Request for Qualifications Number

OWNER
ARIZONA BOARD OF REGENTS
for and on behalf of
ARIZONA STATE UNIVERSITY

CMAR

DESIGN PROFESSIONAL

CONSTRUCTION MANAGER AT RISK (CMAR) GENERAL CONDITIONS (OPERATING MANUAL FORM) (MULTIPLE PROJECTS FORM) © JUNE 2006 EDITION
8.12 Disputes
8.13 Sexual Harassment
8.14 Amendments
8.15 CMAR Records
8.16. No Construction Against Drafting Party

EXHIBIT
Exhibit A – Forms of Performance Bond and Payment Bond
APPENDIX A

to

General Conditions

Specific Terms and Provisions of the General Conditions

1. Section 4.3.1: General liability insurance amounts

   Commercial general liability insurance, with minimum limits of [Insert applicable dollar amount from left hand column in chart below] per occurrence, and products and completed operations aggregate limit and general aggregate minimum limit of [Insert applicable dollar amount from right hand column in chart below].

Minimum Required Insurance Limits
Based on Total Construction Costs

<table>
<thead>
<tr>
<th>Construction Budget</th>
<th>General Liability for CMAR</th>
<th>Minimum Aggregate</th>
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<tr>
<td>$0 - $1,000,000</td>
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<td>$2,000,000</td>
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<td>$5,000,000 to $10,000,000</td>
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<td>$5,000,000</td>
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<tr>
<td>above $40,000,000</td>
<td>$10,000,000</td>
<td>$10,000,000</td>
</tr>
</tbody>
</table>

CMAR

______________________________
By: ___________________________
Name: _________________________ (Printed)
Title: _________________________
Date: _________________________

OWNER

Arizona Board of Regents
on behalf of
Arizona State University

______________________________
By: ___________________________
Name: _________________________ (Printed)
Title: _________________________
Date: _________________________

OWNER PROJECT MANAGER
Approval by Owner's Facilities Capital Program Management Group project manager:

(Signature)
General Conditions

NOTE: The information that goes in the numbered blank spaces in these General Conditions is in the respective numbered paragraph in Appendix A attached hereto.

ARTICLE 1
GENERAL

1.1 Definitions. The terms defined in the Operating Manual and the other CMAR Design Phase Services Contract Documents (defined in the Operating Manual) and CMAR Construction Contract Documents (defined in the Operating Manual) will have their respective designated meanings when used in these General Conditions.

“Operating Manual” means the Operating Manual for Construction Manager at Risk Projects attached as Exhibit A to the contract to which these General Conditions are attached as Exhibit B.

1.2 Construction Phase Provisions. The provisions in these General Conditions that relate to the Construction Phase and the Construction Work only will become operative only if and when CMAR and Owner execute and deliver the CMAR Construction Contract. These provisions, include, without limitation, Article 3.

ARTICLE 2
GENERAL MATTERS AS TO CMAR

2.1 None of CMAR Design Phase Services Contract Documents, the CMAR Construction Contract Documents and the DP Contract Documents shall be construed or interpreted to create any contractual relationship between the CMAR or any Subcontractor, on the one hand, and the DP or any DP Consultant, on the other hand.

2.2 Nothing in the CMAR Design Phase Services Contract Documents or the CMAR Construction Contract Documents shall be construed or interpreted to give any third party any claim or right of action against the Owner, the DP or CMAR which does not otherwise exist without regard to the CMAR Design Phase Services Contract Documents and the CMAR Construction Contract Documents.

ARTICLE 3
WARRANTY AND CORRECTION OF DEFECTIVE WORK

3.1 Warranty. CMAR warrants to Owner that the construction, including all materials and equipment furnished as part of the construction, shall be new unless otherwise specified in the Construction Documents and Contract Documents, of good quality, in conformance with the Construction Documents and the other CMAR Construction Contract Documents and free of defects in materials and workmanship. CMAR’s warranty obligation excludes defects caused by abuse, alterations or unreasonable failure to maintain the construction by persons other than CMAR, Subcontractors or others under CMAR’s control. Nothing in this warranty shall limit any manufacturer’s warranty which provides Owner with greater warranty rights than set forth in this Section 3.1 or the other CMAR Construction Contract Documents. CMAR will provide Owner with all manufacturers’ warranties and operation and maintenance manuals upon Substantial Completion of the Construction Work. CMAR’s warranty shall be for two-(2) years and will commence for all portions of the Construction Work upon Substantial Completion of the entire Construction Work as determined by the Owner under the CMAR Construction Contract Documents. If the Project is divided into Work Packages or portions which Owner has agreed to accept separately, this means that the warranty for each Work Package or portion of the Project will commence upon Substantial Completion of the last Work Package or portion, as determined by the Owner under the CMAR Construction Contract Documents. All statutory or other warranties, express or implied, related to latent defects will remain in force and are not limited by this provision.
3.2 Correction of Defective Work.

3.2.1 If any portion of the Construction Work is covered over contrary to the request of the DP or Owner or as required by the CMAR Construction Contract Documents or the applicable building standards, it must be uncovered for observation at the CMAR's expense if requested by DP or Owner in writing.

3.2.2 If any portion of the Construction Work, other than those portions required to be inspected or observed by the DP, the Owner or others, prior to being covered, has been covered over, the DP or Owner may request that it be uncovered for inspection or observation, as applicable. If such portion is found to be in accordance with the requirements of the Construction Documents and other CMAR Construction Contract Documents, the cost of uncovering it shall be charged to the Owner as a Change Order. If such portion is found not to be in accordance with the requirements of the Construction Documents and other CMAR Construction Contract Documents, the CMAR shall bear such costs.

3.2.3 CMAR agrees to promptly correct any Construction Work that is found not to be in conformance with the Construction Documents and other CMAR Construction Contract Documents, whether previously inspected or observed by the Owner's representatives or not unless a specific written waiver of such non-conformance has been provided to the CMAR by the Owner. This obligation shall continue for a period of two (2) years from the date of Substantial Completion of the entire Work and if the Project is done in Work Packages or portions that the Owner has agreed to accept separately, Substantial Completion of the last Work Package or portion as determined by the Owner under the CMAR Construction Contract Documents. Nothing in this Section 3.2.3 shall waive any rights that the Owner may have under Arizona law.

3.2.4 CMAR, upon receipt of written notice from Owner that the Construction Work is not in conformance with the Construction Documents or other CMAR Construction Contract Documents, shall, within seven (7) Days (except in the case of an emergency or item on the schedule critical path, which will require immediate response) commence correction of such nonconforming Construction Work, including, without limitation, the correction, removal or replacement of the nonconforming Construction Work and any damage caused to any other parts of the Construction Work affected by the nonconforming Construction Work. If CMAR fails to commence the necessary steps within seven (7) Days, Owner, in addition to any other remedies provided under the CMAR Construction Contract Documents, may at the end of the seven (7) Day period provide CMAR with notice that Owner will commence to correct such nonconforming Construction Work with its own or other forces. CMAR shall be responsible for all costs and expenses that Owner incurs in remedying any Construction Work not in conformance with the Construction Documents or the other CMAR Construction Contract Documents, including, without limitation, at Owner's sole discretion any of Owner's own staff time costs and all DP or other fees incurred by Owner. Owner will notify CMAR of its intent to make such corrections at or before the commencement of the corrective work.

