

 Initial here to indicate content has been reviewed and Agreement is ready to be signed.

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|                                                                                            |                       |
|--------------------------------------------------------------------------------------------|-----------------------|
| Agreement / CAR Number                                                                     | GRT-25-0011325-T      |
| AG Contract Number                                                                         | P0012013003419        |
| AFIS Vendor Number & Address Code                                                          | IV0000003032<br>A0002 |
| AFIS Program/Phase<br>Eligible From Date<br>Eligibility Expiration Date<br>Project Details | Refer to Exhibit A    |

**GRANT AGREEMENT**  
**BETWEEN**  
**THE ARIZONA DEPARTMENT OF TRANSPORTATION**  
**MULTIMODAL PLANNING DIVISION acting for and on behalf of**  
**THE STATE OF ARIZONA**  
**AND**  
**THE THE CITY OF YUMA**

This GRANT AGREEMENT, established pursuant to Arizona Revised Statutes (A.R.S.) § 28-7281, is entered into \_\_\_\_\_ between the ARIZONA DEPARTMENT OF TRANSPORTATION (ADOT) MULTIMODAL PLANNING DIVISION (MPD) acting for and on behalf of THE STATE OF ARIZONA herein referred to as the STATE or ADOT, and the THE CITY OF YUMA Local Government herein referred to as the RECIPIENT. The STATE, ADOT, and the RECIPIENT are collectively referred to as the “Parties”, and individually as STATE, ADOT, RECIPIENT, and “Party”.

**I. RECITALS**

- 1) ADOT is authorized to enter into this Agreement and has delegated to the undersigned the authority to execute this Agreement on behalf of STATE.
- 2) RECIPIENT has obtained appropriate action by ordinance or resolution or otherwise pursuant to the laws or other rules and regulations applicable to it and its governing bodies and is authorized to enter into this Agreement and has delegated to the undersigned the authority to execute this Agreement on behalf of RECIPIENT.
- 3) Exhibit A: Project Award Description provides the Project Award Description, Eligibility Dates, Funding Participation, and Match Requirements. The STATE and the RECIPIENT desire to secure the Project as described in Exhibit A through the expenditure of State Economic Strength Project Funds and carried out according to this Agreement and under the applicable sections of ARS 28-7282 et seq.
- 4) Exhibit B: Program Description and Contact Information provides the statutory reference and describes rules, regulations, and requirements specific to the program(s) awarded in this Agreement. All the contacts needed for processing or communications are also provided.
- 5) Exhibit C: Responsibility Matrix delineates key requirements specific to roles. The STATE and the RECIPIENT desire defining their respective responsibilities related to the expenditure and reimbursement of up to the amount of funds described in Exhibit A and referred to as the PROJECT within the authority granted by the Program described in Exhibit B.

- 6) Exhibit D: Procurement and Third Party Contract Provisions provides rules specific to RECIPIENT procurement in this Agreement.
- 7) Exhibit E: Discrimination & Title VI Requirements provides mandatory Title VI requirements.
- 8) Exhibit F: Insurance (Risk Management) Requirements provides mandatory insurance requirements.
- 9) The RECIPIENT assures that it will comply with applicable provisions of the Americans with Disabilities Act (ADA), (Public Law No. 101-336, 42 U.S.C. 12101-12213) and all applicable federal regulations under the Act including 28 CFR parts 35-36, and applicable provisions of 49 CFR Parts 27, 37 and 38: Transportation for Individuals with Disabilities; Final Rule. The parties to this Agreement shall comply with State Executive Order Number 2009-09, as amended by State Executive Orders 2023-01 and 2023-09, issued by the Governor of the State of Arizona and incorporated herein by reference regarding "Non-Discrimination" or Arizona Revised Statutes §§ 41-1461 through 1465, and all other applicable STATE and federal employment laws, rules and regulations..
- 10) RECIPIENT qualified local match and fees for the PROJECT to be procured by the STATE is due upon demand and prior to procurement. Match for PROJECT to be procured by RECIPIENT shall be indicated in and deducted from request for reimbursement.
- 11) The APPLICATION for this Agreement does not constitute the AWARD amount. The AWARD will be demonstrated in Exhibit A of this Agreement, incorporated into the document at the time of execution and/or as updated from time-to-time by mutual consent.
- 12) The State has the authority to re-distribute Award if the signed Agreement is not received by the program required deadline, or if applicable cash Match (if required) is not received, so that the Agreement may be executed within 90 calendar days from the date that Exhibit A documenting Award is distributed.

THEREFORE, in consideration of the mutual agreements expressed herein, it is agreed as follows:

## **II. SCOPE**

- 1) RECIPIENT shall provide specific services or activities related to eligible funding, herein called the PROJECT in accordance with the RECIPIENT'S application(s), incorporated herein as referenced and as described in Exhibit B and the PROJECT description and Award described in Exhibit A.
- 2) PROJECT expense and cost awards will be detailed in Exhibit A. Awards may consist of any combination of expense or cost categories eligible in the associated grant program.
- 3) PROJECT Award is limited to the quantity, description, and/or pricing of the items identified in Exhibit A. Any needed or desired variation from quantity, description, or pricing must be requested in writing and approved by the Program Manager prior to procurement or incurring expenses. Approvals will result in a modified Exhibit A being issued. For PROJECT Award items being procured by ADOT, actual

pricing that exceeds the estimate on Exhibit A and requiring additional MATCH will be confirmed with the RECIPIENT prior to purchase.

- 4) RECIPIENT eligible PROJECT expenditures or incurrence of costs may not occur prior to the “Expenses Eligible from Date” and must occur prior to the “Eligibility Expiration Date” established in Exhibit A. All support documentation must be dated within that established data range to be considered eligible.
- 5) Authorized PROJECT-appropriate expenses and costs associated with the PROJECT Award, supported by receipts and other suitable and appropriate documentation, and incurred within the Exhibit A established data range are eligible for reimbursement upon execution of this Agreement. Final reimbursement requests must be received no later than 30 calendar days after the calendar quarter within which the Eligibility Expiration Date occurs to be eligible for reimbursement unless an extension has been granted by the Program Manager. Extensions must be documented on a Modified Exhibit A.

### **III. RESPONSIBILITIES**

#### **1) ADOT or its assignees will:**

- a. Review PROJECTS for compliance with statutory requirements, oversight requirements, and program guidance.
- b. Review documentation supporting PROJECT expenditures for eligibility and ensure program match requirements are met.
- c. Assure funding is available to reimburse invoices submitted no later than 30 calendar days beyond the Eligibility Expiration Date of the Project unless the project is moved to an inactive status because no invoicing has been received for two consecutive calendar quarters.
- d. Review invoices, when appropriate to the Grant Award, from RECIPIENT and reimburse RECIPIENT within 30 calendar days after receipt and approval of invoices, in a total amount not to exceed the lesser of the approved invoiced costs or the Grant Award.
- e. Communicate with RECIPIENT as necessary to facilitate program compliance and procedural efficiency.

