Santa Barbara County Flood Control and Water Conservation District

AGREEMENT



for the LILLINGSTON CANYON DEBRIS BASIN MODIFICATION PHASE 2 REMOVAL PROJECT

C.M.I.S. Project No. SC8347

Auditor - Controller Contract No.

THIS AGREEMENT is made by and between the Santa Barbara County Flood Control and Water
Conservation District, a political subdivision of the State of California, hereinafter called DISTRICT, and
AIS Construction Company hereinafter referred to as CONTRACTOR, for the completion of the work identified
herein, on the following terms, conditions and provisions:

- 1. <u>CONTRACT</u> This agreement incorporates by reference all of the General and Special Provisions and Specifications provided by DISTRICT for the work identified above; and where consistent with this document, the proposal executed and submitted by the CONTRACTOR. CONTRACTOR acknowledges receipt of all such documents as were not already in Contractor's possession. Said incorporated documents, this agreement, any Notice to Contractors, the Bid Bond, the Faithful Performance Bond, and Payment Bond are referred to herein as the "Contract" or "Contract Documents". Copies of all said documents are on file in the DISTRICT office and have been and will be made available to the CONTRACTOR during the term of this Agreement.
- 2. <u>WORK</u> CONTRACTOR agrees, at his own proper cost and expense, to furnish all the work and all equipment and materials necessary to perform and complete the work described in the documents referred to above, in a good and workmanlike manner to the satisfaction of the Flood Control Engineer of said DISTRICT, all in strict accordance with the Plans and the Contract Documents provided.
- 3. EXCAVATIONS Before any pavement resurfacing, displacement or excavation of the ground that may be required by any performance under this Agreement, the CONTRACTOR shall obtain an inquiry identification number by calling Underground Service Alert (USA) 1 (800) 422-4133 or by such other means as may be required; shall conform to all requirements of Government Code Sections 4215 through 4217 regarding any such pavement resurfacing, displacement or excavation, including the payment of any fees required; and shall facilitate performance by the DISTRICT of any obligation required of the DISTRICT under said Sections. There shall be no performance under this Agreement by either party unless and until the provisions of such Sections are complied with and the Engineer is notified regarding the compliance.
- 4. ENGINEER The Engineer referred to in the Contract Documents is the Flood Control Engineer.
- 5. PAYMENT As full compensation for furnishing all labor, supervision, overhead, materials and equipment and for doing all the work completed and embraced in this Agreement and subject to adjustments and liquidated damages, if any, as provided in the Contract Documents, the base amount to be paid to the CONTRACTOR for satisfactory completion of all requirements of the Contractor under this Agreement is and shall be \$157,147.50, to be paid as provided in the Contract Documents. The CONTRACTOR assumes and will provide against any and all loss or damage arising out of the nature of the work undertaken, or from the action of the elements, or from any unforeseen difficulties or obstructions which may arise or be encountered in the prosecution of the work until its acceptance by the DISTRICT, and assumes any and all expenses incurred by or in consequence of suspension or discontinuance of the work, for well and faithfully completing the work and the whole thereof, in the manner and to the requirements of the Contract and directions of the Engineer, hereunder. The DISTRICT will have the right to audit of Contractor's project records. Records must be made available in a form satisfactory to the Santa Barbara County Auditor-controller. All invoices submitted for payment shall include Contract Number BC

- 6. EXTRA WORK Extra work, materials, resolution of disputes, corrections, and/or changes to the specifications as are required for the proper completion of the work or the improvement contemplated may be effected or authorized and agreement made for compensation at the same rate per unit (or at a corresponding rate for work that is different from that provided for in the Contract Documents) by the Engineer, if compensation is in accordance with Section 20142 of the Public Contract Code:
- An amount not to exceed five thousand dollars (\$5,000) for contracts of fifty thousand dollars (\$50,000) or less.
- 10 percent for contracts over fifty thousand dollars (\$50,000) but not to exceed two hundred fifty thousand dollars (\$250,000). In no event shall any change exceed a net total addition of twenty-five thousand dollars (\$25,000).
- For contracts whose original cost exceeds two hundred fifty thousand dollars (\$250,000), the extra cost for any change or addition to the work so ordered shall not exceed twenty-five thousand dollars (\$25,000), plus 5 percent of the amount of the original contract costs in excess of two hundred fifty thousand dollars (\$250,000). In no event shall any change or alteration exceed two hundred ten thousand dollars (\$210,000).