3.2.5 The two year period referenced in Section 3.2.3 applies only to the CMAR's obligation to correct Construction Work not in conformance with the Construction Documents or Contract Documents and shall not constitute a period of limitations with respect to any other rights or remedies Owner may have with respect to CMAR's other obligations under the CMAR Construction Contract Documents or under applicable law. CMAR acknowledges that, for purposes of statues of limitations, Owner is an instrumentality of the State of Arizona, acting in its sovereign capacity.

ARTICLE 4
INSURANCE AND BONDS

4.1 BOND REQUIREMENTS.

4.1.1 The CMAR, before the CMAR Construction Contract is executed by Owner and prior to the start of any Construction Work, shall furnish to the Owner satisfactory performance and payment bonds, each in an amount equal to one hundred percent (100%) of the Guaranteed Maximum Price set forth in the CMAR Construction Contract. These bonds shall not to be expressly limited as to the time in which action may be instituted against the surety company. The bonds shall be furnished on Owner's forms as set forth in Exhibit
A hereto and shall be executed by a surety company holding a certificate of authority to transact a surety business in the State of Arizona issued by the Director of the Arizona Department of Insurance pursuant to Title 20, Chapter 2, Article 1, Arizona Revised Statutes, and rated at least A - VII in the current edition of A.M. Best’s. The surety bonds shall not be executed by an individual surety or sureties.

4.1.2 The Owner may require each proposed Subcontractor whose subcontract amount will be $100,000 or more to furnish a performance bond on the Owner’s form for the full amount of its subcontract. This bond shall be obtained by the Subcontractor as a separate entity and the cost shall be included in the Subcontractor’s bid to the CMAR. If approved in advance by the Owner, the CMAR may provide Subcontractor default protection that is equivalent to or better than bonds provided by Subcontractors. The cost of such default protection shall be included in the GMP.

4.2 CMAR’S INSURANCE MUST BE IN PLACE. The CMAR shall have in place the insurance coverages described in Sections 4.3.1, 4.3.2 and 4.3.3 and shall furnish satisfactory proof of insurance to Owner before commencing any of the CMAR Design Phase Services, provided that until commencement of the Construction Work the amount of the commercial general liability insurance may be $1,000,000 per occurrence and products and completed operations aggregate limit and general aggregate minimum limit of $2,000,000. The CMAR shall not commence any Construction Work until it has obtained ALL required bonds and insurance under this Article 4, has delivered the required bonds to Owner and has furnished satisfactory proof of insurance to the Owner. The CMAR shall not permit any Subcontractor to commence work on the Project until all insurance requirements have been complied with by the Subcontractor. If CMAR is a joint venture involving two (2) or more entities, then each independent entity shall satisfy the limits and coverage’s specified herein or the joint venture shall be the named insured under each policy.

4.3 REQUIRED COVERAGES. Without limiting any liabilities or any other obligations of the CMAR, the CMAR shall provide and maintain (and cause each of its Subcontractors to provide and maintain) in a company or companies lawfully authorized to do business in the State of Arizona, and rated at least A - VII in the current edition of A.M. Best’s, the minimum insurance coverages below. Notwithstanding the foregoing, if one or more smaller Subcontractors have the various required insurance coverages but in a lower amount than required under this Section 4.3, CMAR may make a request to Owner for approval of the lower amount and Owner will make a determination.

4.3.1 COMMERCIAL GENERAL LIABILITY. Commercial general liability insurance, with minimum limits of $1,000,000 per occurrence, and products and completed operations aggregate limit and general aggregate minimum limit of $2,000,000. Coverage shall be at least as broad as the Insurance Service Office, Inc. Form CG00010196, issued on an occurrence basis and endorsed to add the State of Arizona, the Arizona Board of Regents, Arizona State University and their regents, officers, officials, agents, employees or volunteers as additional insureds with respect to the CMAR Design Phase Services Contract Documents and if executed, the CMAR Construction Contract Documents as to the acts and omissions of CMAR and the acts and omissions of Subcontractors and others for which CMAR is responsible under applicable law and shall stipulate that the insurance shall be primary, and that any self-insurance or other insurance carried by the State of Arizona, the Arizona Board of Regents, Arizona State University or any of their regents, officers, officials, agents, employees or volunteers shall be excess and not contributory to the insurance provided by CMAR. The policy shall include coverage for:

- Bodily injury
- Broad form property damage (including completed operations)
- Personal injury
- Blanket contractual liability
- Products and completed operations and this coverage shall extend for one year past the later of (i) acceptance of the Construction Work under the CMAR Construction Contract Documents and (ii) termination of the CMAR Construction Contract Documents.

4.3.2 BUSINESS AUTOMOBILE LIABILITY. Business automobile liability insurance, with minimum limits of $1,000,000 per occurrence combined single limit, with Insurance Service Office, Inc. Declarations to include Symbol One (Any Auto) applicable to claims arising from bodily injury, death or property damage arising out of the ownership, maintenance or use of any automobile. The policy shall be endorsed to add the State of
Arizona, the Arizona Board of Regents, Arizona State University and their regents, officers, officials, agents, employees or volunteers as additional insureds with reference to the CMAR Design Phase Services Contract Documents and if executed, the CMAR Construction Contract Documents as to acts and omissions of CMAR and acts and omissions of Subcontractors and others for which CMAR is responsible under applicable law and shall stipulate that the insurance shall be primary, and that any self-insurance or other insurance carried by the State of Arizona, the Arizona Board of Regents, Arizona State University or any of their regents, officers, officials, agents, employees or volunteers shall be excess and not contributory to the insurance provided by CMAR.

4.3.3 WORKERS COMPENSATION AND EMPLOYERS LIABILITY. Workers compensation and employers liability insurance as required by the State of Arizona Workers Compensation statutes as follows:

<table>
<thead>
<tr>
<th>Workers Compensation (Coverage A)</th>
<th>Statutory Arizona benefits</th>
</tr>
</thead>
<tbody>
<tr>
<td>$500,000 each accident</td>
<td></td>
</tr>
<tr>
<td>$500,000 each employee/disease</td>
<td></td>
</tr>
<tr>
<td>$1,000,000 policy limit/disease</td>
<td></td>
</tr>
</tbody>
</table>

This policy shall include endorsement for All State coverage for state of hire.

