agree as follows:

1. <u>PURPOSE OF AGREEMENT</u>. The Parties hereto enter into this Agreement for the purpose of designing and constructing the public improvements on 151st Street, from Pflumm Road to Quivira Road, by performing the following work:

- Two-inch mill and overlay of the existing asphalt street;
- b) Replace damaged concrete curb and gutter, sidewalk, and sidewalk ramps;
- c) Provide traffic control and replace permanent pavement markings;
- d) Restore disturbed areas to include, but not limited to, sod or seeding, landscaping and irrigation systems;
- e) Construct other incidental items associated and integral with the above referenced construction;

hereinafter "Improvement".

## 2. <u>ESTIMATED COST OF PROJECT.</u>

- A. The estimated cost of construction of the Improvement, covered by this Agreement, is Eight Hundred Ninety-Two Thousand, Fifty-Nine Dollars and Zero Cents (\$892,059.00). The estimated cost of design of the Improvement, covered by this Agreement, is Sixty-Two Thousand, One Hundred Eighty-Five Dollars and Zero Cents (\$62,185.00). The sum of these estimated costs for construction and design of the Improvement covered by this Agreement is Nine Hundred Fifty-Four Thousand, Two Hundred Forty-Four Dollars and Zero Cents (\$954,244.00), hereinafter the "Local Share".
- B. The cost of making the Improvement shall include:
  - (1) Labor and material used in making the Improvement; and
  - (2) Such other expenses which are necessary in making the Improvement. These expenses include but are not limited to design, project administration, construction inspection, material testing and utility relocations.
- C. The cost of making the said Improvements shall be distributed between to the Parties as follows:
  - (1) OVERLAND PARK shall pay 18.5% of the Local Share of said Improvement, (estimated to be One Hundred Seventy-Six Thousand, Five Hundred Thirty-Five Dollars and Fourteen Cents (\$176,535.14).
  - (2) OLATHE shall pay **81.5%** of the Local Share of said Improvement, (estimated to be Seven Hundred Seventy-Seven Thousand, Seven Hundred Eight Dollars and Eighty-Six Cents (\$777,708.86).

- (3) Each Party shall pay the cost of financing and/or bonding its share of the project cost.
- FINANCING. OLATHE and OVERLAND PARK shall each pay their portion of the cost of the Improvement with monies lawfully budgeted and appropriated funds.
- 4. OLATHE ADMINISTRATION OF PROJECT. It is acknowledged and understood between the Parties that since there are two separate entities included within the proposed Improvement, one of the entities should be designated as being "in charge" of the Improvement to provide for its orderly design and construction. However, both entities shall have the right of review and comment on project decisions at any time throughout duration of this Agreement, and any subsequent agreements hereto. The Improvement shall be constructed and the job administered by OLATHE acting by and through the OLATHE City Engineer (hereinafter the "City Engineer"), who shall be the principal public official designated to administer the Improvement; provided, that the City Engineer shall assume and perform the following:
  - A. Make all contracts for the Improvement, including the responsibility to solicit bids by publication in the official newspaper of OLATHE. In the solicitation of bids, the most favorable bid shall be determined by OLATHE administering the project and the Governing Body of OLATHE approving the lowest responsible bidder for the project, except that the Governing Body of OVERLAND PARK reserves the right to reject the successful bidder in the event that the bid price exceeds the engineer's estimate. If all bids exceed the estimated cost of the Improvement, then either OLATHE or OVERLAND PARK shall have the right to reject the bid. In such case, the project shall rebid at a later date.
  - B. Submit to OVERLAND PARK on or before the 10th day of each month, or as received, estimates of accrued costs of constructing the Improvement for the month immediately preceding the month the statement of costs is received; provided that OVERLAND PARK shall within thirty (30) days after receipt of a statement of costs as aforesaid, remit their portion of the undisputed accrued costs to OLATHE as herein agreed.
  - C. Upon completion of the Improvement, the City Engineer shall submit to OVERLAND PARK a final accounting of all costs incurred in making the Improvement for the

- purpose of apportioning the same among the parties as provided herein.
- D. OVERLAND PARK shall be named as additional insured on all applicable certificates of insurance issued by the contractor (the "Contractor(s)") for this Improvement.
- E. OLATHE shall require performance and completion bonds for the Improvement from all Contractors and require that all Contractors discharge and satisfy any mechanics or materialman's liens that may be filed.
- F. OLATHE shall require that any Contractor provide a two-year performance and maintenance bond for the Improvement. As Administrator, OLATHE will, upon request of OVERLAND PARK, make any claim upon the maintenance bond or performance bond and require that the Contractor fully perform all obligations under the performance and maintenance bonds, and this obligation shall survive termination of this Agreement and shall be in force and effect for the full term of the performance and maintenance bond.
- G. OLATHE shall include in contracts for construction a requirement that the Contractor defend, indemnify and save OLATHE and OVERLAND PARK harmless from and against all liability for damages, costs, and expenses arising out of any claim, suit or action for injuries or damages sustained to persons or property by reason of the acts or omissions of the Contractor and the performance of his or her contract.
- 5. DURATION AND TERMINATION OF AGREEMENT. The Parties hereto agree that except for the obligations of OLATHE which may arise after completion of the Improvement as set forth in Section 4, Paragraph F, above, this Agreement shall exist until the completion of the aforesaid Improvement, which shall be deemed completed upon certification to each of the Parties hereto by the City Engineer advising that the Improvement has been accepted as constructed; provided that upon the occurrence of such certification by the City Engineer, this Agreement shall be deemed terminated and of no further force or effect.
- 6. <u>PLACING AGREEMENT IN FORCE</u>. The attorney for the administering body described in Section 4 hereof shall cause this Agreement to be executed in triplicate. Each Party hereto shall receive a duly executed copy of this Agreement for their official records.

- 7. <u>AMENDMENTS.</u> This Agreement cannot be modified or changed by any verbal statement, promise or agreement, and no modification, change nor amendment shall be binding on the Parties unless it shall have been agreed to in writing and signed by both parties.
- 8. <u>JURISDICTION.</u> This Agreement shall be construed according to the laws of the State of Kansas and may be enforced in any court of competent jurisdiction.

(The remainder of this page has intentionally been left blank.)

IN WITNESS WHEREOF, the above and foregoing Agreement has been executed in triplicate by each of the parties hereto on the day and year first above written.

	CITY OF OLATHE, KANSAS
ATTEST:	MICHAEL E. COPELAND, MAYOR
EMILY K. VINCENT, CITY CLERK	
APPROVED AS TO FORM:	
DANIEL YOZA, ASSISTANT CITY ATTORNEY	
	CITY OF OVERLAND PARK, KANSAS
ATTEST:	Carl Serlach, MAYOR
ELIZABETH KELLEY, CITY CLERK	
TREVOR L. STILES	