#### **2) RECIPIENT will:**

- a. Administer the grant from award to closeout.
- b. Take necessary steps to ensure compliance with program or Agreement stipulated deadlines.
- c. Develop and have in place prior to use of award internal policies and systems that ensure effective management of awards and compliance with grant requirements.

- d. Implement strong internal controls for accounting and compliance with grant terms and conditions and ensure that the RECIPIENT financial management system and any other system used for documentation or compliance is appropriate to implement the Project.
- e. Establish a budget of the costs required to perform the Project and a method for monitoring actual costs against the budget.
- f. Ensure that matching funds qualify under Program requirements and submit payment of Grant required MATCH or other fees as indicated in Exhibit A upon demand by the STATE.
- g. Comply with all terms of the Grant Program in accordance with the RECIPIENT application(s) and statutes in effect at the time of application or subsequently revised and incorporated herein by reference.
- h. Perform all tasks designated on the Responsibility Matrix. Copy the Arizona Corporation Commission (ACC) Project Manager on all progress or status reports from the matrix.
- i. Obtain prior written concurrence of the State before assigning any portion of the work to be performed under this Agreement or execute any contract, amendment, or change order thereto, or obligate itself in any manner with any third party with respect to its rights and responsibilities under this Agreement.
- j. Communicate contractual requirements to contractors and sub-contractors and ensure all the requirements of this Agreement are incorporated by means of a contract or other legally binding documents stipulating the contractor and/or sub-contractor's responsibility to comply with this Agreement.
- k. In the event of an accident involving any equipment funded under this Agreement, the RECIPIENT shall, within 48 hours, notify the ADOT Program Manager and the MPD Finance & Administration Manager (see Exhibit B) electronically via email. Any insurance proceeds received when project property has been lost or damaged, the grantee shall a) apply those proceeds to the cost of replacing the damaged or destroyed project property taken out of service or b) return an amount equal to the remaining STATE interest in the lost, damaged, or destroyed project property. The RECIPIENT agrees to request from and adhere to guidance from the ADOT Project Manager regarding which option shall be followed.
- l. Communicate with STATE as necessary to facilitate program compliance and procedural efficiency.
- m. Provide all required reports required by Program requirements or as requested by ADOT in a timely manner and as required by the STATE.
- n. Ensure users of PROJECT equipment and/or services meet applicable regulations and statutes.
- o. Review documentation supporting PROJECT expenditures for eligibility and ensure program match requirements are met.

- p. Comply with Performance Measure requirements when and as established or as designated by the STATE for its compliance.
- q. Comply with Cross-Cutting requirements for asset management plans and reporting of asset inventory and condition information when and as established by the STATE.
- r. Demonstrate that funds are expended for eligible and allocable activities; track receipts, disbursements, assets, liabilities, and balances; and track and report program income.
- s. Report to the STATE as required by the program but at a minimum so that payments may be completed quarterly on the Billing Summary and Reimbursement form provided by ADOT, for categorized reimbursable Project costs/expenses awarded as detailed in Exhibit A, as authorized and allowable under the grant requirements, and supported as required with vendor invoices, original receipts, or other suitable and appropriate documentation.

The final invoice for each State Fiscal Year for all work completed through June 30 each year shall be submitted no later than July 15 each year. In the event this deadline cannot be met, the RECIPIENT shall communicate with the MPD Finance Manager to establish a deadline for submission. Invoices received after the deadline for submission may be deemed non-reimbursable.

In the event that no expenditures occurred during a calendar quarter, submit a progress report to the ADOT Project Manager and explain the delay in the Project or reason for no billable charges. Projects with no billable activities for two consecutive quarters may be placed in an inactive status without this evidence.

To be eligible for reimbursement, costs must meet the following general criteria:

- Be a direct cost. Indirect costs are eligible for reimbursement only with an indirect cost plan approved by the RECIPIENTs federal cognizant agency and accepted by ADOT as indicated on Exhibit A.
  - Be necessary and reasonable for proper and efficient performance and administration of the Project;
  - Be an eligible expense under program regulations and requirements;
  - Be treated consistently. A cost may not be assigned to the grant as a direct cost if any other cost incurred for the same purpose in like circumstances has been allocated to a grant as an indirect cost;
  - Be determined in accordance with generally accepted accounting principles (GAAP);
  - Be excluded as a cost or not used to meet cost sharing or matching requirements of any other award in either the current or a prior billing period;
  - Be the net of all applicable credits; and
  - Be adequately documented to include a system generated financial summary, or Excel spreadsheet accompanied by appropriate backup documentation (i.e. invoices, payroll, etc.), disclosing an expense amount that matches the invoice amount.
- t. Submit program required reports of procurement activities according to the section labeled: **PROCUREMENT AND THIRD PARTY CONTRACT PROVISIONS** and submit reports of contract activities via email in a spreadsheet template provided by the ADOT Program Manager.

#### **IV. MISCELLANEOUS PROVISIONS**

- 1) **Term Incorporation:** This Agreement is governed according to the laws of the State of Arizona. All cited statutes, public law, executive orders, and policies cited in this Agreement are incorporated by reference as a part of this Agreement. It is RECIPIENT responsibility to ensure that any Agreement between RECIPIENT and its CONTRACTORS and SUBCONTRACTORS for use of grant funds shall incorporate the provisions contained herein.
- 2) **Duration:** This Agreement shall become effective upon signature by the parties hereto and shall remain in force and effect until PROJECT satisfaction plus 36 months after Project completion.

This Agreement may be canceled at any time prior to the commencement of performance under this Agreement, upon thirty (30) calendar days written notice to the other party.

- 3) **Amendments:** This Agreement may be amended upon mutual agreement of the Parties at any time when in the best interest of STATE, or RECIPIENT. Modifications to Exhibit A describing the details of the approved PROJECT may be modified without adopting a formal amendment to this Agreement; acceptance of the modification shall be indicated by signature on the modified Exhibit A by an authorized signatory from the RECIPIENT.
- 4) **Match:** Any needed or desired variation from quantity, description, or pricing must be requested in writing and approved by the Program Manager prior to procurement. Approvals will result in a modified Exhibit A being issued with updated approved not-to-exceed award, pricing, and MATCH indicated. Without advance approval, RECIPIENT is responsible for all of the increased price or quantity procured.

In the event that this Agreement is terminated after matching and/or fee funds have been issued to and deposited by the STATE, there is no guarantee of timeframe for refund of match funds, and refund shall not occur prior to the reassignment of the PROJECT award to another eligible agency and payment by that agency of any required matching funds. Remitted fees may be non-refundable, depending on the purpose of the fees except when this Agreement is terminated by ADOT or the STATE at no fault of the RECIPIENT.

