient to pay expenses that City reasonably expects to incur in correcting the deficiency or deficiencies rejected for payment.

## 6. **Termination.**

### 6.1 For Convenience. City may terminate this Agreement for convenience, without cause, by delivering a written termination notice stating the effective termination date, which may not be less than 15 days following the date of delivery.

- a. Consultant will be equitably compensated for Services furnished prior to receipt of the termination notice and for reasonable costs incurred.
- b. Consultant will also be similarly compensated for any approved effort expended, and approved costs incurred, that are directly associated with Project closeout and delivery of the required items to the City.

### 6.2 For Cause. City may terminate this Agreement for cause if Consultant fails to cure any breach of this Agreement within seven days after receipt of written notice specifying the breach.

- a. Consultant will not be entitled to further payment until after City has determined its damages. If City's damages resulting from the breach, as determined by City, are less than the equitable amount due but not paid Consultant for Services furnished, City will pay the amount due to Consultant, less City's damages, in accordance with the provisions of Sec. 5.
- b. If City's direct damages exceed amounts otherwise due to Consultant, Consultant must pay the difference to City immediately upon demand; however, Consultant will not be subject to consequential damages more than \$1,000,000 or the amount of this Agreement, whichever is greater.

7. **Conflict.** Consultant acknowledges this Agreement is subject to A.R.S. § 38-511, which allows for cancellation of this Agreement in the event any person who is significantly involved in initiating, negotiating, securing, drafting, or creating the Agreement on City's behalf is also an employee, agent, or consultant of any other party to this Agreement.

8. **Insurance.**

8.1 Requirements. Consultant must obtain and maintain the following insurance ("Required Insurance"):

- a. Consultant and Subconsultants. Consultant, and each Subconsultant performing work or providing materials related to this Agreement must procure and maintain the insurance coverages described below (collectively referred to herein as the "Consultant's Policies"), until each Party's obligations under this Agreement are completed.
- b. General Liability.
  - (1) Consultant must at all times relevant hereto carry a commercial general liability policy with a combined single limit of at least \$1,000,000 per occurrence and \$500,000 annual aggregate limit.
  - (2) Subconsultants must at all times relevant hereto carry a general commercial liability policy with a combined single limit of at least \$1,000,000 per occurrence.
  - (3) This commercial general liability insurance must include independent contractors' liability, contractual liability, broad form property coverage, XCU hazards if requested by the City, and a separation of insurance provision.
  - (4) These limits may be met through a combination of primary and excess liability coverage.
- c. Professional Liability. Consultant must maintain a professional errors and omissions liability policy providing a minimum limit of \$5,000 for each claim and a \$20,000 annual aggregate limit.
- d. Auto. A business auto policy providing a liability limit of at least \$100,000,000 per accident for Consultant and \$1,000,000 per accident for Subconsultants and Subcontractors and covering owned, non-owned and hired automobiles.
- e. Workers' Compensation and Employer's Liability. Consultant must also maintain a workers' compensation and employer's liability policy providing at least the minimum benefits required by Arizona law.
- f. Notice of Changes. Consultant's Policies must provide for not less than 30 days' advance written notice to City Representative of:
  - (1) Cancellation or termination of Consultant's Policies;
  - (2) Reduction of the coverage limits of any of Consultant's Policies; and
  - (3) Any other material modification of Consultant's Policies related to this Agreement.

g. Certificates of Insurance.

- (1) Within 10 business days after the execution of the Agreement, Consultant must deliver to City Representative certificates of insurance for each of Consultant's Policies, which will confirm the existence or issuance of Consultant's Policies in accordance with the provisions of this section, and copies of the endorsements of Consultant's Policies in accordance with the provisions of this section.
- (2) City is and will be under no obligation either to ascertain or confirm the existence or issuance of Consultant's Policies, or to examine Consultant's Policies, or to inform Consultant or Subconsultant, in the event that any coverage does not comply with the requirements of this section.
- (3) Consultant's failure to secure and maintain Consultant's Policies and to assure Consultant's Policies as required will constitute a material default under the Agreement.

h. Other Contractors or Vendors.