Compensation in such equitable amount as is appropriate for the requirements of the DISTRICT may be authorized by resolution or minute order of the Board of Directors. The Engineer may agree upon appropriate additional time to be allowed as required for such extra work, materials, resolution or changes. In no event shall the District be liable for the cost of any extra work not approved in advance and in writing by the Flood Control Engineer.

- 7. COMPLIANCE WITH LAW, AMENDMENTS CONTRACTOR shall keep fully informed of all laws, ordinances and regulations which do or may affect the conduct of the work, the materials used therein or persons engaged or employed thereon and all such orders of bodies and tribunals having any jurisdiction over same. If it be found that the Special Provisions or Standard Specifications for the work conflict with any such law, ordinance or regulation, the CONTRACTOR shall immediately report same to the Engineer in writing. CONTRACTOR shall at all times observe and comply with and shall cause all agents and employees to observe and comply with all such laws, ordinances, regulations or decrees as the same now exists or may be hereafter amended and all superseding provisions thereof. CONTRACTOR acknowledges, particularly, the provisions of Sections 3196 and Sections 3247 and 3252, inclusive, of the Civil Code of California. CONTRACTOR shall protect and indemnify the Santa Barbara County Flood Control District, the Board of Directors, the Flood Control Engineer, and/or any officer, agent or employee of the DISTRICT against any claims or liability arising from or based on the violation of any such law, ordinance, regulation or decree whether by CONTRACTOR, or a subcontractor, agent or employee.
- 8. PAYMENTS NOT ACCEPTANCE No certificate given or payments made under this Contract shall be evidence of the performance of this Contract, either wholly or in part, against any claim upon CONTRACTOR. Final payment for the work performed under this Contract shall not be made until the lapse of thirty (30) days after the Notice of Completion of said work has been filed for record and no payment shall be construed to be acceptance of any defective work or improper materials. CONTRACTOR agrees that the payment for final quantities due under this Contract and the payment of amounts due for any work in accordance with any amendments of this Contract, shall release the County of Santa Barbara from any and all claims or liabilities on account of work performed under this Contract or any amendments thereof. In addition to guarantees required elsewhere, CONTRACTOR shall and does hereby guarantee all workmanship and material to be free of defects and fit for the purposes intended for a period of one year from and after both the date of acceptance of the work and the recordation of the Notice of Completion by the DISTRICT, and CONTRACTOR shall repair or replace any or all work and material, together with any other portions of the work which may be displaced in so doing, that in the opinion of the Engineer, is or becomes defective during the period of said guarantee without expense whatsoever to the DISTRICT.
- 9. <u>PREVAILING WAGE RATES</u> Rates of wages, including overtime, holiday and Sunday rates provided for the work are subject to the effect of Executive Orders of the President of the United States No. 9240, dated September 9, 1942, and No. 9250, dated October 3, 1942, and to any modifications thereof and to any and all lawful

orders of the President or any authorized Federal Officer or agency, insofar as the same may be applicable to this Contract. In accordance with the requirements of Labor Code section 1770, the Director of the Department of Industrial Relations has determined the general prevailing rate per diem or hourly wages for workers required to perform the subject work. A copy of the prevailing wage rate is on file at the office of the Santa Barbara County Flood Control and Water Conservation District, 123 East Anapamu Street, Santa Barbara, California, and is available for inspection. CONTRACTOR, and any subcontractor under his or her direction, shall pay not less than the said prevailing rates to all laborers, workers and mechanics employed by the in the execution of the contract.