In circumstances where the RECIPIENT cannot accept delivery of the Project Equipment or where surrender of equipment is required, refund of capital match will be based on current fair-market value at the time of surrender less the cost of any repairs or modifications required to affect reassignment to another recipient or program.

- 5) **Availability of Funds:** Every payment obligation of STATE under this Agreement is conditioned upon the availability of funds appropriated or allocated for the payment of such obligation. If funds are not allocated and available for the continuance of this Agreement, this Agreement may be terminated by STATE at the end of the period for which the funds are available. No liability shall accrue to STATE in the event this provision is exercised, and STATE shall not be obligated or liable for any future payments or for any damages as a result of termination under this paragraph.

- 6) **Statutory Compliance:** All parties shall comply with all applicable federal, state, and local requirements including all applicable provisions of A.R.S. 28-7281 through 28-7286 et seq. and other applicable regulations where and when relevant.
- 7) **Conflict of Interest:** This agreement may be canceled in accordance with Arizona Revised Statutes Section 38-511. The cancellation shall be effective when notified by the Department.
- 8) **Recordkeeping:** All RECIPIENTS and/or their CONTRACTORS and the parties shall retain all data, books, and other records relating to this Agreement for a period of five (5) years after completion of the Agreement. Completion of the Agreement means the awarded Project is completed or has been canceled, all stated obligations and requirements have been met, all financial transactions are processed, and all required reporting has been completed. All records shall be subject to inspection and audit by the STATE at reasonable times as set forth in A.R.S. 35-214.
- 9) **Audit:** The administration of resources awarded by ADOT to the RECIPIENT may be subject to audits and/or monitoring by ADOT including but not be limited to: on-site visits by ADOT staff or designees, and limited scope audits. By entering into this Agreement, the RECIPIENT agrees to comply and cooperate fully with any monitoring procedures/processes deemed appropriate by ADOT. In the event ADOT determines that a limited scope audit of the RECIPIENT is appropriate, the RECIPIENT agrees to comply with any additional instructions provided by ADOT staff to the RECIPIENT regarding such audit. The RECIPIENT further agrees to comply and cooperate with any inspections, reviews, investigations, or audits deemed necessary by the ADOT's Office of Audit and Analysis, ADOT's Office of the Inspector General (OIG) and ADOT's Financial Management Services. It is the responsibility of the RECIPIENT to monitor their sub-recipients.

The RECIPIENT shall follow up and take corrective action on audit findings. Preparation of summary schedule of prior year audit findings, including corrective action(s), a timetable for resolution with anticipated completion date(s), person responsible for corrective action, and contact information, and current status of the audit findings are required to be submitted to ADOT. Current year audit findings require corrective action(s), a timetable for resolution with anticipated completion date(s), person responsible for corrective action, and contract information and status of findings will also be reported to ADOT.

If the RECIPIENT fails to take corrective action, ADOT will make a determination to:

- a. make financial adjustments to the allocated Federal funding as determined appropriate, up to and including repayment by the RECIPIENT of disallowed costs, or
- b. take other action as determined appropriate.

If the RECIPIENT has not completed corrective action, a timetable for follow-up should be provided with an explanation and specific reasons for non-completion.

Records related to unresolved audit findings, appeals, or litigation shall be retained until the action is completed or the dispute is resolved. Access to project records and audit work papers shall be given to ADOT and the Arizona Auditor General. This section does not limit the authority of ADOT to conduct or

arrange for the conduct of additional audits or evaluations of state financial assistance or limit the authority of any other state official.

Audit Report submission: Copies of reporting packages for audits conducted shall be submitted to [SingleAudit@azdot.gov](mailto:SingleAudit@azdot.gov).

Copies of written communication between the RECIPIENT and the independent auditor in compliance with the Statement on Auditing Standards No 114 and as required by this section titled AUDIT of this agreement shall be submitted by or on behalf of the RECIPIENT directly to [SingleAudit@azdot.gov](mailto:SingleAudit@azdot.gov).

- 10) **Dispute Resolution / Arbitration:** In the event of any controversy, the Parties agree that it is in their mutual best interest to promptly meet with the purpose of resolving said Dispute. In the event that the Parties cannot resolve their dispute informally, the parties hereto agree to abide by required arbitration as set forth for in Arizona Revised Statute 12-1518.
- 11) **Third Party Antitrust Violations:** The RECIPIENT assigns to the STATE any claim for overcharges resulting from antitrust violations to the extent that such violations concern materials or services supplied by third parties to the RECIPIENT toward fulfillment of this Contract.
- 12) **Immigration:** To the extent applicable under Arizona Revised Statutes Section §41-4401, each Party and its subcontractors warrants their compliance with all federal immigration laws and regulations that relate to their employees and their compliance with the E-verify requirements under Arizona Revised Statutes Section §23-214(A). A breach of the above-mentioned warranty by any Party or its subcontractors shall be deemed a material breach of the Agreement and may result in the termination of the Agreement by the non-breaching Parties. Each Party retains the legal right to randomly inspect the papers and records of the other Parties or its subcontractor employees who work on the Agreement to ensure that the Parties or its subcontractors are complying with the above-mentioned warranty.
- 13) **Termination for Convenience:** Either Party has the right to terminate the Agreement, in whole or in part at any time, when in the best interests of the RECIPIENT or STATE without penalty or recourse.
- 14) **Termination for Default:** STATE reserves the right to terminate this Agreement in whole or in part due to failure of RECIPIENT to carry out any term, promise, or condition of the Agreement. STATE will issue a written ten (10) day cure notice to RECIPIENT for failure to adequately perform, or if there is reason for STATE to believe that the RECIPIENT cannot or will not adequately perform the requirements of the Agreement. If RECIPIENT does not submit a Corrective Action Plan to the satisfaction of STATE within the ten (10) day period, then STATE may pursue action in accordance with the Agreement Article titled: *Arbitration*.
- 15) **Entire Agreement.** This Agreement may be amended, modified, or waived only by an instrument in writing signed by both Parties. Should the PROJECT awarded under this Agreement be completed at a lower cost than the amount awarded, or for any other reason should any of these funds not be expended, or expended in other than in strict accordance with the terms and conditions of this Agreement, a proportionate amount of the funds provided shall be reimbursed to the STATE. Except as identified in the PROJECT the RECIPIENT shall not assign any portion of the PROJECT or execute any agreement, contract, amendment, or change order thereto, or obligate itself in any manner with any



third party with respect to its rights and responsibilities under this Agreement without the prior written concurrence of the STATE.