- (1) Other contractors or vendors that may be contracted with in connection with the Project must procure and maintain insurance coverage as is appropriate to their particular contract.
- (2) This insurance coverage must comply with the requirements set forth above for Consultant's Policies (e.g., the requirements pertaining to endorsements to name the parties as additional insured parties and certificates of insurance).

i. Policies. Except with respect to workers' compensation and professional liability coverages, City must be named and properly endorsed as additional insureds on all liability policies required by this section.

- (1) The coverage extended to additional insureds must be primary and must not contribute with any insurance or self insurance policies or programs maintained by the additional insureds.
- (2) All insurance policies obtained pursuant to this section must be with companies legally authorized to do business in the State of Arizona and reasonably acceptable to all parties.

8.2 Subconsultants.

- a. Consultant must also cause its Subconsultants to obtain and maintain the Required Insurance.
- b. City may consider waiving these insurance requirements for a specific Subconsultant if City is satisfied the amounts required are not commercially available to the Subconsultant and the insurance the Subconsultant does have is appropriate for the Subconsultant's work under this Agreement.
- c. Consultant must provide to the City proof of the Required Insurance whenever requested.

8.3 Indemnification.

- a. To the fullest extent permitted by law, Consultant must defend, indemnify, and hold harmless City and its elected officials, officers, employees and agents (each, an "Indemnified Party," collectively, the "Indemnified Parties") for, from, and against any and all claims, demands, actions, damages, judgments, settlements, personal injury (including sickness, disease, death, and bodily harm), property damage (including loss of use), infringement, governmental action and all other losses and expenses, including attorneys' fees and litigation expenses (each, a "Demand or Expense" collectively "Demands or Expenses") asserted by a third-party (i.e. a person or entity other than City or Consultant) and that arises out of or results from the breach of this Agreement by the Consultant or

the Consultant's negligent actions, errors or omissions (including any Subconsultant or Subcontractor or other person or firm employed by Consultant), whether sustained before or after completion of the Project.

- b. This indemnity and hold harmless provision applies even if a Demand or Expense is in part due to the Indemnified Party's negligence or breach of a responsibility under this Agreement, but in that event, Consultant will be liable only to the extent the Demand or Expense results from the negligence or breach of a responsibility of Consultant or of any person or entity for whom Consultant is responsible.
- c. Consultant is not required to indemnify any Indemnified Parties for, from, or against any Demand or Expense resulting from the Indemnified Party's sole negligence or other fault solely attributable to the Indemnified Party.

**9. Immigration Law Compliance.**

- 9.1 Consultant, and on behalf of any Subconsultant, warrants to the extent applicable under A.R.S. § 41-4401, compliance with all federal immigration laws and regulations that relate to their employees as well as compliance with A.R.S. § 23-214(A) which requires registration and participation with the E-Verify Program.
- 9.2 Any breach of warranty under this section is considered a material breach of this Agreement and is subject to penalties up to and including termination of this Agreement.
- 9.3 City retains the legal right to inspect the papers of any Consultant, Subconsultant, or employee who performs work under this Agreement to ensure that the Consultant, Subconsultant, or any employee, is compliant with the warranty under this section.
- 9.4 City may conduct random inspections, and upon request of City, Consultant will provide copies of papers and records of Consultant demonstrating continued compliance with the warranty under this section. Consultant agrees to keep papers and records available for inspection by the City during normal business hours and will cooperate with City in exercise of its statutory duties and not deny access to its business premises or applicable papers or records for the purposes of enforcement of this section.
- 9.5 Consultant agrees to incorporate into any subcontracts under this Agreement the same obligations imposed upon Consultant and expressly accrue those obligations directly to the benefit of the City. Consultant also agrees to require any Subconsultant to incorporate into each of its own subcontracts under this Agreement the same obligations above and expressly accrue those obligations to the benefit of the City.
- 9.6 Consultant's warranty and obligations under this section to the City is continuing throughout the term of this Agreement or until such time as the City determines, in its sole discretion, that Arizona law has been modified in that compliance with this section is no longer a requirement.
- 9.7 The "E-Verify Program" above means the employment verification program administered by the United States Department of Homeland Security, the Social Security Administration, or any successor program.