- 10. CONTRACT DOCUMENTS ACKNOWLEDGED CONTRACTOR hereby declares that he has read the "Contract Documents" pertaining to the work to be accomplished hereunder, has carefully examined the plans and detail drawings of the work to be performed and fully understands the intent and meaning of the same.
- 11. TIME FOR COMMENCEMENT, COMPLETION Time is of the essence in the execution of this Contract. The work to be done under this Agreement shall be completed within the Contract Period described in the Instructions to Bidders. As soon as practicable after the Contract has been executed by both the CONTRACTOR and the DISTRICT, a Notice to Proceed will be issued by the Engineer stating the starting date of the Contract time. The CONTRACTOR shall begin work within FIFTEEN (15) calendar days after receiving the Notice to Proceed, unless otherwise provided. Attention is directed to the provisions of the Contract documents pertaining to Liquidated Damages for failure to complete the work within the allowed time.
- 12. <u>WORKERS' COMPENSATION INSURANCE</u> CONTRACTOR certifies as to knowledge of the provisions of Section 3700 of the Labor Code which requires every employer to be insured against liability for Workers' Compensation or to undertake self insurance in accordance with the provisions of that Code. Contractor will comply with such provisions before commencing the performance of the work of this Contract.
- 13. PROGRESS PAYMENT NO WAIVER FOR DELAY Any progress payment made after the scheduled completion date will not constitute a waiver of any liquidated damages heretofore agreed upon as part of this Contract.
- 14. GUARANTEE BONDS Before any performance under this Agreement, the CONTRACTOR shall provide the security required by statute for the payment of all workers and suppliers, and security for faithful performance of all terms and conditions of this Agreement, in an amount and form approved by the DISTRICT. Both securities shall contain provisions which automatically increase amounts thereof and/or time of completion or both for all change orders, extensions and additions to the work provided pursuant to this Agreement.
- 15. NON DISCRIMINATION The CONTRACTOR acknowledges that this Agreement is subject to the provisions of Article XIII of Chapter 2 of the Santa Barbara County Code, providing against discrimination in employment. The CONTRACTOR agrees to perform all requirements of a contractor under the provisions of said Article and to pay all costs occasioned to the DISTRICT by any noncompliance by the CONTRACTOR.
- 16.RECORDS, AUDIT, AND REVIEW. CONTRACTOR shall keep such business records pursuant to this Agreement as would be kept by a reasonably prudent practitioner of CONTRACTOR's profession and shall maintain such records for at least four (4) years following the termination of this Agreement. All accounting records shall be kept in accordance with generally accepted accounting practices. COUNTY shall have the right to audit and review all such documents and records at any time during CONTRACTOR's regular business hours or upon reasonable notice.
- 17. <u>DISPUTES</u> Should any dispute arise which the parties are unable to resolve by negotiation respecting the interpretation, construction or meaning of any of the plans or specifications or provisions affecting the work or respecting the true value of any extra work or work omitted, the dispute shall be submitted to arbitration. Such arbitration shall be carried out in accordance with provisions of the Public Contract Code, any applicable provision of County ordinance, regulation or standard and in accordance with standards of the American Arbitration Association. Any resulting arbitration ruling or result shall be binding on the parties, unless there is a mutual written agreement to litigate the matter.

The Contractor's attention is directed to the provisions of Public Contract Code 20104 for resolutions of claims of \$375,000 or less. The claim shall be in writing and include the documents necessary to substantiate the claim. Claims must be filed on or before the date of final payment. Nothing in this subdivision is intended to extend the time-limit-or-supersede-notice-requirements otherwise provided by contract for the filing of claims.

18. <u>SUBSTITUTION OF MATERIALS</u>, <u>SUBSTITUTION OF CONTRACTORS</u> The Engineer is authorized to act on behalf of the awarding authority in any matters requiring consent, notice or hearing in order to substitute materials or equipment specified or to substitute subcontractors.

