

Schindler Elevator Corporation

4740 Talon Court SE Suite 1 Grand Rapids, MI 49512-5408

Phone: 616-262-9178 Fax: 734-367-9440

Change Notice #1 (Well Drilling)

Date: 05/01/2024 **Estimate Number:** KKAA-D3WLVW (2024.2.1)

To:Ann Arbor Water Treatment Plant

919 Sunset Rd Ann Arbor, MI 48103-2924 Ann Arbor Water Treatment Plant 919 Sunset Rd

Ann Arbor, MI 48103-2924

Customer:

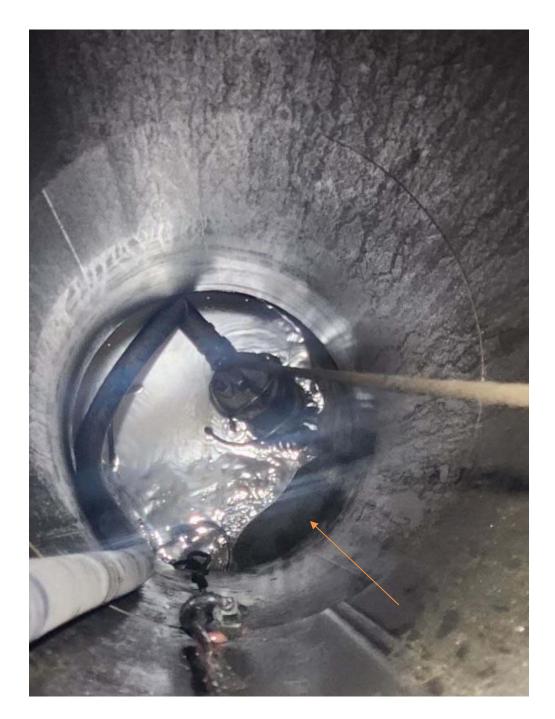
Attn: Nick Baran

Schindler hereby proposes to furnish and install the following with respect to the equipment located at the above building:

Change notice #1 = Underground obstruction

- The original Jack replacement and well drilling contract (#KKAA-CWGKGF) incorporated 2-2.5 weeks of well drilling to get down to the necessary depth to install the new larger casing. Unfortunately, on 3/14/2024, they encountered an underground bolder (shown on next page). This encounter and other underground obstruction ended up adding 2.6 weeks to the job. This change notice is only for 2 weeks and we are assuming the 3 days for the sake of the relationship.
- The well driller ended up compromising three large auger bits in the process of getting past this bolder which took six (6) full days of drilling to mitigate.
- Lastly, on 3/27 they encountered another obstruction underground which ended up take five (5) days to get the new larger casing down the last 4'6". This change notice is only four 4 days as 1 day is to be expected to get through 5'.
- Additionally, there was excessive amounts of water that slowed the productivity of this project which is additionally beyond our control.
- This change notice is for our additional labor stand-by / assistance and the well driller's additional time/material:







Schindler labor: \$34,080.00 Well driller material: \$4,523.00 Well driller labor: \$35,841.00

Price: \$74,444.00, plus applicable taxes. (Quotations valid for 30 days; price based upon work during

regular working hours of regular working days.)

Payment: 100% of the price is due upon acceptance of this proposal.

Schindler reserves the right not to source material or schedule labor for the above quoted work until initial payment has been received. Schindler retains title to any equipment furnished hereunder until final payment is made. Late or non-payment will result in assessment of interest charged at a rate of 1 1/2% per month or the highest legal rate available, and any attorneys' fees, expenses, and costs of collection. The customer understands that this is a fixed price proposal. Supporting documentation for materials and/or labor shall not be a condition precedent for payment in full to be made to Schindler.



The attached terms and conditions are incorporated herein by reference.

Acceptance by you as owner's agent or authorized representative and subsequent approval by our authorized representative will be required to validate this agreement.