**10. Prohibitions.** Consultant certifies under A.R.S. §§ 35-391 *et seq.* and 35-393 *et seq.*, that it does not have, and during the term of this Agreement will not have, "scrutinized" business operations, as defined in the preceding statutory sections, in the countries of Sudan or Iran.

**11. Notices.**

- 11.1 A notice, request or other communication that is required or permitted under this Agreement (each a "Notice") will be effective only if:
  - a. The Notice is in writing; and
  - b. Delivered in person or by overnight courier service (delivery charges prepaid), certified or registered mail (return receipt requested).

- c. Notice will be deemed to have been delivered to the person to whom it is addressed as of the date of receipt, if:
  - (1) Received on a business day before 5:00 p.m. at the address for Notices identified for the Party in this Agreement by U.S. Mail, hand delivery, or overnight courier service; or
  - (2) As of the next business day after receipt, if received after 5:00 p.m.
- d. The burden of proof of the place and time of delivery is upon the Party giving the Notice.
- e. Digitalized signatures and copies of signatures will have the same effect as original signatures.

11.2 Representatives.

- a. Consultant. Consultant's representative (the "Consultant's Representative") authorized to act on Consultant's behalf with respect to the Project, and his or her address for Notice delivery is:

Com Sense, Inc.  
 Mark C. Appleby, C.E.I.  
 3863 East Forge Avenue  
 Mesa, Arizona 85206

- b. City. City's representative ("City's Representative") authorized to act on City's behalf, and his or her address for Notice delivery is:

City of Glendale  
 c/o Gilbert Lopez, Revitalization Administrator  
 5850 West Glendale Avenue, Suite 107  
 Glendale, Arizona 85301

With required copy to:

City Manager  
 City of Glendale  
 5850 West Glendale Avenue  
 Glendale, Arizona 85301

City Attorney  
 City of Glendale  
 5850 West Glendale Avenue  
 Glendale, Arizona 85301

- c. Concurrent Notices.
  - (1) All notices to City's representative must be given concurrently to City Manager and City Attorney.
  - (2) A notice will not be deemed to have been received by City's representative until the time that it has also been received by the City Manager and the City Attorney.
  - (3) City may appoint one or more designees for the purpose of receiving notice by delivery of a written notice to Consultant identifying the designee(s) and their respective addresses for notices.
- d. Changes. Consultant or City may change its representative or information on Notice, by giving Notice of the change in accordance with this section at least ten days prior to the change.

**12. Financing Assignment.** City may assign this Agreement to any City-affiliated entity, including a non-profit corporation or other entity whose primary purpose is to own or manage the Project.

**13. Entire Agreement; Survival; Counterparts; Signatures.**

13.1 Integration. This Agreement contains, except as stated below, the entire agreement between City and Consultant and supersedes all prior conversations and negotiations between the parties regarding the Project or this Agreement.

- a. Neither Party has made any representations, warranties or agreements as to any matters concerning the Agreement's subject matter.
- b. Representations, statements, conditions, or warranties not contained in this Agreement will not be binding on the parties.
- c. Inconsistencies between the solicitation, any addenda attached to the solicitation, the response or any excerpts attached as **Exhibit A**, and this Agreement, will be resolved by the terms and conditions stated in this Agreement.