IN WITNESS WHEREOF, the parties have executed this Agreement to be effective on the date executed by COUNTY.

SANTA BARBARA COUNTY FLOOD CONTROL & WATER CONSERVATION DISTRICT	CONTRACTOR
By: Chair, Board of Directors	AIS Construction Company 1110 Eugenia Pl., Ste. 200 Carpinteria CA-93013
Date:	By Andrew Sheaffer, President License No. 759390
ATTEST: CHANDRA L. WALLAR CLERK OF THE BOARD	
By: Deputy	
APPROVED AS TO FORM: DENNIS A. MARSHALL COUNTY COUNSEL	APPROVED AS TO ACCOUNTING FORM: ROBERT W GEIS, CPA AUDITOR-CONTROLLER
By: Deputy County Counsel	By: Deputy
APPROVED AS TO FORM: RAY AROMATORIO, ARM, AIC RISK MANAGER	APPROVED AS TO FORM: SCOTT D. MCGOLPIN PUBLIC WORKS DIRECTOR
By: Risk Manager	By:Public Works Director

WORKERS' COMPENSATION INSURANCE CERTIFICATE

The Contractor shall execute the following form as required by the California Labor Code, Sections 1860 and 1861:

I am aware of the provisions of Section 3700 of the Labor Code which require every employer to be insured against liability for workers' compensation or to undertake self-insurance in accordance with the provisions of that code, and I will comply with such provisions before commencing the performance of the work of this contract.

Date 06/12/2012

Contractor

Signature Andrew Sheaffe

President

Title

CERTIFICATE OF COMPLIANCE

TO: SANTA BARBARA COUNTY FLOOD CONTROL AND WATER CONSERVATION DISTR	JCT
FROM: AIS Construction Company	
THIS IS TO CERTIFY THAT ALL REQUIREMENTS FOR INSURANCE OF SUBCONTRACTO SPECIFIED IN THESE CONTRACT DOCUMENTS HAVE BEEN MET.	RS AS
Als Construction Company BY: Andrew Sheaffer TITLE: President	
DATED: 06/12/2012	

(Please return this completed form with your Bonds and Certificates of Insurance)

STATEMENT OF

UNLAWFUL DISCRIMINATION IN EMPLOYMENT PRACTICES

(SANTA BARBARA COUNTY CODE, SECTION 2-95)

The party contracting with the Santa Barbara County Flood Control and Water Conservation District agrees that it will not discriminate against any employee or applicant for employment in violation of any applicable State or Federal laws, rules or regulations which may now or hereafter specifically prohibit such discrimination on such grounds as race, religion, sex color, national origin, physical handicap when otherwise qualified, Vietnam era veteran/disabled, or ago. If it is determined by the Board of Directors upon recommendation of the Affirmative Action Officer and the County Counsel that during the life of this agreement any such unlawful discriminations have occurred, the County Board of Directors may forthwith terminate this agreement. Said party contracting with the District further agrees that whether or not the term of this agreement is still in existence at the time of final determination of such unlawful discrimination, that it will forthwith reimburse the District for any and all damages, costs and expenses incurred in connection with such unlawful discrimination, including but not limited to damages from loss of Federal or State grants, subventions or loans; costs of processing, investigating and reporting complaints of unlawful discrimination; additional costs of expenses incurred in completion of this agreement by another party if this agreement is terminated before completion; all costs of suit including reasonable attorney's fees incurred in collecting any such damages, costs and expenses; and interest at 7% on all such damages, costs and expenses from the date they are incurred to date of payment.

Employment practices shall include, but are not limited to employment, promotion, demotion, transfer, recruitment and advertising for recruitment, layoff or other termination, rates of pay, employee benefits and all other forms of compensation, selection for training and apprenticeship and probationary periods.