4.3.4 BUILDER'S RISK INSURANCE. Builder's all risk insurance coverage, which shall insure against physical loss or damage to all property incorporated into the Project and shall also insure finished products. Coverage shall also cover the interests of Owner and Subcontractors with respect to the Project, but it will not cover any machinery, tools, equipment, appliances or other personal property owned, rented or used by the CMAR or Subcontractors in the performance of the Construction Work, which will not become a part of the Work to be accepted by the Owner.

The property insurance obtained under this paragraph shall insure against the perils of fire (with extended coverage) and physical loss or damage including, without duplication of coverage, theft, vandalism, malicious mischief, collapse, earthquake, flood, windstorm, false work, testing and startup, temporary buildings and debris removal including demolition occasioned by enforcement of any applicable Legal Requirement, and shall cover reasonable compensation for Design Professional's and CMAR's services and expenses required as a result of such insured loss. The property insurance shall include physical loss or damage to the Construction Work, including materials and equipment in transit, at the Site or at another location as may be indicated in the CMAR's application for payment and approved by Owner.

The CMAR shall be responsible for the deductible of each loss and shall retain responsibility, per the indemnity provisions of the CMAR Construction Contract Documents for any loss not covered by the builder's risk policy.

4.3.5 PROPERTY INSURANCE. All-risk property insurance coverage covering damages and/or destruction of any and all materials and equipment, which will become part of the Construction Work until such materials or equipment are delivered to the Site of the Work.

4.4 COPIES OF POLICIES. The State of Arizona, the Arizona Board of Regents and Arizona State University shall be provided upon request certified copies of all policies and endorsements.

4.5 CERTIFICATES OF INSURANCE. Certificates of Insurance acceptable to the State of Arizona, the Arizona Board of Regents and Arizona State University shall be issued and delivered prior to commencement of the Design Phase or the Construction Phase as specified in Section 4.2 and shall identify the CMAR Design Phase Services Contract Documents and if executed, the CMAR Construction Contract Documents and include certified copies of endorsements naming the State of Arizona, the Arizona Board of Regents, Arizona State University and their regents, officers, officials, agents, employees or volunteers as additional insureds for liability coverages as to acts and omissions of CMAR and acts and omissions of Subcontractors and others for which CMAR is responsible under applicable law and as to liability coverages shall stipulate that the insurance shall be primary, and that any self-insurance or other insurance carried by the State of Arizona, the Arizona Board of Regents, Arizona State University or any of their regents, officers, officials, agents, employees or volunteers shall be excess and not contributory to the insurance provided by CMAR. The certificates, insurance policies and
endorsements required by this Article 4 shall contain a provision that coverages afforded will not be cancelled until at least fifty (50) calendar days prior written notice has been given to Owner, the State of Arizona, the Arizona Board of Regents, Arizona State University. All coverages, conditions, limits and endorsements shall remain in full force and effect as required in the CMAR Design Phase Services Contract Documents and if executed the CMAR Construction Contract Documents.

4.6 OWNER REMEDIES UPON BREACH OF INSURANCE PROVISIONS IN THIS ARTICLE 4 BY CMAR. Failure on the part of CMAR to meet the requirements concerning insurance in this Article 4 shall constitute a material breach of the CMAR Design Phase Services Contract Documents and if executed, the CMAR Construction Contract Documents, upon which Owner may immediately terminate the CMAR Design Phase Services Contract Documents and if executed, the CMAR Construction Contract Documents or, in Owner's discretion, procure or renew such insurance and pay any and all premiums in connection therewith, and all monies so paid by the Owner shall be repaid by CMAR upon demand, or the Owner may offset the cost of premiums against any monies due to the CMAR under the CMAR Design Phase Services Contract Documents and if executed, the CMAR Construction Contract Documents or otherwise.

4.7 COSTS NOT CHARGEABLE TO OWNER. Costs of coverages broader than those required or for limits in excess of those required by this Article 4 shall not be an Actual Cost of the Construction Work and shall not be charged to the Owner.

4.8 WAIVER OF RIGHTS AGAINST THE OWNER, THE STATE OF ARIZONA, THE ARIZONA BOARD OF REGENTS, ARIZONA STATE UNIVERSITY AND OTHERS. CMAR hereby waives and shall cause each Subcontractor and each of their respective insurers providing required coverages to waive their rights of recovery of any damages covered by insurance as provided herein against the Owner, the State of Arizona, the Arizona Board of Regents and Arizona State University and their regents, officers, officials, agents, employees and volunteers. Insurance policies procured pursuant hereto shall provide such waivers of subrogation by endorsement or otherwise.

4.9 AUTHORIZATION TO OBTAIN INFORMATION. The Owner may, and the CMAR hereby authorizes the Owner to, request and receive directly from insurance companies utilized by the CMAR or any Subcontractor in meeting the insurance requirements any and all information reasonably considered necessary in the sole discretion of the Owner.

4.10 CLAIMS REPORTING. Any failure to comply with the claims reporting provisions of the policies or any breach of a policy warranty shall not affect coverage afforded under the policy to protect Owner.

4.11 SELF-INSURANCE. The policies specified herein may provide coverage, which contain deductibles or self-insured retentions. Such deductibles and/or self-insured retentions shall not be applicable with respect to the coverage provided to Owner under such policies. The CMAR shall be solely responsible for any deductible and/or self-insured retention, and Owner, at its option, may require the CMAR to secure the payment of such deductible or self-insured retention by a surety bond or an irrevocable and unconditional letter of credit.

ARTICLE 5
INDEMNIFICATION

5.1 PROPRIETARY RIGHTS, PATENT AND COPYRIGHT INFRINGEMENT INDEMNITY.

5.1.1 If elected by Owner, CMAR shall defend any action or proceeding brought against Owner, the State of Arizona, the Arizona Board of Regents or Arizona State University based on any claim that the Project, or any part thereof, constructed by CMAR or any Subcontractor or the operation thereof or use of the Construction Work or any part thereof, constructed by CMAR or any Subcontractor constitutes infringement of any proprietary rights, United States patent or copyright, now or hereafter issued. Owner agrees to give prompt notice in writing to CMAR of any such action or proceeding and to provide authority, information and assistance in the defense of it. Regardless of whether or not Owner elects to have CMAR undertake the defense, CMAR shall indemnify and hold harmless Owner, the State of Arizona, the Arizona Board of Regents and Arizona State University from and against all damages, liabilities, judgments, costs and
expenses (including, without limitation, attorney’s fees and litigation expenses) incurred by or awarded against Owner, the State of Arizona, the Arizona Board of Regents or Arizona State University in any such action or proceeding. CMAR further agrees to keep Owner reasonably informed of all developments in the defense of such actions.