13.2 Interpretation.

- a. The parties fairly negotiated the Agreement's provisions to the extent they believed necessary and with the legal representation they deemed appropriate.
- b. The parties are of equal bargaining position and this Agreement must be construed equally between the parties without consideration of which of the parties may have drafted this Agreement.
- c. The Agreement will be interpreted in accordance with the laws of the State of Arizona.

13.3 Survival. Except as specifically provided otherwise in this Agreement, each warranty, representation, indemnification and hold harmless provision, insurance requirement, and every other right, remedy and responsibility of a Party, will survive completion of the Project, or the earlier termination of this Agreement.

13.4 Amendment. No amendment to this Agreement will be binding unless in writing and executed by the parties. Electronic signature blocks do not constitute execution for purposes of this Agreement. Any amendment may be subject to City Council approval.

13.5 Remedies. All rights and remedies provided in this Agreement are cumulative and the exercise of any one or more right or remedy will not affect any other rights or remedies under this Agreement or applicable law.

13.6 Severability. If any provision of this Agreement is voided or found unenforceable, that determination will not affect the validity of the other provisions, and the voided or unenforceable provision will be reformed to conform with applicable law.

13.7 Counterparts. This Agreement may be executed in counterparts, and all counterparts will together comprise one instrument.

**14. Term.** The term of this Agreement commences upon the effective date and continues for a one (1) year initial period. The City may, at its option and with the approval of the Consultant, extend the term of this Agreement an additional year, renewable on an annual basis. Consultant will be notified in writing by the City of its intent to extend the Agreement period at least 30 calendar days prior to the expiration of the original or any renewal Agreement period. Price adjustments will only be reviewed during the Agreement renewal period. There are no automatic renewals of this Agreement.

**15. Dispute Resolution.** Each claim, controversy and dispute (each a "Dispute") between Consultant and City will be resolved in accordance with **Exhibit E**. The final determination will be made by the City.

**16. Exhibits.** The following exhibits, with reference to the term in which they are first referenced, are incorporated by this reference.

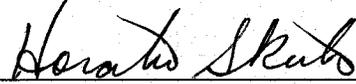
Exhibit A	Project
Exhibit B	Scope of Work
Exhibit C	Schedule

Exhibit D Compensation  
Exhibit E Dispute Resolution

(Signatures appear on the following page.)

The parties enter into this Agreement effective as of the date shown above.

City of Glendale,  
an Arizona municipal corporation



By:  
Its:

ATTEST:

  
Pam Hanna, City Clerk (SEAL)

APPROVED AS TO FORM:

  
Craig Tindall, City Attorney

Com Sense, Inc.,  
an Arizona corporation



By: Mark C. Appleby  
Its: President

**EXHIBIT A**  
**Professional Services Agreement**

PROJECT

(Cover Page)

## EXHIBIT A

### PROJECT

Environmental Review of Records for FY 2012-13  
Community Development Block Grant, HOME Investment Partnerships Program and Emergency Solutions  
Grants Projects (Including Neighborhood Stabilization Program Updates)

#### 1. GENERAL.

1.1 Com Sense, Inc. ("Contractor") agrees to complete an Environmental Review of Records ("ER") under § 24 CFR Part 58 on behalf of the City of Glendale ("City") as prescribed by the U.S. Department of Housing and Urban Development ("HUD"). The ER is broken down into categories. The first category combines Categorically Excluded and Exempt items. The second category identifies Public Services and Administration activities that will include Emergency Solutions Grants ("ESG") clearances in these reviews.

1.2 The following projects are expected to have some Format I completion of both the Environmental Checklist and the Environmental Statutory checklist with publication for comments on potential environmental impacts:

- A. Community Development Block Grant ("CDBG") Funding
- B. HOME Investment Partnerships Program ("HOME") Funding

1.3 Format I reviews are to be completed on HUD recommended formats. The assessments require individual mailing and submission of requests to local, state and federal agencies for comment.