Said party contracting with the District further agrees to permit access at all reasonable times and places to all of its records of employment advertising, application forms, tests and all other pertinent employment data and records, to the Santa Barbara County Flood Control and Water Conservation District, its officers, employees and agents for the purpose of investigation to ascertain if any unlawful discrimination as described herein has occurred or is being practiced.

Failure to fully comply with any of the foregoing provisions relating to unlawful discrimination in employment practices shall be deemed to be a material breach of this agreement.

Bond No.: SU 1114149

PAYMENT BOND

Premium: Included in Performance Bo

KNOW ALL MEN BY THESE PRESENTS:

That the SANTA BARBARA COUNTY FLOOD CONTROL AND WATER CONSERVATION

DISTRICT of the State of California (hereinafter referred to as the DISTRICT) and Als Construction Company

(hereinafter referred to as PRINCIPAL) have by written agreement entered into a contract identified as

LILLINGSTON CANYON DEBRIS BASIN MODIFICATION PHASE 2 REMOVAL PROJECT

(hereinafter referred to as the CONTRACT) and

That, pursuant to law and to said CONTRACT, and before entering upon the performance of said CONTRACT, the PRINCIPAL is required to file with the DISTRICT a good and sufficient bond to secure the payment of labor and materials claims.

NOW, THEREFORE, said PRINCIPAL and Arch Insurance Company
as corporate surety (hereinafter referred to as SURETY), are held firmly bound unto the DISTRICT in the amount of \$\frac{One Hundred Fifty Seven Thousand One Hundred Forty Seven and 50/100}{(\$157,147,50)} (100% of Contract Amount), or the payment of which PRINCIPAL and SURETY bind themselves, their heirs, executors, administrators, successors and assigns both jointly and severally.

THE CONDITION OF THIS OBLIGATION IS SUCH that if said PRINCIPAL, his or its subcontractors, heirs, executors, administrators, successors, or assigns, shall fail to pay any of the persons named or referred to in Section 3181 of the California Civil code, or amounts due under the Unemployment Insurance Code with respect to work or labor performed by any such claimant, or for any amounts required to be deducted, withheld and paid over the Employment Development Department from the wages of employees of the contractor and his subcontractors pursuant to Section 13020 of the Unemployment Insurance Code with respect to such work and labor as required by Division 3, Part 4, Title XV, Chapter 7 (commencing at Section 3247) of the California Civil Code, or this bond, then said SURETY will pay for the same, in an amount not to exceed the amount hereinafter set forth.

This bond shall inure to the benefit of any and all persons, companies and corporations named or referred to in Section 3181 of the California Civil Code, so as to give a right of action to them or their assigns in any suit brought upon this bond.

And the said **SURETY**, for value received, hereby agrees that no change, extension of time, alteration or addition to the terms of the **CONTRACT**, or to the work to be performed thereunder, or the specifications accompanying the same, shall in anywise affect its obligations on this bond, and it does hereby waive notice of any such change, extension of time, alteration or addition to the terms of the **CONTRACT** or to the work or to the specifications.

In the event suit is brought upon this Bond by **DISTRICT** and judgment is recovered, **SURETY** shall pay all costs incurred by the **DISTRICT** in such suit, including a reasonable attorney's fee to be fixed by the court.

Death, illness, disability or disqualification of the **PRINCIPAL** shall not relieve **SURETY** of its obligations hereunder.

DATED:	June 18, 2012	
ВҮ	AIS Construction Company PRINCIPAL	Arch Insurance Company SURETY Attorneys-in-fact Shirley Rhoads, Attorney-in-Fact 196 S Fir St, Ventura CA 93003 Address
		TWIW Insurance Services, LLC Agent for Service of Process
		196 S Fir St, Ventura CA 93003

NOTE: Signatures of those executing for Surety and Power of Attorney MUST have notarial acknowledgement in the format shown on page A34 of these Contract Documents.