5.1.2 If Owner is enjoined from the operation or use of the Project or any part thereof constructed by CMAR or any Subcontractor in connection with any proprietary rights, patent suit, claim, or proceeding, CMAR shall at its sole expense take reasonable steps to procure the right to operate or use the Project or part constructed by CMAR or any Subcontractor. If CMAR cannot so procure the aforesaid right within a reasonable time, CMAR shall then, promptly, at CMAR’s option and at CMAR’s sole expense (i) modify the Project or part thereof constructed by CMAR or any Subcontractor so to avoid infringement of any patents, copyrights or other proprietary rights; or (ii) replace the Project or part thereof constructed by CMAR or any Subcontractor with Construction Work that does not infringe or violate any such proprietary rights, patent or copyright.

5.1.3 Sections 5.1.1 and 5.1.2 above shall not be applicable to any action or proceeding based on infringement or violation of proprietary rights or of patent or copyright (i) relating solely to a particular process or the product of a particular manufacturer specified by Owner and such processes or products which are something other than that which has been offered or recommended by CMAR to Owner; or (ii) arising from modifications to the Construction Work by Owner or its agents after acceptance of the Work.

5.1.4 The obligations set forth in this “Proprietary Rights, Patent and Copyright Indemnification” provisions shall constitute the sole agreement between the parties relating to liability for infringement or violation of any proprietary rights, patent or copyright.

5.1.5 This Section 5.1 shall continue in effect indefinitely and shall not terminate upon completion and acceptance of the Work or upon termination or expiration of the CMAR Design Phase Services Contract Documents or if executed, the CMAR Construction Contract Documents.

5.2 GENERAL INDEMNITY.

5.2.1 CMAR shall indemnify, hold harmless and, if elected by Owner, defend Owner, the State of Arizona, Arizona State University, the Arizona Board of Regents, and their regents, officers, agents and employees from and against any and all claims, demands, losses, damages, costs and expenses (including, without limitation, reasonable attorney’s fees and litigation expenses) to the extent arising or resulting from the negligent acts or omissions (including, but not limited to, willful misconduct) of CMAR, any Subcontractor or any of their officers, employees, agents or independent contractors relating to the Construction Work. This indemnity shall not be construed to include claims, demands, losses, damages, costs and expenses to the extent arising from the negligent acts or omissions of the Owner or their regents, officers, agents or employees (other than CMAR, its Subcontractors and their officers, employees, agents and independent contractors). This indemnity includes, without limitation, (i) personal injury, sickness or death to persons and property damage and (ii) matters described or referred to in Section 5.2.2 below.

5.2.2 Please see Section 4.1 of the Operating Manual for definitions of Environmental Law, OSHA, Hazardous Substance, Hazardous Waste and CMAR Release. The indemnity in Section 5.2.1 shall include any and all claims, demands, losses, damages, costs and expenses (including, without limitation, reasonable attorneys’ fees and litigation expenses) asserted against Owner, the State of Arizona, Arizona State University, the Arizona Board of Regents, and their regents, officers, agents and employees arising from: (i) any violation of Environmental Law or OSHA by CMAR or any Subcontractor relating to the Project; (ii) any failure by CMAR or any Subcontractor to perform or comply with of any obligation or requirement in Section 4 or Section 3.17 of the Operating Manual, (iii) any CMAR Release of any Hazardous Substance; (iv) any improper disposition of any Hazardous Substance or Hazardous Waste by CMAR or any Subcontractor; (v) any claim by any officer, employee, agent, independent contractor, authorized representative or worker of CMAR or any Subcontractor and any claim by any other person of personal injury, death or property damage arising from any CMAR Release of any Hazardous Substance or arising from any failure by CMAR.
5.2.3 This Section 5.2 shall continue in effect indefinitely and shall not terminate upon completion and acceptance of the Construction Work or upon termination or expiration of the CMAR Design Phase Services Contract Documents or if executed, the CMAR Construction Contract Documents.

ARTICLE 6
REQUESTS FOR CONTRACTUAL ADJUSTMENTS AND DISPUTE RESOLUTION

6.1 REQUESTS FOR CONTRACTUAL ADJUSTMENTS AND RELIEF.

If the CMAR believes that the CMAR Design Phase Services Contract Documents or if and when they become effective, the CMAR Construction Contract Documents afford contractual rights to the CMAR for an adjustment or for relief in respect of events arising during performance of the Design Phase Services or the Construction Work (including, without limitation, a right to a Change Orders and a right to an adjustment or relief (A) for the acts or omissions of the Owner or any other party under the control of the Owner for injury or damage to persons or property or (B) for events which affect the Guaranteed Maximum Price or Contract Time(s) or both) the CMAR shall provide the Owner and the Design Professional written notice of its request for an adjustment or for relief, if possible, prior to incurring any loss, cost or expense, but in no event later than the times, if any, required by the specific provision(s) of the CMAR Design Phase Services Contract Documents or CMAR Construction Contract Documents, which form the basis of the CMAR's request. In the absence of said times, the CMAR's request shall, if possible, be made prior to incurring any loss, cost, or expense, but in no event later than seven (7) Days after (i) the occurrence of the event or circumstance giving rise to the request; or (ii) the CMAR reasonably should have recognized the event or condition giving rise to the request, whichever time is sooner. The CMAR's request shall be in writing and shall include sufficient information to advise the Owner and the Design Professional of the circumstances or events giving rise to the request for adjustment or relief, the specific applicable contractual provisions, and the factual basis of such request.

Any relief or adjustment afforded the CMAR relating to the CMAR Design Phase Services Contract Documents shall be set forth in writing executed by Owner and CMAR. Any relief or adjustment afforded the CMAR relating to the CMAR Construction Contract Documents shall be set forth in a written Change Order in accordance with Section 3.33 of the Operating Manual. Failure to timely request adjustment or relief within the time limits in or referred to in this Section 6.1 waives any right to adjustment or relief.

6.2 CLAIMS, CONTROVERSIES, DISPUTE AND DISAGREEMENT AVOIDANCE AND RESOLUTION.

6.2.1 The CMAR and the Owner are fully committed to working with each other and with the Design Professional throughout the Project as set forth in the Operating Manual so as to avoid or minimize claims, controversies, disputes and disagreements.

6.2.2 As to any claims, controversies, disputes and disagreements that may arise during the Project, CMAR and Owner commit to resolving such matters in an amicable, professional and expeditious manner so as to avoid unnecessary losses, delays and disruptions in Design Phase activities and the Construction Phase activities, including, without limitation, the Construction Work. In the first instance, CMAR and Owner will attempt to resolve claims, controversies, disputes and disagreements at the field level through discussions between CMAR Representative and Owner Representative. All of CMAR’s claims, controversies, disputes and disagreements shall first be referred to the Owner Representative by written notice within the time limits set forth in Section 6.1. Unless CMAR gives written notice in accordance with these time requirements, the claim, controversy, dispute or disagreement is irrevocably waived by CMAR.