1.4 Housing rehabilitation activities will also be published as CDBG and HOME program funding source projects. The Contractor will publish the Release of Funds and then, at a later date, City staff would complete the second level of review for environmental clearance once a site is identified. These will not be published in a "Combined Notice."

2. **SATUTORY CHECKLIST.** Public Facility Improvements will be cleared using a Statutory Checklist and will not be published. The projects can all be "self-cleared." All documentation will be provided to demonstrate that the reviews were correctly completed.

#### 3. PROJECT CLEARANCES.

3.1 Contractor will document the ER of all public services and administrative activities. These will not be published because none of the ER reviews involve physical site changes.

3.2 HOME funded activities require individual publication in Maricopa County format so the Contractor can complete the overall area clearance. At a later date, City staff will complete the second level of review for environmental clearance once a site is identified. This assessment will include all Format I submissions to Maricopa County for proper signatures and Release of Funds, and copies of all material to the City.

4. **WORK SCOPE EXCEPTIONS.** Contractor will provide all mailings, contacts and documents to the City and will also create individual project files and for this information at its offices. Contractor anticipates the need to modify and adjust the material and information and this will be done as soon as possible when necessary. All coordinative site reviews, Maricopa County contacts and subrecipient reviews will be conducted as part of the completion of the ER process. Requests may

be made infrequently for the City to contract references. Contractor may also request that the City review material as dictates by process (or unexpected changes) in conducted assessments.

5. The second tier of reviews are not included for rehabilitation activities.

**EXHIBIT B**  
**Professional Services Agreement**

SCOPE OF WORK

(Cover Page)

## EXHIBIT B

### SCOPE OF WORK

#### 1. HUD Funded CDBG Projects.

1.1 Environmental Review Requirements. Com Sense, Inc. ("Contractor") will conduct a Level of Determination of Environmental Review ("ER") and Statutory Checklist for projects within the City of Glendale ("City") as required by the U.S. Department of Urban Housing ("HUD") for projects funded by Community Development Block Grant ("CDBG") monies, including projects at:

- A. City Public Housing
- B. Cholla Vista
- C. Lamar Homes

1.2 This review will be clearance on both the public housing capital improvements and the proposed roof replacements using CDBG funds.

#### 2. HUD Funded CDBG Public Services Projects.

2.1 The ER will include by project assignment the Level of Determination of Environmental Review sheets for each project and a Statutory Checklist.

- A. Central Arizona Shelter Services
- B. St. Vincent de Paul
- C. Circle of the City
- D. A New Leaf Emergency Shelter
- E. Chrysalis
- F. Community Information & Referral – CONTACTS Hotline
- G. St. Mary's - Home Food Delivery
- H. YWCA - Congregate Meals
- I. Back to School Clothing
- J. Boys & Girls Clubs - Swift Kids After School Program
- K. DUET - In Home services and transportation
- L. Community Information and Referral - 2-1-1 Arizona
- M. Community Legal Services
- N. St. Mary's Food Bank - Emergency Food Box Program
- O. City of Glendale Code Compliance Clean & Lien
- P. City of Glendale Code Compliance Code Enforcement

#### 3. HEARTH Act Emergency Solutions Grants ("HESG") Activities. The review will include an ER and a Statutory Checklist for each project and a finding of Exempt Activity.