CALIFORNIA ALL-PURPOSE ACKNOWLEDGEMENT

State of:	California	
County of	Ventura	
On <u>6/18/2012</u> before me,	Sharon L. Sparks	s, Notary Public,
personally appeared Shi	rley Rhoads,	
is/ are subscribed to the w the same in his /her/ their :	vithin instrument a authorized capaci	ory evidence to be the person(s) whose name(s) and acknowledged to me that he/she/they executed ty(ies) and that by his/her/their signature(s) on the behalf of which the person(s) acted, executed the
I Certify under PENALTY foregoing paragraph is tru		nder the laws of The State of California that the
S CO NOTARY VEI 1 My C OO	00000000000000000000000000000000000000	WITNESS my hand and official seal. Signature of Notary Public
000000000000000000000000000000000000000		OPTIONAL
Though the data below is document and could prev	not required by la ent fraudulent rea	w, it may prove valuable to persons relying on the tachment of this form.
CAPACITY CLAIMED BY	SIGNER	DESCRIPTION OF ATTACHED DOCUMENT
CORPORATE OFFICER		
TITLES(S)		TITLE OR TYPE OF DOCUMENT
PARTNERS LIMITED		
□GENERAL		
		NUMBER OF PAGES
⊠ATTORNEY-IN-FACT		
☐TRUSTEE(S)		
☐GUARDIAN/CONSERVATOR		
OTHER		
		DATE OF DOCUMENT
SIGNER IS REPRESENTING: NAME OF PERSON(S) OR ENTIT	Y(IES)	DATE OF BOOOMENT
		SIGNER(S) OTHER THAN NAMED ABOVE

Bond No.: SU 1114149 Premium: \$2,672.00

PERFORMANCE BOND

KNOW ALL MEN BY THESE PRESENTS:

That the SANTA BARBARA COUNTY FLOOD CONTROL AND WATER CONSERVATION
DISTRICT of the State of California California (hereinafter referred to as the DISTRICT) and
AIS Construction Company (hereinafter referred to as PRINCIPAL) have by written agreement entered into a contract identified as

LILLINGSTON CANYON DEBRIS BASIN MODIFICATION PHASE 2 REMOVAL PROJECT (hereinafter referred to as the CONTRACT) and

That, the PRINCIPAL is required under the terms and conditions of said CONTRACT to furnish a bond for the faithful performance of CONTRACT.

NOW, THEREFORE, said PRINCIPAL and Arch Insurance Company as corporate surety (hereinafter referred to as SURETY), are held firmly bound unto the DISTRICT in the amount of \$_157,147.50 (100% of Contract Amount), for the payment of which PRINCIPAL and SURETY bind themselves, their heirs, executors, administrators, successors and assigns both jointly and severally. (One Hundred Fifty Seven Thousand One Hundred Forty Seven and 50/100)

THE CONDITION OF THIS OBLIGATION is such that if the **PRINCIPAL**, his heirs, executors, administrators, successors or assigns shall perform all of the covenants, conditions and agreements in the said **CONTRACT** and any alteration thereof made as therein provided, in his or their part, to be kept and performed at the time, and in the manner therein specified, and shall indemnify and save harmless **DISTRICT**, its officers, agents, and employees, as therein stipulated, then this obligation shall become null and void; otherwise it shall be and remain in full force, virtue and effect.

And the said **SURETY** for value received, agrees that no change, extension of time, alteration or addition to the terms of the **CONTRACT** or to the work to be performed thereunder or the specifications accompanying the same shall affect its obligations on this bond, and it does hereby waive notice of any such change, extension of time, alteration or additions to the terms of the **CONTRACT** or to the work or to the specifications.

In the event suit is brought upon this bond by **DISTRICT** and judgment is recovered, **SURETY** shall pay all costs incurred by **DISTRICT** in such suit, including a reasonable attorney's fee to be fixed by the Court.