- 16) **Title VI of the Civil Rights Act of 1964.** ADOT and its RECIPIENTS shall not discriminate against any employee or applicant for employment in violation of Federal Executive Order 11246, Arizona State Executive Order 2009-09, or A.R.S. 41-1461 through 1465, which mandates that all persons, regardless of race, color, religion, sex, age, or national origin shall have equal access to employment opportunities, and all other applicable state and federal employment laws, rules and regulations, including the Americans With Disabilities Act and shall comply with Title VI of the Civil Rights Act of 1964, as amended, 78 Stat. 252, 42 U.S.C. 2000d-42 U.S.C. 2000d-4 (hereinafter referred to as the Act), the Civil Rights Restoration Act of 1987 (Public Law 100.259). Refer to Exhibit E for requirements in contracting and procurement.
- 17) **Israel Boycott Not Permitted.** The RECIPIENT warrants that it is not engaged in a boycott of Israel as defined in A.R.S. 35-393 et seq.
- 18) **Forced Labor of Ethnic Uyghurs Ban:** Pursuant to Arizona Revised Statutes § 35-394, the SUBRECIPIENT warrants and by signing this Agreement so certifies that it does not currently, and agrees for the duration of the contract that it will not use the forced labor of ethnic Uyghurs in the People's Republic of China, any goods or services produced by the forced labor of ethnic Uyghurs in the People's Republic of China, or any contractors, subcontractors or suppliers that use the forced labor or any goods or services produced by the forced labor of ethnic Uyghurs in the People's Republic of China. If the SUBRECIPIENT becomes aware during the term of this Agreement that the SUBRECIPIENT is not in compliance with this certification, the SUBRECIPIENT shall notify ADOT within five business days after becoming aware of the noncompliance, and within 180 days after notice, provide written certification that the SUBRECIPIENT has remedied the noncompliance. This item does not apply to not-for-profit organizations or organizations with fewer than ten (10) full-time employees.
- 19) **Duplicate Funding Not Permitted.** The RECIPIENT agrees that if it receives Federal funding from the Federal Emergency Management Agency (FEMA) or through a pass-through entity through the Robert T. Stafford Disaster Relief and Emergency Assistance Act, or any other Federal agency, or insurance proceeds for any portion of a project activity approved for funding under this Agreement, the RECIPIENT shall provide written notification to ADOT, and reimburse ADOT for any Federal share that duplicates funding provided by FEMA, another Federal agency, or an insurance company.
- 20) **Disadvantaged Business Enterprise Program.** ADOT's Disadvantaged Business Enterprise Program does not apply to this Grant Agreement because there is no ADOT provided federal funding. However, in the event that the RECIPIENT is using federal funds for any part of this project, or if the project is within the bounds of a federally-funded project, the RECIPIENT is responsible for complying with any DBE requirements of those projects.
- 21) **EXHIBITS:** All Exhibits A through F are incorporated into this Agreement by reference and provide specific terms and conditions or information relevant to the use of funds under this Agreement.

IN WITNESS WHEREOF, the parties have executed this Agreement the day and year first above written.

**THE CITY OF YUMA**

**STATE OF ARIZONA**

Arizona Department of Transportation

By

John Simonton

By

Matt Moul, Division Director  
Multimodal Planning Division

Date Signed

Date Signed

APPROVAL OF THE THE CITY OF YUMA

I have reviewed this Grant Agreement BETWEEN the STATE OF ARIZONA, by and through its ARIZONA DEPARTMENT OF TRANSPORTATION, MULTIMODAL PLANNING DIVISION and the THE CITY OF YUMA and declare this Agreement to be in proper form and within the powers and authority granted to the THE CITY OF YUMA under the laws of the State of Arizona. No opinion is expressed as to the authority of the State to enter into this Agreement.

DATED \_\_\_\_\_

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Richard Files

Attorney for the THE CITY OF YUMA



Office of the Arizona Attorney General

KRIS MAYES  
ATTORNEY GENERAL

STATE GOVERNMENT DIVISION /  
TRANSPORTATION SECTION

VANESSA HICKMAN  
DIVISION CHIEF COUNSEL  
DANIEL BERGIN  
SECTION CHIEF  
DIRECT LINE: 602-542-8840  
E-MAIL: DANIEL.BERGIN@AZAG.GOV

**GRANT AGREEMENT**  
**DETERMINATION**

A.G. Contract No. P0012013003419 (MPD Agreement No. \_\_\_\_\_), an Agreement between the State of Arizona and The City of Yuma has been reviewed pursuant to A.R.S. § 28-7281, by the undersigned Section Chief who has determined that it is in the proper form and is within the powers and authority granted to the State of Arizona.

No opinion is expressed as to the authority of the remaining Parties, other than the State or its agencies, to enter into said Agreement.

DATED:

KRIS MAYES  
Attorney General

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Daniel Bergin  
Section Chief  
Transportation Section

DB/sp/

| Exhibit A                                                                                                                           |                                                                                                                                              |                                                                                               |
|-------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------|
| PROJECT AWARD DESCRIPTION                                                                                                           |                                                                                                                                              |                                                                                               |
| Award Title                                                                                                                         | Project Description                                                                                                                          |                                                                                               |
| MPD0756-26 Project Ambition                                                                                                         | Road construction on 28th Street to provide critical access to a lot near I-8 and Avenue 4E.                                                 |                                                                                               |
| Funding (Program/Phase)                                                                                                             | Eligible for Use Date = Agreement Execution Date<br>(See Page 1 of this Agreement)                                                           | Final Expiration Date for Reimbursement Requests<br>(18 months from Agreement Execution Date) |
| GCY2601C                                                                                                                            |                                                                                                                                              |                                                                                               |
| Estimated Total Project Costs from Application<br>(The Recipient is responsible for all costs beyond the Grant Award.)              | \$7,850,000.00                                                                                                                               | <b>Source for Local Cash Match</b>                                                            |
| Total Grant Award to be applied to ESP Eligible Project Costs<br>(The Recipient may not request reimbursement for Ineligible Costs) | Local Cash Match Required (at least 10% of ESP Eligible Project Costs)<br>(The Recipient may not use Federal funds as Match for this grant.) |                                                                                               |
| \$345,250                                                                                                                           | \$38,360                                                                                                                                     | Source of Match Acknowledge as Eligible Non-Federal source.                                   |
| Eligible Project Costs include but are not limited to:                                                                              | Public highway construction and/or reconstruction                                                                                            |                                                                                               |
|                                                                                                                                     | Turn Lanes                                                                                                                                   |                                                                                               |
|                                                                                                                                     | Acceleration/deceleration lanes                                                                                                              |                                                                                               |
|                                                                                                                                     | Utility placement within the public right of way that is a component of the overall public highway construction project                      |                                                                                               |
|                                                                                                                                     | Curb and gutter and/or other drainage construction associated with the overall public highway construction project                           |                                                                                               |
| Costs ineligible for reimbursement or use as a match include but are not limited to:                                                | Application preparation                                                                                                                      |                                                                                               |
|                                                                                                                                     | Routine maintenance and rehabilitation                                                                                                       |                                                                                               |
|                                                                                                                                     | Landscaping                                                                                                                                  |                                                                                               |
|                                                                                                                                     | Beautification                                                                                                                               |                                                                                               |
|                                                                                                                                     | Construction of areas not designated for vehicular traffic such as sidewalks, etc.                                                           |                                                                                               |
|                                                                                                                                     | Work done on private property                                                                                                                |                                                                                               |
|                                                                                                                                     | Signage for private companies                                                                                                                |                                                                                               |
|                                                                                                                                     | Contingency fees                                                                                                                             |                                                                                               |
|                                                                                                                                     | Property purchase or easements                                                                                                               |                                                                                               |
|                                                                                                                                     | Roadway and highway design and engineering                                                                                                   |                                                                                               |
|                                                                                                                                     | Work done prior to the effective date of the ESP agreement                                                                                   |                                                                                               |
|                                                                                                                                     | Grant administration                                                                                                                         |                                                                                               |

