### AGREEMENT

Between

#### Robert M. Doroghazi

And

#### City of Columbia, Missouri

For

# Replacement of 3 Phase A/C Unit and Elimination of Hazardous Cross Connection

THIS AGREEMENT (hereinafter "Agreement") is made by and between Robert M. Doroghazi, an individual whose address is 115 E. Bingham Rd, Columbia, Missouri 65203 (hereinafter "Dr. Doroghazi"), and the City of Columbia, Missouri, a municipal corporation whose address is 701 E. Broadway, Columbia, Missouri 65201 (hereinafter "City"), and is entered into on the date of the last signatory below (hereinafter "Effective Date"). City and Dr. Doroghazi are each individually referred to herein as a "Party" and collectively as the "Parties."

#### WITNESSETH:

WHEREAS, Dr. Doroghazi is the owner of real property located at 115 E. Bingham Rd, Columbia, Missouri 65203 (hereinafter "Property"); and

WHEREAS, City provides electric utility service to Property and surrounding neighborhood area; and

WHEREAS, Dr. Doroghazi's air conditioning and furnace units ("3 Phase Units") at Property are 3 phase units which cross connect two separate single-phase electric distribution lines belonging to City; and

WHEREAS, this cross connection presents a dangerous backfeed hazard to the City's employees working on the electric distribution system in this area; and

WHEREAS, Dr. Doroghazi's 3 Phase Units cannot operate without this cross connection and would need to be replaced with new, single phase units in order to eliminate the backfeed hazard; and

WHEREAS, City wishes to eliminate the cross connection at Property for purpose of protecting the Water & Light employees from the backfeed hazard; and

WHEREAS, Dr. Doroghazi agrees to replace his 3 Phase Units and eliminate the cross connection so long as City agrees to reimburse him for his actual costs of replacement;

NOW, THEREFORE, in consideration of the mutual covenants contained herein and for other good and valuable consideration, the Parties hereto agree as follows:

#### 1. DEFINITIONS

1.1. Terms Defined Above. As used in this Agreement, the terms "Agreement," "Dr. Doroghazi," "City," "Effective Date," and "Property" will have the meanings indicated above.

#### 1.2. Additional Defined Terms.

- (a) "3 Phase Units" shall mean the existing three-phase air conditioning unit and three-phase furnace that belongs to Dr. Doroghazi and is currently located at Property.
- (b) "Chapman Bid" shall mean the Customer Choice Agreement bid from Chapman Heating and Air Conditioning dated 12/20/2016, attached hereto as **Exhibit A** and made a part of this Agreement.
- (c) "Director" shall mean the Director of the Utilities Department of the City of Columbia, or his or her designee.
- (d) "Single Phase Units" shall mean a Lennox 5 ton XC25 20 single phase air conditioning unit and SL280V 80% 90,000 BTU 2 stage furnace with variable speed blower motor and wifi control as described in more detail in the Chapman Bid.
- (d) "Withrow Bid" shall mean the Invoice bid from Withrow Electric, Inc., Invoice # 6133, dated 12/12/2016, attached hereto as **Exhibit B** and made a part of this Agreement.
- (e) "Work" shall mean all labor, services, materials, tools, equipment and supplies to replace the 3 Phase Units with the Single Phase Units consistent with the Chapman Bid and the Withrow Bid, and to remove any and all cross connections of the two single phase lines located at Property.

#### 2. PROJECT PERFORMANCE, PAYMENT, TERM

2.1. Project Performance and Completion Time. Dr. Doroghazi agrees to be responsible for managing, coordinating and completing the Work within one-hundred twenty (120) days of Effective Date of this Agreement. Upon completion of the Work, Dr. Doroghazi agrees to notify the City and allow City reasonable access to Property to inspect and make final acceptance of the Work. To the extent that any work cannot be completed due to the need for an inspection or permit in accordance with the City's building code, the City agrees to provide the