3.1 A New Leaf Domestic Violence Shelter

- 3.2 Central Arizona Shelter Services
- 3.3 Homeward Bound Utilities Assistance
- 3.4 UMOM New Day Centers Emergency Shelter
- 3.5 City of Glendale Community Action Program - Homeless Prevention Rapid Re-housing
- 4. **AREA Clearance with Publication; No Site Specific Identification for CDBG Facility or Residential Rehabilitation:** The Review will include the following:
  - 4.1 Arizona Bridge to Independent Living - Scope City wide
  - 4.2 Habitat for Humanity Emergency Home Repair Program – Scope City wide
  - 4.3 City of Glendale Economic Development - Scope redevelopment area
  - 4.4 Development of a City-wide scope of review and publication of a Notice of Intent for the above projects. Consultant will combine these into a single publication saving costs. This will result in the completion of a Request for Release of Funds (“RROF”) and as site specific locations for rehabilitation. Publication of the Notice of Intent includes publication, tracking of timing, documents completion for the Request for Release of funds and all original clippings and affidavits. The review will include an ER and a Statutory Checklist for each project.
- 5. **Project Area-Specific ER and Statutory Checklists:**
  - 5.1 Public Facility Improvements Rehabilitation – The review will include an ER and a Statutory Checklist.
  - 5.2 Central Arizona Shelter Services – ER and Statutory Checklist
- 6. **Public Facility Improvements New Construction and Renovation.**
  - 6.1 The City Field Operations Street Department will conduct reviews at the following locations:
    - A. McLellan Road, from 62nd Avenue to 63rd Avenue
    - B. 62nd Drive, from McLellan Road to Ocotillo Road
    - C. Tuckey Lane, from 63rd Avenue to 64th Avenue
    - D. 64th Avenue, from Tuckey Lane to Ocotillo Road
  - 6.2 These areas are all currently paved and this will be rehabilitation that meets the following standard: repair, improvement or reconstruction of streets when the facilities and improvements are already in place and will be retained in the same use without change in size or capacity of more than 20%. This clearance will provide for any reconstruction of curbs, sidewalks and/or repaving of streets.
- 7. **Physical Improvements - Environmental Assessment and FONSI publication.**
  - 7.1 This project for Neighborhood Partnerships, Physical Improvements on East Catlin Court will require an Environmental Assessment (“EA”) and publication of a Finding of No Significant Impact (“FONSI”). It will also require submission of the Request for Release (“RFR”) of Funds once the publication period is complete.
  - 7.2 Publication of a FONSI (includes publication, tracking of timing, documents completion for the (“RFR”) of funds and all original clippings and affidavits.

8. **HOME Investment Partnerships Program ("HOME").**
  - 8.1 NOI Publication, ER and Statutory Checklist Habitat for Humanity.
    - A. Acquisition/Rehabilitation with no new construction.
    - B. Proposing acquisition and rehabilitation of five (5) units in the redevelopment target area. This review will be published below saving costs simultaneously with the Newtown project area described below. An individual assessment will be completed on this project.
9. **Project Area-Specific ER and Statutory Checklist.**
  - 9.1 Newtown Community Development Corporation ("CDC") Homeownership.
    - A. This is a proposed acquisition for an existing residential house. The rehabilitation work will not include demolishing the house and building a new residential house.
    - B. This cannot be published with the other CDBG area reviews for a NOI, because Maricopa County is the environmental certifying officer and so this must have an independent review. There is also some savings on the area review duplications for the Maricopa County format but this statutory review must still be completed individually for this specific undertaking.
    - C. Development of an area clearance for the NSP target area including census tracts 924, 925, 926, 928, 929 and 930. Specific to all areas inclusive of zip codes 85301, 85302 and 85303. This area specific ER includes publication of a NOI for the above project. This will result in the completion of a Request for Release of Funds ("RROF") and as site specific locations for acquisition/rehabilitation will be required to be completed before any work is started. This does include individual ER and Statutory Checklist for the area wide clearance in formats for Maricopa County Signature.
    - D. Publication of the NOI: includes publication, tracking of timing, documents completion for the RROF and all original clippings and affidavits.
  - 9.2 Updates and letters to make the NSP target areas will be completed with other reviews above which overlap the target area exactly. There are no additional costs to complete NSP activity updates.
  - 9.3 Consultant will be ready for publication 45 days after authorization to start work. All of the Categorical Exclusion and Exempt clearances will be completed within 21 days after authorization to start work. The CDBG publication and the HOME publication are both done under different environmental officer certifications and cannot be published together.
10. **Maricopa County Publication.** For administrative exemptions, there is no reason to make a Maricopa County publication. These are not specifically listed for HOME, CDBG or ESG but all administrative ER's will be completed and supplied with the finished reviews. An NSP publication is not required unless there is a change in the target area previously published. Consultant will provide an update to NSP with the ERs being conducted.
11. **Records.** All file materials will be provided in individual files for the City. Electronic copies of all file materials will be available to the City, as needed. Contractor will keep all records a minimum of six (6) years after the environmental review is completed. Access to files and descriptions will be available at the City's offices.

