

10.03 Replacement of Defective Work

- A. If, before acceptance of the entire Work, TMWA decides to examine already completed work by removing it or tearing it out, the Contractor, on request shall comply.
1. If the work is found to be defective or non-conforming in any material respect due to the fault of the Contractor or Subcontractors, the Contractor shall be responsible for the expenses of the examination and the cost of satisfactory reconstruction.
 2. If the work is found to meet the requirements of the Contract Documents, TMWA will pay all costs incurred the Contractor in the examination and reconstruction, including, if completion of the Work was thereby delayed, an extension of time.
- B. Unless otherwise specified in the contract, TMWA shall accept, as promptly as practicable after completion and inspection, all work required by the Contract Documents or that portion of the work TMWA determines can be accepted separately. Acceptance shall be final and conclusive except for latent defects, fraud, gross mistakes amounting to fraud, or TMWA's rights under any warranty or guarantee.

10.04 Use and Possession Prior to Completion

- A. TMWA shall have the right to take possession of or use any completed or partially completed part of the work.
- B. Before taking possession of or using any work, TMWA shall furnish a list of items of work remaining to be performed or corrected on those portions of the work that TMWA intends to take possession of or use. However, failure of TMWA to list any item of work shall not relieve the Contractor of responsibility for complying with the terms of the contract.
- C. While TMWA has such possession or use, the Contractor shall be relieved of the responsibility for the loss of or damage to the work resulting from TMWA's possession or use. If prior possession or use by TMWA delays the progress of the work or causes additional expense to the Contractor, an equitable adjustment shall be made.

10.05 Dispute Resolution

- A. Contractor shall carry on the work and adhere to the progress schedule during all disputes or disagreements with TMWA. No work shall be delayed or postponed pending resolution of any disputes or disagreements, except as Contractor and TMWA may otherwise agree in writing.
- B. The Project Representative will be the initial interpreter of the requirements of the Contract Documents and judge of the acceptability of the Work.
- C. Claims, disputes, and other matters relating to the acceptability of the Work or the interpretation of the requirements of the Contract Documents pertaining to the performance and furnishing of the Work and claims in respect of changes in the Contract Sum or Contract Time (except for claims which have been waived by the making or acceptance of final payment) will be referred initially to Project Representative in writing.
1. Written notice of each such claim, dispute, and other matter shall be delivered by the Contractor to Project Representative promptly (but in no event later than 15 days) after occurrence of the event giving rise to the claim or dispute.
 2. Data or other written evidence necessary to support such claim will be submitted to TMWA within 30 days after such occurrence, unless Contractor requests and Project Representative allows, an additional period of time to ascertain more accurate data in support of the claim.
 3. Within 15 days of receiving all information pertaining to a request for a formal decision in accordance with this paragraph, Project Representative will render a written decision.

appointment of a neutral arbitrator, in which case the dispute or disputes which are the subject of such arbitration shall be decided by such court, and not by arbitration.

Article 11 Miscellaneous Legal Provisions

11.01 Jurisdiction

- A. This contract shall be construed under the laws of the State of Nevada.
- B. The sole venue for any litigation or arbitration or action to enforce the provisions of this contract shall be Washoe County, Nevada.

11.02 Assignment

- A. Neither party shall assign this contract without the written consent of the other party.
- B. No assignment shall relieve either party of its obligations under this contract.

11.03 No Waiver

- A. Except as otherwise provided herein, the failure at any time of either party to enforce any of the provisions of this contract, or to require at any time performance by the other party of any of the provisions hereof, shall in no way be construed to be a waiver of such provisions, nor in any way be construed to affect the validity of this contract or any part hereof, or the right of any party thereafter to enforce each and every such provision.

11.04 Severability and Integration

- A. The invalidity, illegality, or unenforceability of any provision of this contract or the occurrence of any event rendering any portion or provision of this contract void shall in no way affect the validity or enforceability of any other portion or provision of the entire contract.
- B. Any void provision shall be deemed severed from this contract, and the balance of this contract shall be construed and enforced as if this contract did not contain the particular portion or provision held to be void.
 - 1. TMWA and Contractor further agree to amend this contract to replace any stricken provision with a valid provision that comes as close as possible to the intent of the stricken provision.
 - 2. The provisions of this clause shall not prevent this entire contract from being void should a provision which is of the essence of this contract be determined void.
- C. This contract represents the entire and integrated agreement between TMWA and the Contractor. It supersedes all prior and contemporaneous communications, representations, and agreements, whether oral or written, relating to the subject matter of this contract.

11.05 Indemnity

- A. To the fullest extent permitted by law, Contractor shall defend, protect, indemnify and hold harmless TMWA, and its employees, agents, successors, and assigns (“Indemnified Parties”), and each of them, from and against any and all claims, demands, causes of action, damages, costs, expenses, actual legal fees, losses or liabilities, in law or in equity, of every kind and nature whatsoever (“Claims”) arising out of or in connection with Contractor’s operations to be performed under this Agreement for, but not limited to:
 - 1. Personal injuries, including but not limited to bodily injury, emotional injury, sickness or disease, or death to persons.

2. Workers Compensation, and any violation by Contractor of any law or regulation in any way related to the occupational safety and health of employees.
 3. Violation of patent, trademark and copyright laws.
 4. Damage or loss to real or personal property of anyone, including loss of use thereof.
 5. Breach of contract or related matters.
 6. Hazardous waste or environmental liability.
 7. Citations, fines, taxes, assessments, or related matters from any local, state or federal governmental authority.
 8. Claims of employees, agents, and subcontractors of the Contractor.
 9. Damage, loss, theft, vandalism or other loss to Contractor's personal property, inventory, supplies or equipment stored at the Site. Contractor acknowledges that TMWA is not obligated to provide insurance for any such losses or secure the Site, and Contractor stores equipment and materials on the Site at its sole risk of loss.
- B. Indemnified Parties shall notify the Contractor of the Claim within a reasonable period of time after it has received actual notice of the Claim and the Parties shall take all reasonable actions necessary to assist each other in determining the nature and extent of the issues contained in the Claim.
- C. If a proceeding is commenced against the Indemnified Parties which is based upon or arises out of this contract, then the Indemnified Parties shall be entitled to make the Contractor a party to the proceeding for the purpose of enforcing the terms and conditions of this clause.
- D. The Contractor shall pay all reasonable attorney fees and costs that the Indemnified Parties incurs or is subject to as a result of the Claim.
- E. Nothing in this Agreement shall be construed to waive TMWA's right to assert available NRS Chapter 41 liability limitation against any claim.
- F. The obligations contained herein shall survive any termination of this Agreement.

END OF GENERAL CONDITIONS