6.2.3 If the claim, controversy, dispute or disagreement cannot be resolved through CMAR Representative and Owner Representative, the CMAR Senior Representative and Owner Senior Representative shall meet within 48 hours of such failure to attempt to resolve the claim, controversy, dispute or disagreement. The parties agree that prior to any meetings between the Senior Representatives, they will exchange with each other any relevant information that will assist the Senior Representatives in resolving the claim,
controversy, dispute or disagreement. If after the meeting the Owner Senior Representative or the CMAR Senior Representative determines in good faith that the claim, controversy, dispute or disagreement cannot be resolved on terms satisfactory to both parties, the CMAR or the Owner may submit the claim, controversy, dispute or disagreement to the partnering procedures established under Section 2.1 or 3.1 of the Operating Manual, as applicable, if Owner has elected partnering for this Project. If there are no partnering procedures or if the partnering procedure fails to produce a mutually-satisfactory resolution, the CMAR and the Owner will each acting alone have the right to submit the claim, controversy, dispute or disagreement to the "Claims or Controversies" process as defined in Section 3-809(C) of the Arizona Board of Regents Policy, as amended or superseded, which shall be the parties sole remedy.

6.2.4 Any dispute, disagreement or ambiguity concerning the duties or obligations of the CMAR as described in the CMAR Design Phase Services Contract Documents or the CMAR Construction Contract Documents and the duties or obligations of any Subcontractor will be determined as provided in Sections 6.2.1, 6.2.2 and 6.2.3.

6.3 JUDICIAL PROCESS.

6.3.1 CMAR and Owner agree that all other parties involved in any claim, controversy, dispute or disagreement relating to the Design Phase activities or the Construction Phase activities (including, without limitation, the Construction Work) may be made parties to any process, proceeding or litigation, and to this end, CMAR and Owner will include appropriate provisions in all contracts they execute with other parties in connection with this Project, and CMAR will require all Subcontractors to include appropriate provisions in all contracts they execute with other parties in connection with this Project, requiring attendance and participation in any such process, proceeding or litigation. CMAR and Owner expressly agree that any dispute resolution proceeding initiated pursuant to the CMAR Design Phase Services Contract Documents or the CMAR Construction Contract Documents may be joined or consolidated with any dispute resolution proceeding involving any other person or entity (i) necessary to resolve the claim, dispute or controversy, or (ii) substantially involved in or affected by such claim, dispute or controversy. CMAR and Owner will include appropriate provisions in all contracts they execute with other parties in connection with the Project, and CMAR will require all Subcontractors to include appropriate provisions in all contracts they execute with other parties in connection with this Project, to require such joinder or consolidation.

6.3.2 Subject to other provisions in the CMAR Design Phase Services Contract Documents and the CMAR Construction Contract Documents, unless otherwise agreed by Owner in writing at the time, the CMAR shall carry on the Design Phase activities and the Construction Phase activities (including, without limitation, the Construction Work), as applicable, and maintain its progress during any claims, controversy, dispute or disagreement process or proceeding, and the Owner shall continue to make payments to the CMAR in accordance with the CMAR Design Phase Services Contract Documents and CMAR Construction Contract Documents of amounts that are not subject to the claim, controversy, dispute or disagreement.

6.4 CONSEQUENTIAL DAMAGES.

EXCEPT AS OTHERWISE PROVIDED FOR IN THE CMAR DESIGN PHASE SERVICES CONTRACT DOCUMENTS AND THE CMAR CONSTRUCTION CONTRACT DOCUMENTS, NEITHER THE OWNER NOR THE CMAR SHALL BE LIABLE TO THE OTHER FOR ANY CONSEQUENTIAL LOSSES OR DAMAGES, WHETHER ARISING IN CONTRACT, WARRANTY, TORT (INCLUDING, WITHOUT LIMITATION, NEGLIGENCE), STRICT LIABILITY OR OTHERWISE, INCLUDING BUT NOT LIMITED TO LOSS OF USE AND LOSS OF PROFITS.

ARTICLE 7
STOP WORK AND TERMINATION

7.1 OWNER’S RIGHT TO STOP WORK OR TERMINATE FOR CONVENIENCE.

7.1.1 Owner may, without cause and for its convenience, order CMAR in writing to stop or suspend its Design Phase activities or Construction Phase activities (including, without limitation, the Construction Work),

Arizona State University
Rev. 06/23/2006

13

Construciton Manager at Risk (CMAR)
General Conditions
(Operating Manual Form)
as applicable, or terminate the CMAR Design Phase Services Contract Documents or the CMAR Construction Phase Contract Documents or both.

7.1.2 In the event of a stoppage or suspension of the CMAR’s Construction Phase activities (including, without limitation, the Construction Work), the CMAR may seek an adjustment of the Guaranteed Maximum Price or Contract Time(s) or both under Section 3.33 to the extent that the Construction Work has been adversely impacted by any suspension or stoppage of the Construction Work by Owner, unless actions or inactions of the CMAR or a Subcontractor are the cause of the Owner stopping the Construction Work.

7.1.3 As to termination for convenience, the Owner will give the CMAR seven (7) Days prior written notice of termination. In the event of termination for convenience during the Design Phase, Owner shall pay CMAR a pro-rated portion of the CMAR Design Phase Services Fee. If the termination date occurs during the Construction Phase, Owner shall pay CMAR for any Construction Work executed, for cost or expense necessarily incurred in connection with any Construction Work completed to date, and for reasonable costs or expenses attributable to such termination, including, without limitation, demobilization costs and the prorated portion of the CMAR Construction Phase Fee based upon the Construction Work completed.

7.2 OWNER’S RIGHT TO TERMINATE THE CMAR FOR CAUSE AND, DURING THE CONSTRUCTION PHASE, TO PERFORM THE CONSTRUCTION WORK.

7.2.1 If during the Design Phase, CMAR persistently fails to perform its obligations under the CMAR Design Phase Services Contract Documents, Owner shall have the right, in addition to any other rights and remedies provided in the CMAR Design Phase Services Contract Documents or by law, after seven (7) Days written notice to CMAR and CMAR’s failure to commence to cure, diligently pursue the cure and completely cure the default within a reasonable time, to (i) provide or to arrange for others to provide the services that CMAR was to perform under the CMAR Design Phase Services Contract Documents, or (ii) to terminate the employment of CMAR for all or any of the services under the CMAR Design Phase Services Contract Documents and take possession of all Estimates of Construction Costs and any other documents prepared by CMAR relating to the Project, or (iii) both. In the event of such termination, CMAR shall be entitled to receive payment of the CMAR Design Phase Services Fee for the Design Phase Services properly performed by CMAR, less such amounts that CMAR owes to Owner in respect of CMAR’s breach of the CMAR Design Phase Services Contract Documents, and if the amount CMAR owes Owner in respect of the breach exceeds the unpaid amount owing by Owner to CMAR, CMAR shall immediately upon demand by Owner pay the difference to Owner.