Death, illness, disability or disqualification of the **PRINCIPAL** shall not relieve **SURETY** of its obligations hereunder.

AIS Construction Company

PRINCIPAL

BY:

Arch Insurance Company

SURETY

Attorneys-in-fact

Shirley Rhoads, Attorney-in-Fact

196 S Fir St, Ventura CA 93003

Address

TWIW Insurance Services, LLC

Agent for Service of Process

196 S Fir St, Ventura CA 93003

Address

NOTE: Signatures of those executing for Surety and Power of Attorney MUST have notarial acknowledgement in the format shown on page A34 of these Contract Documents.

CALIFORNIA ALL-PURPOSE ACKNOWLEDGEMENT

State of:	California
County of	Ventura
On <u>6/18/2012</u> before me	Sharon L. Sparks, Notary Public,
personally appeared Shi	rley Rhoads,
the same in his/her/their	basis of satisfactory evidence to be the person(s) whose name(s) vithin instrument and acknowledged to me that he/she/they executed authorized capacity(ies) and that by his/her/their signature(s) on the or the entity upon behalf of which the person(s) acted, executed the
I Certify under PENALTY foregoing paragraph is tru	OF PERJURY under the laws of The State of California that the ue and correct.
000000000000000000000000000000000000000	WITNESS my hand and official seal.
S CC NOTARY VEIL	RON L. SPARKS 8 MM. # 1867134 S PUBLIC-CALIFORNIA R UTURA COUNTY U DOMNISCION EXPIRED TO STATE OF THE STATE
000000000000000000000000000000000000000	OPTIONAL
Though the data below is document and could prev	not required by law, it may prove valuable to persons relying on the ent fraudulent reattachment of this form.
CAPACITY CLAIMED BY	
□INDIVIDUAL	
☐CORPORATE OFFICER	
TITLES(S)	TITLE OR TYPE OF DOCUMENT
PARTNERS LIMITED	
□GENERAL	
	NUMBER OF PAGES
⊠ATTORNEY-IN-FACT	
☐TRUSTEE(S)	
☐GUARDIAN/CONSERVATOR	
OTHER	
SIGNER IS REPRESENTING: NAME OF PERSON(S) OR ENTIT	DATE OF DOCUMENT Y(IES)
	SIGNER(S) OTHER THAN NAMED AROVE







THIS POWER OF ATTORNEY IS NOT VALID UNLESS IT IS PRINTED ON BLUE BACKGROUND.

This Power of Attorney limits the acts of those named herein, and they have no authority to bind the Company except in the manner and to the extent herein stated. Not valid for Mortgage, Note, Loan, Letter of Credit, Bank Deposit, Gurrency Rate, Interest Rate or Residential Value Guarantees.

Know-All Persons By These Presents

POWER OF ATTORNEY

VOID

_

That the Arch Insurance Company, a corporation organized and existing under the laws of the State of Missouri, having its principal administrative office in Jersey City, New Jersey (hereinafter referred to as the "Company") does hereby appoint:

H. Randall Kinsling, Judith M. Diaz, Kip Keller, M. Linda Terry, Shirley Rhoads, Sondra L. Stanley, Steven W. Carter and Timothy B. Maudsley of Ventura, CA (EACH)

its true and lawful Attorney(s)in-Fact, to make, execute, seal, and deliver from the date of issuance of this power for and on its behalf as surety, and as its act and deed:

Any and all bonds, undertakings, recognizances and other surety obligations, in the penal sum not exceeding Ninety Million Dollars (\$90,000,000.00)

This authority does not permit the same obligation to be split into two or more bonds In order to bring each such bond within the dollar limit of authority as set forth herein.

The execution of such bonds, undertakings, recognizances and other surety obligations in pursuance of these presents shall be as binding upon the said Company as fully and amply to all intents and purposes, as if the same had been duly executed and acknowledged by its regularly elected officers at its principal administrative office in Jersey City, New Jersey.