12. **Historic Preservation.** Consultant's ER will comply with all requirements of the State Historic Preservation Office required cultural resources survey if authorized, City will be billed upon completion of the individual activity. Contractor will process all necessary clearances through the City Preservation Officer. Contractor will provide the results of the cultural resources survey to the City to be forwarded to the City Preservation Officer for the ER.

**EXHIBIT C**  
**Professional Services Agreement**

**SCHEDULE**

(Cover Page)

**EXHIBIT D**  
**Professional Services Agreement**

COMPENSATION

**METHOD AND AMOUNT OF COMPENSATION**

\$4,940.00

**NOT-TO-EXCEED AMOUNT**

The total amount of compensation paid to Consultant for full completion of all work required by the Project during the entire term of the Project must not exceed \$4,940.00.

**DETAILED PROJECT COMPENSATION**

CDBG Environmental Review Exempt	\$ 550
Environmental Reviews for Categorically Excluded	\$1,215
Environmental Reviews for Statutory Checklist	\$2,020
Subtotal	\$3,785
Publication for CDBG Environment Notice of Intent	\$365
Publication for CDBG Release of Funds	\$790
Subtotal	\$1,155
TOTAL	\$4,940

Consultant will submit three (3) invoices before making a final submission upon completion of the ER components described as follows:

1. Completion of all reviews and publication for the Exempt and Excluded Public Services, CDBG Rehabilitation and Administrative Activities;
2. Completion of all reviews and publications for the two HOME funded Habit Habitat for Humanity projects; and
3. Completion of all reviews and publication for the HOME funded Housing Rehabilitation Program.

**Additional Charges**

1. This Agreement is inclusive of all charges for mileage, postage, materials, and other real expenses relative to completion of the described § 24 CFR Part 58 Environmental Review.
2. Upon receiving a written work authorization from the City, if Consultant is required to undertake any actions outside the Scope of Work, additional charges may be incurred. An invoice will be provided to support any additional "real costs" incurred under this Agreement.
3. This Agreement does not cover requests by other government agencies (i.e., the State Historic Preservation Officer or the Environmental Protection Agency) to conduct a special analysis beyond the Scope of Work (i.e., photometric survey, cultural resources survey, or deep soil studies). All additional services will be charged at the hourly rate of \$55/hour plus actual material and test costs. Before proceeding with any additional services, Consultant will secure a work authorization from the City. Upon completion of the ER, Consultant will provide the City with an assessment needs statement and quote covering the environmental impacts that were discovered.

**EXHIBIT E**  
**Professional Services Agreement**

DISPUTE RESOLUTION

**1. Disputes.**

- 1.1 Commitment. The parties commit to resolving all disputes promptly, equitably, and in a good-faith, cost-effective manner.
- 1.2 Application. The provisions of this Exhibit will be used by the parties to resolve all controversies, claims, or disputes ("Dispute") arising out of or related to this Agreement-including Disputes regarding any alleged breaches of this Agreement.
- 1.3 Initiation. A party may initiate a Dispute by delivery of written notice of the Dispute, including the specifics of the Dispute, to the Representative of the other party as required in this Agreement.
- 1.4 Informal Resolution. When a Dispute notice is given, the parties will designate a member of their senior management who will be authorized to expeditiously resolve the Dispute.
  - a. The parties will provide each other with reasonable access during normal business hours to any and all non-privileged records, information and data pertaining to any Dispute in order to assist in resolving the Dispute as expeditiously and cost effectively as possible;
  - b. The parties' senior managers will meet within 10 business days to discuss and attempt to resolve the Dispute promptly, equitably, and in a good faith manner, and
  - c. The Senior Managers will agree to subsequent meetings if both parties agree that further meetings are necessary to reach a resolution of the Dispute.