Proposed:	Accepted:
By: Kevin Kalita	Ву:
For: Schindler Elevator Corporation	For: Ann Arbor Water Treatment Plant
Title: Sales Representative	Title:
Date: 05/01/2024	Date:
Approved:	
By: Mike Sullivan	
Title: General Manager	
Date:	



TERMS AND CONDITIONS

- 1. Any changes to the building to meet local or state codes are to be made by Purchaser. Any changes in the Work required due to building conditions discovered in the performance of the Work will be paid by Purchaser.
- 2. No work, service materials or equipment other than as specified hereunder is included or intended.
- 3. Purchaser retains its normal responsibilities as Owner of the equipment which is subject of this Agreement.
- 4. Schindler will not be liable for damages of any kind, in excess of the Price of this Agreement, nor in any event for special, indirect, consequential or liquidated damages.
- 5. Any cutting and patching is by others and not included in this work.
- 6. Neither party shall be responsible for any loss, damage, detention or delay caused by labor trouble or disputes, strikes, lockouts, fire, explosion, theft, lightning, wind storm, earthquake, floods, epidemics, pandemics, storms, riot, civil commotion, malicious mischief, embargoes, shortages of materials or workmen, unavailability of material from usual sources, government priorities or requests or demands of the National Defense Program, civil or military authority, war, insurrection, failure to act on the part of either party's suppliers or subcontractors, orders or instructions of any federal, state, or municipal government or any department or agency thereof, acts of God, or by any other cause beyond the reasonable control of either party. Dates for the performance or completion of the work shall be extended by such delay of time as may be reasonably necessary to compensate for the delay.
- 7. We warrant that the work will comply with the specifications and that there will be no defects in materials or workmanship for one year after completion of the work or acceptance thereof by beneficial use, whichever is earlier. Our duty under this warranty is to correct nonconformance or defect at our expense within a reasonable time after the receipt of notice. THE EXPRESS WARRANTIES CONTAINED HEREIN ARE IN LIEU OF ALL OTHER WARRANTIES, EXPRESS OR IMPLIED, INCLUDING ANY WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE. Purchaser's remedies hereunder are exclusive.
- 8. Purchaser agrees to defend, indemnify and hold Schindler harmless from and against any claims, lawsuits, demands, judgments, damages, costs and expenses arising out of this Agreement except to the extent caused by or resulting from the sole and direct fault of Schindler.
- 9. For non-maintenance contract customers, Customer hereby agrees, without limitation, to defend, indemnify, release and hold harmless Schindler and its employees, affiliates, divisions, parent entities, predecessors and successors, representatives and agents from and against all claims, liabilities, losses, injuries, death, damages, fines, penalties, payments, costs, and expenses (including reasonable attorneys' fees and expenses) arising out of or relating to the Work performed by Schindler under this Agreement.
 - **INSURANCE:** At a minimum, Customer shall provide to Schindler, insurance coverages as set forth within, and a certificate of insurance evidencing such coverage: Comprehensive General Liability (including Products Liability, Completed Operations, Broad Form Property damage, and Blanket Contractual Liability) in the amounts of \$2M per occurrence, \$5M aggregate. Schindler Holding, Ltd., Schindler Elevator Corporation, and Schindler Enterprises, Inc. shall be named as additional insureds on the above referenced policies, pursuant to ISO Form CG 2010 11/85, and shall appear as such on the Certificate of Insurance. Insurance shall provide a waiver of subrogation in favor of the entities named as additional insureds. Insurance shall be primary over any other valid and collectible insurance. Any deductible / retention is the responsibility of the Named Insured.
- 10. Any proprietary material, information, data or devices contained in the equipment or work provided hereunder, or any component or feature thereof, remains our property. This includes, but is not limited to, any tools, devices, manuals, software, modems, source/ access/ object codes, passwords. In the event Schindler's maintenance obligation is terminated, the Schindler Ahead features ("SA") (if applicable) will be deactivated and Schindler reserves the right to remove the Schindler Ahead hardware. If Schindler is no longer the maintenance provider, Customer is responsible for obtaining alternative telephone service for the elevator phones.
- 11. In the event of governmental changes to applicable tariffs, tax rates, including but not limited to sales tax, use tax, excise tax, privilege tax, transaction tax and similar changes, or loss of tax exempt status, Schindler reserves the rights to adjust the contract price accordingly to account for all additional cost impacts.
- 12. We reserve the right to modify price and schedule without penalty due to material or component shortages, increases in inflation and/or material price increases based upon the S&P Material Price Index (MPI).