This Power of Attorney is executed by authority of resolutions adopted by unanimous consent of the Board of Directors of the Company on September 15, 2011, true and accurate copies of which are hereinafter set forth and are hereby certified to by the undersigned. Secretary as being in full force and effect.

"VOTED, That the Chairman of the Board, the President, or the Executive Vice President, or any Senior Vice President, of the Surety Business Division, or their appointees designated in writing and filed with the Secretary, or the Secretary shall have the power and authority to appoint agents and attorneys-in-fact, and to authorize them subject to the limitations set forth in their respective powers of attorney, to execute on behalf of the Company, and attach the seal of the Company thereto, bonds, undertakings, recognizances and other surety obligations obligatory in the nature thereof, and any such officers of the Company may appoint agents for acceptance of process."

This Power of Attorney is signed, sealed and certified by facsimile under and by authority of the following resolution adopted by the unanimous consent of the Board of Directors of the Company on September 15, 2011:

VOTED, That the signature of the Chairman of the Board, the President, or the Executive Vice President, or any Senior Vice President, of the Surety Business Division, or their appointees designated in writing and filed with the Secretary, and the signature of the Secretary, the seal of the Company, and certifications by the Secretary, may be affixed by facsimile on any power of attorney or bond executed pursuant to the resolution adopted by the Board of Directors on September 15, 2011, and any such power so executed, sealed and certified with respect to any bond or undertaking to which it is attached, shall continue to be valid and binding upon the Company.

VOID

VOID

00ML0013 00 03 03

Page 1 of 2

Printed in U.S.A.

In Testimony Whereof, the Company has caused this instrument to be signed and its corporate seal to be affixed by their authorized officers, this 29th day of November, 2011.

Attested and Certified

Arch Insurance Company

CORPORATE SEAL 1971

David M. Finkelstein, Executive Vice President

STATE OF PENNSYLVANIA SS

COUNTY OF PHILADELPHIA SS

I, Kathleen Marcinkus, a Notary Public, do hereby certify that Martin J. Nilsen and David M. Finkelstein personally known to me to be the same persons whose names are respectively as Secretary and Executive Vice President of the Arch Insurance Company, a Corporation organized and existing under the laws of the State of Missouri, subscribed to the foregoing instrument, appeared before me this day in person and severally acknowledged that they being thereunto duly authorized signed, sealed with the corporate seal and delivered the said instrument as the free and voluntary act of said corporation and as their own free and voluntary acts for the uses and purposes therein set forth.

COMMONWEALTH OF PENNSYLVAMA

NOTARIAL SEAL

KATHLEEN MARCINKUS, Notary Public
City of Philadelphia, Phila. County
My Commission Expires March 14, 2014

Kathleen Marcinkus, Notary Public
My commission expires 03/14/2014

CERTIFICATION

I, Martin J. Nilsen, Secretary of the Arch Insurance Company, do hereby certify that the attached Power of Attorney dated <u>November 29, 2011</u> on behalf of the person(s) as listed above is a true and correct copy and that the same has been in full force and effect since the date thereof and is in full force and effect on the date of this certificate; and I do further certify that the said David M. Finkelstein, who executed the Power of Attorney as Executive Vice President, was on the date of execution of the attached Power of Attorney the duly elected Executive Vice President of the Arch Insurance Company.

IN TESTIMONY WHEREOF, I have hereunto subscribed my name and affixed the corporate seal of the Arch Insurance Company on this 18^{10} day of 10^{10} , 10^{10} .

Martin J. Nilsen, Secretary

This Power of Attorney limits the acts of those named therein to the bonds and undertakings specifically named therein and they have no authority to bind the Company except in the manner and to the extent herein stated.

PLEASE SEND ALL CLAIM INQUIRIES RELATING TO THIS BOND TO THE FOLLOWING ADDRESS:

Arch Insurance – Surety Division 3 Parkway, Suite 1500 Philadelphia, PA 19102