7.2.2 If during the Construction Phase, CMAR persistently fails to (i) provide a sufficient number of skilled workers or the materials required by the Construction Documents or both; (ii) comply with applicable Legal Requirements; (iii) timely pay, without cause, its Subcontractors; (iv) prosecute the Construction Work with promptness and diligence to ensure that the Work is completed by the Contract Time(s) as may be adjusted as provided in the CMAR Construction Contract Documents; or (v) otherwise perform the Construction Work or any other obligations under with the CMAR Construction Contract Documents, Owner shall have the right, in addition to any other rights and remedies provided in the CMAR Construction Contract Documents or by law, after seven (7) Days written notice to CMAR and CMAR’s failure to commence to cure, diligently pursue the cure and completely cure the default within a reasonable time, to (i) perform and furnish through itself or through others any such labor, materials, or Construction Work, and to deduct the cost thereof from any monies due or to become due to CMAR under the CMAR Construction Contract Documents; or (ii) terminate the employment of CMAR for all or any portion of the Construction Work, enter upon the Site and take possession, for the purpose of completing the Construction Work, of all materials, equipment scaffolds, tools, appliances, and other items thereon, all of which CMAR hereby transfers, assigns and sets over to Owner for such purpose, and to employ any person or persons to complete the Construction Work and provide all of the required labor, services, materials, equipment and other items; or (iii) both. In the event of such termination, CMAR shall be entitled to be paid only for all Construction Work properly performed prior to its default and only if adequate funds are available as set forth herein. If Owner’s cost and expense of completing the Construction Work exceeds the Guaranteed Maximum Price, then CMAR or its surety shall pay the difference to Owner. Such costs and expense shall include, not only the cost of completing the Construction Work to the satisfaction of Owner and of performing and furnishing all labor, materials, services, tools, equipment and
other items required in the CMAR Construction Contract Documents, but also losses, damages, costs and expense, including, without limitation, attorney’s fees and expenses incurred in connection with the reprocurement and defending claims arising from CMAR’s default.

7.2.3 CMAR and Owner agree that if the Owner terminates the CMAR’s performance under the Design Phase Services Contract Documents or the CMAR Construction Contract Documents for cause and such termination is finally determined to be improper, the termination for cause will be converted to a termination for convenience and the provisions of Section 7.1 shall apply.

7.2.4 The parties agree that if CMAR institutes or has instituted against it a case under the United States Bankruptcy Code, such event may impair or frustrate CMAR’s performance of its obligations under the CMAR Design Phase Services Contract Documents and the CMAR Construction Contract Documents. Accordingly, should such event occur, Owner shall be entitled to request CMAR, its trustee or other successor, to provide adequate assurance of future performance. If CMAR fails to comply with such request within seven (7) Days after receiving notice of the request, Owner, in addition to any other rights and remedies provided by the CMAR Design Phase Services Contract Documents, the CMAR Construction Contract Documents or by law, shall be entitled to terminate the CMAR Design Phase Services Contract Documents and the CMAR Construction Contract Documents, as applicable. Owner shall be entitled to perform and furnish through itself or through others any such services and such labor, materials or equipment necessary for the completion of the Design Phase Services or the Construction Work and necessary to maintain the Contract Time(s), and to deduct the costs incurred from any monies due or to become due CMAR under the CMAR Design Phase Services Contract Documents and CMAR Construction Contract Documents pending receipt of adequate assurances of performance and actual performance in accordance herewith. In the event of such bankruptcy proceedings, the CMAR Design Phase Services Contract Documents and CMAR Construction Contract Documents shall terminate if CMAR rejects them or if there has been a default thereunder and CMAR is unable to give adequate assurances that it will perform as provided in the CMAR Design Phase Services Contract Documents and CMAR Construction Contract Documents or otherwise is unable to comply with the requirements for assuming the CMAR Design Phase Services Contract Documents and CMAR Construction Contract Documents, as applicable, under the applicable provisions of the Bankruptcy Code.

7.3 CMAR’S RIGHT TO STOP DESIGN PHASE SERVICES OR CONSTRUCTION WORK AND TERMINATE FOR CAUSE.

7.3.1 CMAR may, in addition to any other rights afforded under the CMAR Design Phase Services Contract Documents, the CMAR Construction Contract Documents or by law, either stop performing the Design Phase Services or the Construction Work, as applicable, or terminate the CMAR Design Phase Services Contract Documents and CMAR Construction Contract Documents, as applicable, for cause upon Owner’s failure to pay an amount in excess of $100,000 dollars properly due to CMAR as a payment for the Design Phase Services or the Construction Work under the CMAR Design Phase Services Contract Documents or the CMAR Construction Contract Documents, as applicable, provided that before taking any such action CMAR has given Owner the written notice specified in Section 7.3.2 and the Owner has not cured within the specified seven (7) Day period.

7.3.2 Should the events set forth in Section 7.3.1 occur, CMAR shall provide Owner with written notice describing the events set forth in Section 7.3.1 that have occurred and that it is CMAR’s intention to take action authorized for CMAR under Section 7.3.1 if said events are not cured within seven (7) Days from Owner’s receipt of CMAR’s notice. If CMAR elects to stop performing the Design Phase Services or the Construction Work and if the events set forth in Section 7.3.1 are continuing, CMAR may later indicate its intention to terminate the CMAR Design Phase Services Contract Documents and the CMAR Construction Contract Documents, as applicable, by providing Owner with the seven (7) Days required written notice and opportunity to cure.

7.3.3 If CMAR elects to stop Construction Work under Section 7.3.1 and 7.3.2, CMAR shall be entitled to make a claim for adjustment to the Guaranteed Maximum Price and Contract Time(s) to the extent it has been adversely impacted by the stoppage of the Construction Work. If CMAR elects to terminate the CMAR Design Phase Services Contract Documents or the CMAR Construction Contract Documents for the reasons
permitted under Sections 7.3.1 and 7.3.2, CMAR shall be entitled to recover the same costs it would be permitted to recover had Owner terminated them for its convenience under Section 7.1.

7.4 ASSIGNMENT OF CMAR’S CONTRACTS WITH SUBCONTRACTORS. If the CMAR Construction Contract Documents are terminated for any reason, at the election of Owner which Owner may exercise as to each Subcontractor agreement individually, CMAR’s agreements with Subcontractors shall, at Owner’s option and without further action by CMAR, be assigned to Owner; provided, however, that Owner shall have no liability for any pre-existing acts, omissions or defaults by CMAR under such agreements and as to such matters the sole recourse of Subcontractors shall be against CMAR.

ARTICLE 8
MISCELLANEOUS

8.1 ASSIGNMENT. Neither CMAR nor Owner may without the written consent of the other, assign, transfer, or sublet any portion or part of the Design Phase Services or the Construction Work or any of its respective obligations under the CMAR Design Phase Services Contract Documents or the CMAR Construction Contract Documents.

8.2 SUCCESSORSHIP. The provisions of the CMAR Design Phase Services Contract Documents and the CMAR Construction Contract Documents shall be binding upon the parties, their employees, agents, heirs, successors and assigns.