- necessary inspections in a timely manner so that Dr. Doroghazi can feasibly complete the project within the 120 day period called for in this paragraph.
- 2.2. Payment. City agrees to pay for the actual costs necessary to complete the Work. The amount currently contemplated is that set forth in the Chapman and Withrow Bids attached hereto as Exhibits A and B. It is expressly understood that in no event will the total amount to be paid by City under the terms of this Agreement exceed Fifteen Thousand Dollars (\$15,000), unless otherwise agreed to in writing by the Parties before any costs exceeding \$15,000 are incurred. Any changes to the not to exceed amount as provided herein shall be authorized only as an amendment to this Agreement. Dr. Doroghazi agrees to submit invoices from Chapman and Withrow Electric for all costs necessary to complete the Work to the address listed in Section 7.2. City agrees to pay all uncontested amounts of these invoices to the respective companies within thirty (30) days of receipt. City agrees that it will not contest any amounts listed in the Chapman and Withrow Bids so long as the work and materials contemplated in those bids is actually done.
- 2.3. Time Extensions or Adjustments to Scope of Work.
  - (a) *Time Extension*. Dr. Doroghazi may request a reasonable extension of time to complete the Work by submitting a written request to the City. The Director may grant or deny any such request in his or her discretion, except if the delay is caused by City, in which case all reasonable extensions will be granted. Any time extensions shall be authorized by the Director in writing.
  - (b) Adjustments to Scope of Work. The Parties agree the Work shall be completed consistent with Exhibits A & B. However, Dr. Doroghazi may request a reasonable change in the scope of the work to be performed by submitting a written request to the City. A change in the scope of the work includes minor changes to the air conditioning unit to be installed or services to be performed (including by a different company). The Director may grant or deny any such request in his or her discretion. Any changes in the scope of the work shall be authorized by the Director in writing and be authorized in advance of any costs accruing consistent with the requests. In no event shall the Director authorize a change in scope that exceeds the not to exceed amount provided in subsection 2.2 above. Any changes to the not to exceed amount shall be an authorized amendment as provided for in Subsection 7.3 herein.
- 2.4. Term. This Agreement commences upon Effective Date and shall terminate upon completion of the Work and City's final acceptance in writing. The scope of City's final acceptance shall be to ensure that the 3 Phase Units have been replaced and all cross connections of the City's two single phase lines have been removed at Property.

#### 3. TITLE AND RESPONSIBILITY

Dr. Doroghazi shall, at all times, retain full title, ownership, and responsibility for the units involved with the Work. Any warranties or risk of loss associated with the Work shall belong to Dr. Doroghazi. City offers no warranties or guarantees of any kind related to the Work and City shall have no title in the units or responsibility for their utilities, maintenance or repairs, other than the initial installation as provided in this Agreement. CITY EXPRESSLY DISCLAIMS ANY AND ALL WARRANTIES, ORAL OR WRITTEN, EXPRESS, IMPLIED OR STATUTORY, LEGAL OR EQUITABLE, INCLUDING, BUT NOT LIMITED TO, THE IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE WITH RESPECT TO THE WORK AS DEFINED IN THIS AGREEMENT. Any such warranties shall be between Dr. Doroghazi and the companies being used to complete the Work.

#### 5. GOVERNING LAW AND VENUE

This Agreement shall be governed, interpreted, and enforced in accordance with the laws of the State of Missouri and the laws of the United States, as applicable. The venue for all litigation arising out of, or relating to this Agreement shall be in Boone County, Missouri, or the United States Western District of Missouri. The Parties hereto irrevocably agree to submit to the exclusive jurisdiction of such courts in the State of Missouri. The Parties agree to waive any defense of forum non conveniens.

#### 6. TERMINATION FOR DEFAULT

If either Party fails to perform any provisions herein, then that Party shall be in default. The Party not in default may, by written notice, provide notice of the default. If the default is not cured in 10 days, then the non-defaulty party may terminate this Contract in whole or in part for failure to perform. In such event, the defaulting Party shall be liable for damages, as well as all costs and attorney's fees arising out of or related to the default.

#### 7. MISCELLANEOUS

7.1. Hold Harmless. To the fullest extent not prohibited by law, Dr. Doroghazi shall indemnify and hold harmless the City of Columbia, its directors, officers, agents, and employees from and against all claims, damages, losses, and expenses (including but not limited to attorney's fees) arising by reason of any act or failure to act, negligent or otherwise, of Dr. Doroghazi or his contractors, in connection with this Agreement. This Agreement does not, however, require Dr. Doroghazi to indemnify, hold harmless, or defend the City from its own negligence.