**EXHIBIT B**  
**PROGRAM DESCRIPTION and CONTACT INFORMATION**  
**Economic Strength Projects Grant Program**  
**State of Arizona Highway User Revenue Fund 100%**

The ESP is a competitive grant program designed to enhance the economic strength and competitiveness of Arizona rural communities by providing funding for highway projects that foster job growth. The ESP will reimburse specified costs of qualifying rural road and/or highway projects that are projected to accomplish one or more of the following: (i) retain a significant number of jobs, (ii) significantly increase the number of new jobs, (iii) foster significant private capital investment and (iv) otherwise make a significant contribution to the regional economy, particularly in base industries.

Administration of the ESP is shared between the Arizona Commerce Authority (ACA) and the Arizona Department of Transportation (ADOT). After initial screening by the ACA of eligible Projects and a recommended priority ranking of eligible Projects by the ACA's Rural Business Development Advisory Council (RBDAC), ADOT is charged with the final selection of approved Projects and with the contractual and financial administration of the Program. Further, see RFP Sections 3.1 and 4.1 and A.R.S. §§ 41-1505(E) and 28-7286(A).

#### **Available Funding**

Funding for the Program is allocated to ADOT through the Highway User Revenue Fund. The total amount available for grants pursuant to the ESP is \$1,000,000. The ACA and ADOT reserve the right to award less than \$1,000,000 in ESP grants depending on, among other considerations, the number and quality of Project proposals ("Proposals") received. Unallocated Program funds may be available for use in future Economic Strength Grant Project funding rounds. A single ESP grant award cannot exceed \$500,000. There is no prescribed minimum ESP grant award. The ACA and ADOT may choose to make one or more ESP grant awards.

#### **Eligible Applicants**

Applicants eligible for the ESP are as follows:

- Arizona incorporated cities and towns with populations of less than 150,000 (based on U.S. Census Bureau 2010 population data) not contiguous with or situated within a Metro Area
- Arizona counties with populations of less than 750,000 (based on U.S. Census Bureau 2010 population data)
- Federally recognized Indian tribes situated in Arizona.

| STATE Contact Information  |                                      |                              |                                   |                                          |
|----------------------------|--------------------------------------|------------------------------|-----------------------------------|------------------------------------------|
| ADOT MPD                   | <b>Agreement Contact</b>             | <b>Reimbursement Contact</b> | <b>ADOT Project Manager</b>       | <b>ACA Project Manager</b>               |
| <b>Name</b>                | Sally J. Palmer                      | Angela Ringor Estrada        | Sharay Satchell                   | Keith Watkins                            |
| <b>Title</b>               | Contracts Program Manager            | Senior Accountant            | Economic Strength Program Manager | Sr. VP of Economic and Rural Development |
| <b>Email</b>               | SPalmer@azdot.gov                    | ARingorEstrada@azdot.gov     | Ssatchell@azdot.gov               | keithw@azcommerce.com                    |
| <b>Phone</b>               | 602-712-6732                         | 602-712-8316                 | 602-712-7337                      | 602-845-1278                             |
| <b>Invoice Submissions</b> | <b>MPDInvoice@azdot.gov</b>          |                              |                                   |                                          |
| <b>Mailing Address</b>     | Arizona Department of Transportation |                              |                                   |                                          |
|                            | Multimodal Planning Division         |                              |                                   |                                          |
|                            | Mail Drop 310B                       |                              |                                   |                                          |
|                            | 1611 W Jackson                       |                              |                                   |                                          |
|                            | Phoenix, AZ 85007                    |                              |                                   |                                          |

| RECIPIENT Contact Information |                                                                                                                       |                                                                                                                             |                                                                                                                                                       |
|-------------------------------|-----------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------|
| Contact info from Application | <b>Contract Legal Signatory</b><br><i>Authorized to Execute Agreement</i>                                             | <b>Attorney Contact</b><br><i>Sign Determination (Agreement in proper form and within the powers and authority granted)</i> | <b>Project Manager</b><br><i>Reviews Agreement Content and Starts signature process; Responsible for Managing Project and Tracking Progress</i>       |
| <b>Name</b>                   | John Simonton                                                                                                         | Richard Files                                                                                                               | Laura Pina                                                                                                                                            |
| <b>Title</b>                  | City Administrator                                                                                                    | City Attorney                                                                                                               | Grant Writer, City Administration                                                                                                                     |
| <b>Email</b>                  | john.Simonton@yumaaz.gov                                                                                              | richard.files@yumaaz.gov                                                                                                    | laura.pina@yumaaz.gov,<br>laura.martinez@yumaaz.gov                                                                                                   |
| <b>Phone</b>                  | 928.373.5011                                                                                                          | 928.373.5050                                                                                                                | 928.373.5014                                                                                                                                          |
| Contact info from Application | <b>Risk Manager OR Insurance Agent OR Broker</b><br><i>Signs Insurance Checklist and provides Insurance Documents</i> | <b>Agreement Contact</b><br><i>Receives Executed Agreement for Official Agency Records (Optional)</i>                       | <b>Accounting Contact</b><br><i>Receives Executed Agreement for Funding and Billing Records; Point of Contact for Questions on Billing (Optional)</i> |
| <b>Name</b>                   | Pamela Torres                                                                                                         | Laura Pina                                                                                                                  | Maura Luna                                                                                                                                            |
| <b>Title</b>                  | Legal Analyst                                                                                                         | Grant Writer, City Administration                                                                                           | Principal Accountant                                                                                                                                  |
| <b>Email</b>                  | pamela.torres@yumaaz.gov                                                                                              | laura.pina@yumaaz.gov,<br>laura.martinez@yumaaz.gov                                                                         | maura.luna@yumaaz.gov                                                                                                                                 |
| <b>Phone</b>                  | 928.373.5056                                                                                                          | 928.373.5014                                                                                                                | 928.373.5000 Ext.1722                                                                                                                                 |
| <b>Mailing Address</b>        | One City Plaza                                                                                                        |                                                                                                                             |                                                                                                                                                       |
|                               | Yuma, AZ 85364                                                                                                        |                                                                                                                             |                                                                                                                                                       |
| <b>Remittance Address</b>     | One City Plaza                                                                                                        |                                                                                                                             |                                                                                                                                                       |
|                               | Yuma, AZ 85364                                                                                                        |                                                                                                                             |                                                                                                                                                       |