8.3 GOVERNING LAW. Interpretation of the CMAR Design Phase Services Contract Documents, the CMAR Construction Contract Documents and any and all claims, controversies, disagreements and disputes arising under or in connection with the Project, the Design Phase Services, the Construction Work, the CMAR Design Phase Services Contract Documents or the CMAR Construction Contract Documents shall be governed by the law of the State of Arizona, without giving effect to conflicts of law principles. No suit or action shall be commenced by any claimant other than in the Arizona Superior Court in Maricopa County, Arizona, and only after all contractual and administrative claims, controversies, dispute and disagreement resolution procedures have been fulfilled. By submitting a proposal or its qualifications and also by executing the CMAR Design Phase Services Contract Documents and the CMAR Construction Contract Documents, CMAR agrees to be bound by Section 3-809(C) of the Arizona Board of Regents Policy containing procedures claims controversies, disagreements and disputes and waives any objections to those procedures.

8.4 SEVERABILITY. If any provision or any part of a provision of the CMAR Design Phase Services Contract Documents or the CMAR Construction Contract Documents shall be finally determined to be superseded, invalid, illegal, or otherwise unenforceable pursuant to applicable laws by any authority having jurisdiction, such determination shall not impair or otherwise affect the validity, legality, or enforceability of the remaining provision or parts of the provision of the CMAR Design Phase Services Contract Documents and CMAR Construction Contract Documents, which shall remain in full force and effect as if the unenforceable provision or part were deleted.

8.5 NO WAIVER. The failure of either CMAR or Owner to insist, in any one or more instances, on the performance or timely performance of any of the obligations required by the CMAR Design Phase Services Contract Documents or the CMAR Construction Contract Documents shall not be construed as a waiver or relinquishment of such obligation or right with respect to any other performance or obligation.

8.6 HEADINGS. The headings used in the CMAR Design Phase Services Contract Documents and the CMAR Construction Contract Documents are for ease of reference only and shall not in any way be construed to limit or alter the meaning of any provision.

8.7 NOTICE. Whenever the CMAR Design Phase Services Contract Documents or the CMAR Construction Contract Documents require that notice be provided to the other party, notice will be deemed to have been validly given (i) if delivered in person to the individual intended to receive such notice; (ii) if delivered or sent by registered or certified mail, postage prepaid to the address indicated at the end of these General Conditions, three (3) Days after mailing; or (iii) if transmitted by facsimile, at the time stated in a machine generated confirmation that notice was received at the number of the intended recipient.
8.8 NON-APPROPRIATION.

8.8.1 If funds either appropriated by the Legislature of the State of Arizona or otherwise allocated to perform the Design Phase Services or the Construction Work become unavailable for payments by the Owner under this the CMAR Design Phase Services Contract Documents or the CMAR Construction Contract Documents, respectively, the Owner may delay the Design Phase Services or the Construction Work for a period up to six (6) months, after which date if no funds are legally available, the CMAR Design Phase Services Contract Documents and/or the CMAR Construction Contract Documents, then in effect, may be terminated by Owner at its option. In case of any such delay by Owner, CMAR may suspend performing the Design Phase Services or the Construction Work, as applicable, under Section 7.3 but CMAR may not terminate the CMAR Design Phase Services Contract Documents or the CMAR Construction Contract Documents under Section 7.3.

8.8.2 If funding for this Project is dependent on the sale of revenue bonds or other debt instruments and if bonds or other instruments are not sold or proceeds are not available for this Project, the Owner may terminate the CMAR Design Phase Services Contract Documents and/or the CMAR Construction Contract Documents, then in effect. If such a termination occurs, the Owner shall reimburse CMAR for services rendered and non-cancelable commitments made prior to the termination on the same basis as if Owner had terminated for convenience under Section 7.1.

8.9 CONFLICT OF INTEREST.

8.9.1 The CMAR Design Phase Services Contract Documents and the CMAR Construction Contract Documents are subject to the provisions of Arizona Revised Statutes Section 38-511 and the Owner may cancel the CMAR Design Phase Services Contract Documents and/or the CMAR Construction Contract Documents then in effect without penalty or further obligation if any person significantly involved in negotiating, drafting, securing or obtaining the CMAR Design Phase Services Contract Documents and/or the CMAR Construction Contract Documents, then in effect, becomes an employee or agent in any capacity of any other party or a consultant to any other party with reference to the subject matter of the CMAR Design Phase Services Contract Documents and/or the CMAR Construction Contract Documents, then in effect while the CMAR Design Phase Services Contract Documents and/or the CMAR Construction Contract Documents, then in effect while the CMAR Design Phase Services Contract Documents and/or the CMAR Construction Contract Documents, then in effect or any extension thereof is in effect.

8.10 NONDISCRIMINATION.

8.10.1 In connection with the performance of the Design Phase Services and the Construction Work under the CMAR Design Phase Services Contract Documents and/or the CMAR Construction Contract Documents, then in effect, the CMAR agrees to observe Arizona Executive Order 99-4 and all applicable Arizona and Federal Laws (including, without limitation, the Americans With Disabilities Act). CMAR further agrees not to discriminate against any employee or applicant for employment because of race, color, religion, sex, age, national origin or handicap, except to the extent such discrimination is not prohibited by pertinent State or Federal law or Executive Order. In addition, the CMAR agrees to actively recruit in accordance with any affirmative action programs applicable to the CMAR. The aforesaid provisions shall include, but not be limited to, the following: employment, upgrading, demotion or transfer, recruitment or recruitment advertising, layoff or termination, rates of pay or other forms of compensation, and selection for training, including apprenticeship. CMAR shall post in conspicuous places, available for employees and applicants for employment, notices to be provided by the Owner, setting forth the provisions of this nondiscrimination clause and shall insert this provision in all agreements with Subcontractors, except subcontracts for standard commercial supplies or raw materials.

8.10.2 The CMAR shall make a good-faith effort to ensure that not less than 15% of the Construction Work performed under the CMAR Construction Contract Documents is performed by a small business as defined in
A.R.S. § 41-1001(20). The CMAR shall report to the Owner the value of the Construction Work performed under this provision. Upon Owner’s request, documentation evidencing CMAR’s compliance with this provision shall be furnished in a format acceptable to Owner as a condition precedent to final payment.

8.11 ASSIGNMENT OF CLAIMS. The Owner and CMAR recognize that in actual economic practice overcharges resulting from antitrust violations are in fact borne by Owner. Therefore, the CMAR hereby assigns to Owner any and all claims for such overcharges. The CMAR in all subcontracts shall require all Subcontractors to likewise assign all claims for overcharges to the Owner.

8.12 DISPUTES. Any failure of the Design Professional or the Owner to make a decision within the time limit set forth shall not be construed as acquiescence in all or any part of any CMAR claim for relief.