7.2. *Notices*. Any notice, demand, request, or communication required or authorized by the Agreement shall be delivered either by hand, certified mail, e-mail, or other means of written communication expressly agreed to by both parties, to:

If to City:

City of Columbia Utilities Department ATTN: Dan Clark P.O. Box 6015 Columbia, MO 65205 dan.clark@como.gov If to Dr. Doroghazi:

Robert Doroghazi 115 E. Bingham Rd Columbia, MO 65203 rdoroghazi@yahoo.com

- 7.3. Amendment. No amendment, addition to, or modification of any provision hereof shall be binding upon the Parties, and neither party shall be deemed to have waived any provision or any remedy available to it unless such amendment, addition, modification or waiver is in writing and signed by a duly authorized officer.
- 7.4. No Assignment. This Agreement shall inure to the benefit of and be binding upon the Parties and their respective successors and permitted assigns. Neither Party shall assign this Agreement or any of its rights or obligations hereunder without the prior written consent of the other Party.
- 7.5. No Third Party Beneficiary. No provision of this Agreement is intended to nor shall it in any way inure to the benefit of any third party, so as to constitute any such person a third-party beneficiary under this Agreement.
- 7.6. No Waiver of Immunities. In no event shall the language of this Agreement constitute or be construed as a waiver of limitation for either party's rights or defenses with regard to each party's applicable sovereign, governmental, or official immunities and protections as provided by federal and state constitution or laws.
- 7.7. Entire Agreement. This Agreement represents the entire and integrated Agreement between the Parties relative to the Work herein. All previous or contemporaneous contracts, representations, promises and conditions relating to the Work described herein are superseded.

[SIGNATURE PAGE FOLLOWS]

IN WITNESS WHEREOF, the Parties hereto have set their hands on the day and year written below.

## CITY OF COLUMBIA, MISSOURI

			By:	Mike Matthes, City Manager
			Date:	
ATTI	EST:			
Ву:	Sheela Amin, City Clerk			
APPI	ROVED AS TO	FORM:		
By:	Nancy Thom	pson, City Counselor		
CERT	TIFICATION:	which it is to be ch	arged, A	ement is within the purpose of the appropriation to account Number click here and insert account there is an unencumbered balance to the credit of pay therefor.
			By:	Michele Nix, Director of Finance
			ROB	ERT M. DOROGHAZI
			By:	Robert M. Doughazi
ATT	EST:		Date:	Jeruary a, 1017
By:				
Nam	e:			

## EXHIBIT A

"Chapman Bid"

Chapman Heating and Air Condition Bid Dated 12/20/2016

# AGREEMENT

Customer Name: Robert Doroghazi



4441 I-70 Drive NW Columbia, MO 65202 Phone: 573.445.4489 Toll Free: 800.695.2259

Fax: 573.445.3607 www.chapmanhvac.com

Date: 12/20/2016

: Columbia								
ne #: 573-443-0893	Other #:		Email: rdoroghazi@yal			anoo.com		
New disconnect		Install refrigerant drier(s)		Provide external	combust	tion air		New humidification system
New electric service	$\boxtimes$	Evacuation refrigerant system	Noise reducing flexible duct			New return air filter grill		
New low voltage wiring	Ø	Charge to manufacturer's specs.				$\boxtimes$	Meet all code requirement	
New reinforced equipment pad		Meet all federal, state, and local laws		satisfaction			×	Complete system startup
New vibration isolation pad		Remove & recycle existing equips	_					
New properly sized refrigerant lines	_	Install energy saving comfort control						
	=							
Insulate refrigerant suction lines		New supply diffuser(s)		New high efficie	ncy air Ii	lter		
	_						_	
. A. C	4600	animment listed below at the price	o tom	me and condition	ne outli	ined on	hoth	nages of this agreemen
Flue liner (if needed at time of install)								
		me of install)						\$600
Energy audit (with in	nstal	,						\$600 Free
Energy audit (with in		ll)						
	(witl	ll) h install)						Free
]	Lennox 5 ton XC25 2 90,000 btu 2 stage gas	New electric service  New low voltage wiring  New reinforced equipment pad  New vibration isolation pad  New properly sized refrigerant lines  Clean, dry ACR copper tubing  Insulate refrigerant suction lines  ree to furnish, install and service the e  Lennox 5 ton XC25 20 see 90,000 btu 2 stage gas fur	New electric service    Service   Se	New electric service    Sevacuation refrigerant system   Sevacuation refrigerant state, and local laws   Sevacuation refrigerant system   Sevacuation refrigerant sys	New electric service	New electric service	New electric service    Evacuation refrigerant system   Noise reducing flexible duct connector	New electric service