**EXHIBIT C**  
**RESPONSIBILITY MATRIX**

| <b>Actions<br/>(not all-inclusive list)</b> | <b>RECIPIENT Responsibility</b>                                                                                                                                                                                                | <b>STATE / ADOT Responsibility</b>                                                                                                                                        |
|---------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Agreement Reviews / Approval                | Submit to attorney for review prior to presentation to the governing body; Governing body must take appropriate action to approve the Agreement and provide evidence of said action                                            | Draft and send to the Awarded Recipient                                                                                                                                   |
| Match Approval                              | Where required, obtain official approval/vote and submit to ADOT Contract Program Manager within 90 calendar days of notice of award, identifying original source (federal agency, local revenue, not-for-profit, for-profit.) | Review/Approve as eligible; Maintain Documentation                                                                                                                        |
| Execute Agreement                           | Sign Agreement and return within 60 calendar days of receipt                                                                                                                                                                   | Execute Agreement within 90 calendar days from award of grant.                                                                                                            |
| Procurement                                 | Procure according to rules established in the Agreement.                                                                                                                                                                       | Determine applicable procurement laws, rules, and regulations                                                                                                             |
| Expenditures                                | Expenditures are only eligible upon the execution date of the Agreement and must be incurred within 18 months                                                                                                                  | Review/Approve as eligible and within permissible timeframe                                                                                                               |
| Reimbursement Requests                      | Submit the first reimbursement request no later than 8 months after the effective date of the Agreement. Submit Reimbursement/Billing Summary form and adequate support documentation to MPDInvoice@azdot.gov                  | PM - Review and Approve/Reject within 7 calendar days;<br>Grant Accountant - process payments within 14 calendar days from receipt                                        |
| Match                                       | Allocate at least 10% match to qualifying project costs on every reimbursement request, identifying fund source                                                                                                                | Review/Approve as eligible. Grant funds from other State-funded programs, including the ACA's Rural Economic Development Grant ("REDG"), are ineligible as matching funds |
| Progress Reports                            | Submit within 20 calendar days after the close of each calendar quarter                                                                                                                                                        | Determine content and provide the forms. Track project outcomes relative to goals                                                                                         |
| Annual Outcome Report                       | Provide an annual outcome report for a period of 36 months                                                                                                                                                                     | Track project outcomes relative to goals                                                                                                                                  |
| Compliance                                  | Comply with all applicable terms and conditions as stipulated in the Agreement and in the application guide.                                                                                                                   | Oversight & Contract Administration                                                                                                                                       |



**EXHIBIT D**  
**PROCUREMENT AND THIRD PARTY CONTRACT PROVISIONS**

In the event the RECIPIENT is authorized to procure Project construction services, RECIPIENT is responsible for following all procurement requirements established in the Agreement, by the Program, and applicable Arizona Revised Statutes. Include applicable contract provisions in every third-party contract and purchase order.

In the event that zero federal monies will be used as match and this project is not within the bounds of an existing federally funded project:

1. If the recipient has completed procurement self-certification processes through ADOT, the recipient shall follow the certified procurement rules.
2. If the recipient is not “self-certified” and is a local public agency or political subdivision of this state and has adopted the State Procurement Code pursuant to ARS 41-2501, the recipient shall follow the State Procurement Code. In the event the State Procurement Code has not been adopted, the recipient must reconcile the differences between local procurement rules and the State Procurement Code and receive authorization to proceed under local rules.

In the event this project is within the bounds of an existing federally funded project, procurement of the portion of the project funded by these ESP dollars must be procured as required under the federally-funded project’s requirements except that:

1. If the recipient is a local public agency or political subdivision of this state and has adopted the State Procurement Code pursuant to ARS 41-2501, the recipient shall follow the State Procurement Code except and unless a federal rule applicable pursuant to the rules of the funding agency is more restrictive, then it shall apply.
2. All other recipients shall follow 2 CFR 200.317 through 200.326 as applicable, Appendix II to Part 200, other CFR references provided in 2 CFR part 200 et seq. Contract provisions are available from <http://www.ecfr.gov>.
3. The regulations required by the federal funding agency shall be adhered to explicitly. The recipient must locate the federal funding agency required procurement requirements and contract provisions For example: FHWA procurement requirements can be linked to at: <http://www.fhwa.dot.gov/construction/> and contract provisions are located at: <http://www.fhwa.dot.gov/construction/contracts/provisions.cfm>

**EXHIBIT E**  
**DISCRIMINATION & TITLE VI REQUIREMENTS**  
**(REV 04092025)**

**Title VI/Non-Discrimination Assurances:** This Agreement is subject to the provisions of Title VI of the Civil Rights Act and the RECIPIENT is herein notified of such.

*The Arizona Department of Transportation, in accordance with the provisions of Title VI of the Civil Rights Act of 1964 (78 Stat. 252.42 U.S.C. §§ 2000d-4), the Americans with Disabilities Act (ADA) and the Regulations, hereby notifies all bidders that it will affirmatively ensure that any contract entered into pursuant to this advertisement, disadvantaged business enterprises will be afforded full and fair opportunity to submit bids in response to this invitation and will not be discriminated against on the grounds of race, color, national origin in consideration for an award.*

**APPENDIX A**

During the performance of this contract, the contractor, for itself, its assignees, and successors in interest (hereinafter referred to as the "contractor") agrees as follows:

1. **Compliance with Regulations:** The contractor (hereinafter includes consultants) will comply with the Acts and the Regulations relative to Non-discrimination in Federally-assisted programs of the U.S. Department of Transportation, *Federal Highway Administration*, as they may be amended from time to time, which are herein incorporated by reference and made a part of this contract.
2. **Non-discrimination:** The contractor, with regard to the work performance by it during the contract, will not discriminate on the grounds of race, color, or national origin in the selection and retention of subcontractors, including procurements of materials and leases of equipment. The contractor will not participate directly or indirectly in the discrimination prohibited by the Acts and the Regulations, including employment practices when the contract covers any activity, project, or program.
3. **Solicitations for Subcontracts, Including Procurements of Materials and Equipment:** In all solicitations, either by competitive bidding, or negotiation made by the contractor for work to be performed under a subcontract, including procurements of materials, or leases of equipment, each potential subcontractor or supplier will be notified by the contractor of the contractor's obligations under this contract and the Acts and Regulations relative to Non-discrimination on the grounds of race, color, or national origin.
4. **Information and Reports:** The contractor will provide all information and reports required by the Acts, the Regulations, and directives issued pursuant thereto and will permit access to its books, records, accounts, other sources of information, and its facilities as may be determined by the Recipient or the *Federal Highway Administration* to be pertinent to ascertain compliance with such Acts, Regulations, and instructions. Where any information required of a contractor is in the exclusive possession of another who fails or refuses to furnish the information, the contractor will so certify to the Recipient or the *Federal Highway Administration*, as appropriate, and will set forth what efforts it has made to obtain the information.
5. **Sanctions for Noncompliance:** In the event of a contractor's noncompliance with the Non-discrimination provisions of this contract, the Recipient will impose such contract sanctions as it or the *Federal Highway Administration* may determine to be appropriate, including, but not limited to:
  - a. withholding payments to the contractor under the contract until the contractor complies; and/or
  - b. canceling, terminating, or suspending a contract, in whole or in part.
6. **Incorporation of Provisions:** The contractor will include the provisions of paragraphs one through six in every subcontract, including procurements of materials and leases of equipment, unless exempt by the Acts, the Regulations and directives issued pursuant thereto. The contractor will take action with request to any subcontract or procurement as the Recipient or the *Federal Highway Administration* may direct as a means of enforcing such provisions including sanctions for noncompliance. Provided, that if the contractor becomes involved in, or is threatened with litigation by a subcontractor or supplier because of such

direction, the contractor may request the Recipient to enter into any litigation to protect the interests of the Recipient. In addition, the contractor may request the United States to enter into the litigation to protect the interests of the United States.

## APPENDIX E

During the performance of this contract, the contractor, for itself, its assignees, and successors in interest (hereinafter referred to as the "contractor") agrees to comply with the following non-discrimination statutes and authorities; including but not limited to:

### **Pertinent Non-Discrimination Authorities:**

- Title VI of the Civil Rights Act of 1964 (42 U.S.C. § 2000d *et seq.*, 78 stat. 252), (prohibits discrimination on the basis of race, color, national origin); and 49 CFR Part 21.
- The Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970, (42 U.S.C. § 4601), (prohibits unfair treatment of persons displaced or whose property has been acquired because of Federal or Federal-aid programs and projects);
- Federal-Aid Highway Act of 1973, (23 U.S.C. § 324 *et seq.*), (prohibits discrimination on the basis of sex);
- Section 504 of the Rehabilitation Act of 1973, (29 U.S.C. § 794 *et seq.*), as amended, (prohibits discrimination on the basis of disability); and 49 CFR Part 27;
- The Age Discrimination Act of 1975, as amended, (42 U.S.C. § 6101 *et seq.*), (prohibits discrimination on the basis of age);
- Airport and Airway Improvement Act of 1982, (49 USC § 471, Section 47123), as amended, (prohibits discrimination based on race, creed, color, national origin, or sex);
- The Civil Rights Restoration Act of 1987, (PL 100-209), (Broadened the scope, coverage and applicability of Title VI of the Civil Rights Act of 1964, The Age Discrimination Act of 1975 and Section 504 of the Rehabilitation Act of 1973, by expanding the definition of the terms "programs or activities" to include all of the programs or activities of the Federal-aid recipients, sub-recipients and contractors, whether such programs or activities are Federally funded or not);
- Titles II and III of the Americans with Disabilities Act, which prohibit discrimination on the basis of disability in the operation of public entities, public and private transportation systems, places of public accommodation, and certain testing entities (42 U.S.C. §§ 12131-12189) as implemented by Department of Transportation regulations at 49 C.F.R. parts 37 and 38;
- The Federal Aviation Administration's Non-discrimination statute (49 U.S.C. § 47123) (prohibits discrimination on the basis of race, color, national origin, and sex);
- Executive Order 12898, Federal Actions to Address Environmental Justice in Minority Populations and Low-Income Populations, which ensures discrimination against minority populations by discouraging programs, policies, and activities with disproportionately high and adverse human health or environmental effects on minority and low-income populations;
- Executive Order 13166, Improving Access to Services for Persons with Limited English Proficiency, and resulting agency guidance, national origin discrimination includes discrimination because of limited English proficiency (LEP). To ensure compliance with Title VI, you must take reasonable steps to ensure that LEP persons have meaningful access to your programs (70 Fed. Reg. at 74087 to 74100);
- Title IX of the Education Amendments of 1972, as amended, which prohibits you from discriminating because of sex in education programs or activities (20 U.S.C. 1687 *et seq.*).

**EXHIBIT F**  
**INSURANCE (RISK MANAGEMENT) REQUIREMENTS**  
**For Projects that Include Construction**  
**(Effective 12/02/2020)**

**Indemnification:** To the fullest extent permitted by law, the RECIPIENT shall defend, indemnify, and hold harmless The State of Arizona, and its departments, agencies, boards, commissions, universities, Officers, officials, agents, and employees (hereinafter referred to as “Indemnitee”) from and against any and all claims, actions, liabilities, damages, losses, or expenses (including court costs, attorneys’ fees, and costs of claim processing, investigation and litigation) (hereinafter referred to as “Claims”) for bodily injury or personal injury (including death), or loss or damage to tangible or intangible property caused, or alleged to be caused, in whole or in part, by the negligent or willful acts or omissions of the RECIPIENT or any of its owners, officers, directors, agents, employees or subcontractors. This indemnity includes any claim or amount arising out of or recovered under the Workers’ Compensation Law or arising out of the failure of such RECIPIENT to conform to any federal, state, or local law, statute, ordinance, rule, regulation or court decree. It is the specific intention of the parties that the Indemnitee shall, in all instances, except for Claims arising solely from the willful acts or omissions of the Indemnitee, be indemnified by the RECIPIENT from and against any and all claims. It is agreed that the RECIPIENT will be responsible for primary loss investigation, defense and judgment costs where this indemnification is applicable. In consideration of the award of this contract, the RECIPIENT agrees to waive all rights of subrogation against the State of Arizona, its officers, officials, agents and employees for losses arising from the work performed by the RECIPIENT for the State of Arizona.

In addition, should a Recipient utilize a contractor(s) and subcontractor(s), the indemnification clause between the Recipient and its contractor(s) and subcontractor(s) shall include the indemnification clause above.

**INSURANCE REVIEW:** RECIPIENT must complete and sign the *ADOT ESP GRANT INSURANCE CHECKLIST* and submit to [mlb\\_mpd@azdot.gov](mailto:mlb_mpd@azdot.gov) the completed checklist and required evidence of insurance or self-insurance for Risk Management review. Risk Management will review for compliance and notify the RECIPIENT of acceptance or deficiencies which require corrective action and resubmission until acceptance is received.

Proper permits must be obtained to conduct business or work on ADOT’s right of way when applicable.

**Minimum insurance requirements applicable to RECIPIENT and Contractors:**

**Commercial General Liability (CGL) – Occurrence Form**

Policy shall include bodily injury, property damage, and broad form contractual liability coverage.