**2. Arbitration.**

- 2.1 Rules. If the parties are unable to resolve the Dispute by negotiation within 30 days from the Dispute notice, and unless otherwise informal discussions are extended by the mutual agreement, the Dispute will be decided by binding arbitration in accordance with Construction Industry Rules of the AAA, as amended herein. Although the arbitration will be conducted in accordance with AAA Rules, it will not be administered by the AAA, but will be heard independently.
  - a. The parties will exercise best efforts to select an arbitrator within five business days after agreement for arbitration. If the parties have not agreed upon an arbitrator within this period, the parties will submit the selection of the arbitrator to one of the principals of the mediation firm of Scott & Skelly, LLC, who will then select the arbitrator. The parties will equally share the fees and costs incurred in the selection of the arbitrator.
  - b. The arbitrator selected must be an attorney with at least 15 years' experience with commercial construction legal matters in Maricopa County, Arizona, be independent, impartial, and not have engaged in any business for or adverse to either Party for at least 10 years.
- 2.2 Discovery. The extent and the time set for discovery will be as determined by the arbitrator. Each Party must, however, within 10 days of selection of an arbitrator deliver to the other Party copies of all documents in the delivering party's possession that are relevant to the dispute.

- 2.3 Hearing. The arbitration hearing will be held within 90 days of the appointment of the arbitrator. The arbitration hearing, all proceedings, and all discovery will be conducted in Glendale, Arizona unless otherwise agreed by the parties or required as a result of witness location. Telephonic hearings and other reasonable arrangements may be used to minimize costs.
- 2.4 Award. At the arbitration hearing, each Party will submit its position to the arbitrator, evidence to support that position, and the exact award sought in this matter with specificity. The arbitrator must select the award sought by one of the parties as the final judgment and may not independently alter or modify the awards sought by the parties, fashion any remedy, or make any equitable order. The arbitrator has no authority to consider or award punitive damages.
- 2.5 Final Decision. The Arbitrator's decision should be rendered within 15 days after the arbitration hearing is concluded. This decision will be final and binding on the Parties.
- 2.6 Costs. The prevailing party may enter the arbitration in any court having jurisdiction in order to convert it to a judgment. The non-prevailing party will pay all of the prevailing party's arbitration costs and expenses, including reasonable attorney's fees and costs.

**3. Services to Continue Pending Dispute.** Unless otherwise agreed to in writing, Consultant must continue to perform and maintain progress of required Services during any Dispute resolution or arbitration proceedings, and City will continue to make payment to Consultant in accordance with this Agreement.

**4. Exceptions.**

- 4.1 Third Party Claims. City and Consultant are not required to arbitrate any third-party claim, cross-claim, counter claim, or other claim or defense of a third party who is not obligated by contract to arbitrate disputes with City and Consultant.
- 4.2 Liens. City or Consultant may commence and prosecute a civil action to contest a lien or stop notice, or enforce any lien or stop notice, but only to the extent the lien or stop notice the Party seeks to enforce is enforceable under Arizona Law, including, without limitation, an action under A.R.S. § 33-420, without the necessity of initiating or exhausting the procedures of this Exhibit.
- 4.3 Governmental Actions. This Exhibit does not apply to, and must not be construed to require arbitration of, any claims, actions or other process filed or issued by City of Glendale Building Safety Department or any other agency of City acting in its governmental permitting or other regulatory capacity.