# CUSTOMER CHOICE AGREEMENT



4441 I-70 Drive NW Columbia, MO 65202 Phone: 573.445.4489 Toll Free: 800.695.2259 Fax: 573.445.3607

www.chapmanhvac.com

#### Warranties:

Air condition	er/Heat pu	mp	Furnace/Air Handler			
Compressor:	10	Years	Heat exchanger:	20	Years	
Parts:	10	Years	Parts:	10	Years	
Labor:	5	Years	Labor:	5	Years	

Total investment	. \$	×			
Transaction date:		Credit card type:	Exp:	CID:	
Deposit	-\$	Credit card #:			
Transaction date:		Credit card type:	Exp:	CID:	
Final payment	- \$	Credit card #:	***		
Balance due	\$				

I accept the proposal and the specifications and conditions above. You are authorized to perform work as specified. Buyer's right to cancel: you, the buyer, may cancel this transaction without penalty any time prior to midnight of the third business day after this transaction with proper notification.

Customer signature	12/20/2016	Customer signature	12/20/2016	
Terry Pritchett  Comfort Advisor	12/20/2016			

<u>Notice to owner</u>: Do not sign this contract if blank. You are entitled to two (2) copies of the contract at the time you authorize. Keep it to protect your legal rights. Do not sign any completion certificate or agreement stating that you are satisfied with the entire project before this project is complete. Home repair contractors are prohibited by law from requesting or accepting a certificate of completion signed by the owner prior to the actual completion of the work to be performed under the home repair contract. We own the real property in which the equipment is to be installed and have the authority to order the work outlined above.

<u>Terms</u>: Net due on the day of installation or in accordance with financing agreement. The job must be executed within 30 days or this contract shall be void. The seller retains the title to all materials and property listed herein until payment has been made in full. Accounts not paid within thirty (30) days of notice of invoice are in default and a late payment charge of 1.5% per month will be added. Buyer agrees to any reasonable attorney or collection fees incurred by the seller in securing payment for this contract.

# AGREEMENT



4441 I-70 Drive NW Columbia, MO 65202 Phone: 573.445.4489

Toll Free: 800.695.2259 Fax: 573.445.3607

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## EXHIBIT B

### "Withrow Bid"

Withrow Electric, Inc. Bid Dated: 12/12/2016 Withrow Electric, Inc.

610 Big Bear Blvd, Ste 515 Columbia, MO 65202 (573)445-8086 info@withrowelectric.com www.withrowelectric.com

### INVOICE

BILL TO DAN CLARK INVOICE # 6133

DATE 12/12/2016

DUE DATE 12/12/2016

TERMS Net 15

JOB NAME 115 EAST BINGHAM RD ELECTRICIAN
ESTIMATE PER STEVE

DESCRIPTION

OTY

TE A

MOUNT

TIME & MATERIAL
REPLACED EXISTING 3 PHASE METER BASE WITH
NEW SINGLE PHASE BASE. REMOVE EXTRA
CONDUCTOR BETWEEN METER BASE AND PANEL,
ADD NEW 50 AMP 240 VOLT CIRCUIT FOR NEW

CONDENSING UNIT.

1,074.04

1,074.04

\*\* A 4% LATE FEE WILL BE ASSESSED ON ANY BALANCE OVER 30 DAYS \*\*

**BALANCE DUE** 

\$1,074.04

\* A 3% charge on all CREDIT CARD transactions over \$500.00 \* NOTICE TO OWNER: FAILURE OF THIS CONTRACTOR TO PAY THOSE PERSONS SUPPLYING MATERIAL OR SERVICES TO COMPLETE THIS CONTRACT CAN RESULT IN THE FILING OF A MECHANIC'S LIEN ON THE PROPERTY WHICH IS THE SUBJECT OF THIS CONTRACT PURSUANT TO CHAPTER 429, RSMO. TO AVOID THIS RESULT YOU MAY ASK THIS CONTRACTOR FOR "LIEN WAIVERS" FROM ALL PERSONS SUPPLYING MATERIAL OR SERVICES FOR THE WORK DESCRIBED IN THIS CONTRACT. FAILURE TO SECURE LIEN WAIVERS MAY RESULT IN YOUR PAYING FOR LABOR AND MATERIAL TWICE.