- |                                             |             |
|---------------------------------------------|-------------|
| ● General Aggregate                         | \$2,000,000 |
| ● Products – Completed Operations Aggregate | \$2,000,000 |
| ● Personal and Advertising Injury           | \$1,000,000 |
| ● Damage to Rented Premises                 | \$50,000    |
| ● Each Occurrence                           | \$1,000,000 |

**Business Automobile Liability**

Bodily Injury and Property Damage for any owned, hired, and/or non-owned automobiles used in the performance of this Agreement.

- Combined Single Limit (CSL) \$1,000,000

**Workers' Compensation and Employers' Liability**

- Workers' Compensation Statutory
- Employers' Liability
  - Each Accident \$1,000,000
  - Disease – Each Employee \$1,000,000
  - Disease – Policy Limit \$1,000,000

1. As required by this written agreement, policies or evidence of self-insurance shall be endorsed to include the State of Arizona and the Arizona Department of Transportation as additional insured with respect to liability arising out of all activities performed by, or on behalf of the RECIPIENT. (Workers Compensation is exempt from this requirement)
2. Policies or evidence of self-insurance shall waive subrogation in favor of the State of Arizona and the Arizona Department of Transportation for losses arising from work performed by or on behalf of the RECIPIENT, as required by this written agreement.

**Additional Insurance Requirements**

The policies or evidence of self-insurance shall include, or be endorsed to include, as required by this written agreement, the following provisions:

1. RECIPIENT's policies or evidence of self-insurance, as applicable, shall stipulate that the insurance or self-insurance required under this Agreement shall be primary and that any insurance carried by the Department, its agents, officials, employees or the State of Arizona shall be excess and not contributory insurance, as provided by A.R.S. § 41-621 (E).
2. Insurance or self-insurance provided by the RECIPIENT shall not limit liability assumed under the indemnification provisions of this Contract.

**Notice of Cancellation**

Applicable to all insurance policies or coverage required within the Insurance Requirements of this Contract, RECIPIENT's insurance or self-insurance shall not be permitted to expire, be suspended, be canceled, or be materially changed for any reason without thirty (30) days prior written notice to the State of Arizona. Within two (2) business days of receipt, the RECIPIENT must provide notice to the State of Arizona if they receive notice of a policy that has been or will be suspended, canceled, materially changed for any reason, has expired, or will be expiring. Such notice shall be sent directly to the Department and shall be mailed, emailed, hand delivered or sent by facsimile transmission.

**Acceptability of Insurers**

RECIPIENT's insurance policies shall be placed with companies licensed in the State of Arizona or hold

approved non-admitted status on the Arizona Department of Insurance List of Qualified Unauthorized Insurers. Insurers shall have an "A.M. Best" rating of not less than A- VII. The State of Arizona in no way warrants that the above-required minimum insurer rating is sufficient to protect the Contractor from potential insurer insolvency.

### **Verification of Coverage**

RECIPIENT shall furnish the State of Arizona with Certificates of Insurance (valid ACORD form or equivalent approved by the State of Arizona) with the required endorsements / relevant policy sections OR evidence of self-insurance to establish compliance with requirements herein. An authorized representative shall sign the Certificate(s) or evidence of self-insurance.

1. Certificates and endorsements/relevant policy sections, or evidence of self-insurance must be received by the State before work commences. The State's receipt of evidence of insurance or self-insurance that does not comply with this written agreement shall not waive or otherwise affect the requirements of this agreement.
2. Each insurance policy or self-insurance required by this Contract must be in effect at, or prior to, commencement of work under this Contract. Failure to maintain the insurance policies or self-insurance as required by this Contract, or to provide evidence of renewal, is a material breach of contract.
3. All certificates or evidence of self-insurance required by this Contract shall be sent directly to the Department. The State of Arizona project/contract number and project description shall be noted on the Certificate of Insurance or evidence of self-insurance. The State of Arizona reserves the right to require complete copies of all insurance policies required by this Contract at any time.

### **Contractors/Subcontractors**

Recipient's Certificate(s) shall include all contractors/subcontractors as insured under its policies or Recipient shall be responsible for ensuring and/or verifying that all contractors/subcontractors have valid and collectable insurance as evidenced by the Certificates of Insurance and endorsements for each Contractor. **All coverage for contractors/subcontractors shall be subject to the minimum Insurance Requirements identified above.** The Department reserves the right to require, at any time throughout the life of this contract, proof from the Recipient that its contractors/subcontractors have the required coverage.

### **Approval and Modifications**

ADOT, in consultation with State Risk Management, reserves the right to review or make modifications to the insurance limits, required coverage, or endorsements throughout the life of this contract, as deemed necessary. Such action will not require a formal Contract amendment but may be made by administrative action.

### **Exceptions**

If the Recipient is/are a State of Arizona agency, board, commission, or university, none of the above shall apply.

Initials indicate acknowledgement of Insurance Document & Checklist submission requirements.

Pamela Torres



## ADOT ESP GRANT INSURANCE CHECKLIST

### INSTRUCTIONS/TIPS/INFORMATION TO EASE THE INSURANCE PROCESS

- As soon as possible, share this Checklist and the insurance requirements in your Agreement with your risk manager, insurance broker, or insurance agent
- Gather the documents described at each checkbox below (you must provide ADOT with a copy of each)
- Sign the Checklist, attach required documents, and submit by email to your ADOT Project Manager

#### CERTIFICATE OF INSURANCE (OR EVIDENCE OF SELF-INSURANCE)

☐ Certificate of Insurance

OR

☐ Evidence of self-insurance (include required additional insured, waiver, primary/non-contributory language)

Recipient Initials \_\_\_\_\_

**\*Certificate Holder should read: The State of Arizona or ADOT, 1324 N. 22<sup>nd</sup> Ave., Phoenix, AZ 85009**

#### COMMERCIAL GENERAL LIABILITY

☐ **Additional Insured** endorsement form / policy section / self-insurance language for **Ongoing Operations**

☐ **Additional Insured** endorsement form / policy section / self-insurance language for **Completed Operations**

☐ **Waiver of Subrogation** endorsement form / policy section / self-insurance language

☐ **Primary and Non-Contributory** endorsement form / policy section / self-insurance language

Recipient Initials \_\_\_\_\_

#### AUTO LIABILITY

☐ **Additional Insured** endorsement form / policy section / self-insurance language

☐ **Waiver of Subrogation** endorsement form / policy section / self-insurance language

Recipient Initials \_\_\_\_\_

#### WORKER'S COMPENSATION

☐ **Waiver of Subrogation** endorsement form or self-insurance language

Recipient Initials \_\_\_\_\_

Recipient Representative Signature: \_\_\_\_\_ Date: \_\_\_\_\_

**\*\*All endorsements require the policy number** to be included on the endorsement. If the endorsement does not have a policy number location the endorsement name and form number is required on COI description area.