8.13 SEXUAL HARASSMENT. The CMAR shall comply with the Owner’s current policy regarding sexual harassment. The Owner prohibits sexual harassment by any person on Owner’s premises or at any Owner-affiliated functions.

8.14 AMENDMENTS. The CMAR Design Phase Services Contract Documents and CMAR Construction Contract Documents may not be changed, altered, or amended in any way except in writing signed by duly authorized representatives of CMAR and Owner.

8.15 CMAR RECORDS. To the extent required by Section 35-214, Arizona Revised Statutes, CMAR agrees to retain all records relating to the CMAR Design Phase Services Contract Documents and the CMAR Construction Contract Documents. CMAR agrees to make those records available at all reasonable times for inspection and audit by Owner or the Auditor General of the State of Arizona during the term of the CMAR Design Phase Services Contract Documents and CMAR Construction Contract Documents and for a period of five (5) years after the completion of the CMAR Design Phase Services Contract Documents and CMAR Construction Contract Documents. The records shall be provided at Arizona State University, Tempe, Arizona, or another location designated by Owner upon reasonable notice to CMAR.

8.16 NO CONSTRUCTION AGAINST DRAFTING PARTY. Each party acknowledges that it has had an opportunity to review the CMAR Design Phase Services Contract Documents and the CMAR Construction Contract Documents with counsel, and such documents shall not be construed against any party that is determined to have been the drafter of the documents.

CMAR

By: ____________________________
Name: ____________________________ (Printed)
Title: ____________________________
Date: ____________________________

OWNER

ARIZONA BOARD OF REGENTS
on behalf of
ARIZONA STATE UNIVERSITY

By: ____________________________
Name: ____________________________ (Printed)
Title: ____________________________
Date: ____________________________
<table>
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<th>Address for notices to <strong>CMAR:</strong></th>
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<td>Paul J. Ward, Esq.</td>
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<td>General Counsel</td>
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<td>Office of General Counsel</td>
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<td>P.O. Box 872003</td>
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<td>Tempe, AZ 85287-2003</td>
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<td><strong>FAX:</strong> (480) 965-0984</td>
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EXHIBIT A

TO

GENERAL CONDITIONS

FORMS OF PERFORMANCE BOND AND PAYMENT BOND

[Note: The actual forms of Performance Bond and the Payment Bond must be in the following form or in such other form as is acceptable to Owner and the surety issuing the bond.]
ARIZONA BOARD OF REGENTS
PERFORMANCE BOND
PURSUANT TO BOARD OF REGENTS POLICY 3-804D
(Penalty of this bond must be 100% of the contract amount)

KNOW ALL MEN BY THESE PRESENTS:

THAT, ________________________, (hereinafter called Principal), as Principal, and ________________________, a corporation organized and existing under the laws of the State of ____________, with its principal office in the city of ____________, (hereinafter called the Surety), as Surety, are held and firmly bound unto the Arizona Board of Regents, (hereinafter called the Obligee) in the amount of ________________________ ($ ____________ ) for the payment whereof, the said Principal and Surety bind themselves, and their heirs, administrators, executors, successors and assigns, jointly and severally, firmly by these presents.

WHEREAS, the Principal has entered into a certain written contract with the Obligee, dated the ____________, to construct and complete a certain work described as ________________________, ASU PROJECT NUMBER ____________, which contract is hereby referred to and made a part hereof as fully and to the same extent as if copied at length herein.

NOW, THEREFORE, THE CONDITION OF THIS OBLIGATION IS SUCH, that if the said Principal shall faithfully perform and fulfill all the undertakings, covenants, terms, conditions and agreements of said contract during the original term of said contract and any extension thereof, with or without notice to the Surety and during the life of any guarantee or warranty required under or specified in said contract, and shall also perform and fulfill all the undertakings, covenants, terms, conditions, and agreements of any and all duly authorized modifications of said contract that may hereafter be made, notice of which modifications to the Surety being hereby waived; then the obligation shall be void, otherwise to remain in full force and effect.

PROVIDED, HOWEVER, that this bond is executed pursuant to the provisions of Arizona Board of Regents Policy Section 3-804E, and all liabilities on this bond shall be determined in accordance with the provisions of this section, to the extent as if copied at length herein.

The prevailing party in a suit on this bond, including any appeal thereof, shall recover as a part of his judgment such reasonable attorneys' fees as may be fixed by a judge of the Court.

Anything in this bond to the contrary notwithstanding, the performance covered by this bond is limited to the construction to be performed under said contract and does not include any design phase services, finance services, maintenance services, operations services or any other related services included in said contract. Terms used in this paragraph that are defined or used in Arizona Board of Regents Policy Section 3-801 or any successor provision will have the respective definitions in that section or will be interpreted according to their use in that section, respectively.

Witness our hands this ____ day of ________________________, 20_______.

Principal          Seal

By ______________________________________________________

Surety          Seal

By ______________________________________________________

By
KNOW ALL MEN BY THESE PRESENTS:

THAT, ____________________, (hereinafter called Principal), as Principal, and
______________________, a corporation organized and existing under the laws of the State of ____________, with
its principal office in the city of ____________________, (hereinafter called the Surety), as Surety, are held and firmly
bound unto the Arizona Board of Regents, (hereinafter called the Obligee) in the amount of ______________
($ __________ ) for the payment whereof, the said Principal and Surety bind themselves, and their heirs,
administrators, executors, successors and assigns, jointly and severally, firmly by these presents.

WHEREAS, the Principal has entered into a certain written contract with the Obligee, dated the
__________, to construct and complete a certain work described as __________________________, ASU PROJECT NUMBER
__________, which contract is hereby referred to and made a part hereof as fully and to the same extent as if copied at length herein.

NOW, THEREFORE, THE CONDITION OF THIS OBLIGATION IS SUCH, that if the said Principal shall
promptly pay all monies due to all persons supplying labor or materials to him or his Subcontractors in the
prosecution of the work provided for in said contract, then this obligation shall be void, otherwise to remain in full
force and effect.

PROVIDED, HOWEVER, that this bond is executed pursuant to the provisions of Arizona Board of
Regents Policy Section 3-804E, and all liabilities on this bond shall be determined in accordance with the
provisions of this section, to the extent as if copied at length herein.

The prevailing party in a suit on this bond, including any appeal thereof, shall recover as a part of his
judgment such reasonable attorneys' fees as may be fixed by a judge of the Court.

Anything in this bond to the contrary notwithstanding, the performance covered by this bond is limited to
the construction to be performed under said contract and does not include any design phase services, finance
services, maintenance services, operations services or any other related services included in said contract.
Terms used in this paragraph that are defined or used in Arizona Board of Regents Policy Section 3-801 or any
successor provision will have the respective definitions in that section or will be interpreted according to their use
in that section, respectively.

Witness our hands this ____ day of ________________, 20 ________.

______________________________
Principal          Seal

______________________________
By ______________________________

______________________________
Surety          Seal

______________________________
By ______________________________