



844

Town of Nags Head

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Nags Head, North Carolina 27959
Telephone 252-441-5508
Fax 252-441-0776
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NORTH CAROLINA
DARE COUNTY

SERVICE CONTRACT
PURCHASE ORDER # 20090796

**THIS CONTRACT IS NOT VALID WITHOUT THE REQUIRED ACCOMPANYING/
CORRESPONDING PURCHASE ORDER**

x AHW
(CONTRACTOR initials)

THIS CONTRACT is made and entered into this the 10th day of April 2009, by and between the TOWN OF NAGS HEAD, a public body corporate of the State of North Carolina, (hereinafter referred to as "the TOWN") party of the first part and Mechanical Air, Inc.-East, 3588 NC 33 West, P. O. Box 794, Greenville, NC 27834, (hereinafter referred to as "CONTRACTOR"), party of the second part.

1. SERVICES TO BE PROVIDED AND AGREED CHARGES

The services and/or material to be furnished under this contract (hereinafter referred to collectively as "SERVICES") and agreed charges are as follows:

Repair and perform maintenance on the existing 7-1/2 ton split system heat pump to prevent mold.

Remove and replace ductwork insulation with three-inch thick insulation (R value 8.3).

Provide a dehumidification system utilizing the existing HVAC system and ductwork. This includes replacing the existing electric heat strips.

Total contract price is \$15,135.00 (Fifteen thousand one hundred thirty five dollars and no cents) to be paid upon acceptance of work by Town. In accordance with CONTRACTOR's bid submitted on March 18, 2009 (copy attached).

It is mutually agreed by and between the TOWN and CONTRACTOR that the construction work under this contract will commence no later than April 15, 2009. The contract completion date shall be May 15, 2009 with time being of the essence. If CONTRACTOR fails to complete work under this contract by May 15, 2009, The TOWN will be damaged thereby, and because the amount of the TOWN's damages, inclusive of expenses for inspection, superintendence and necessary traveling expenses is difficult if not impossible to definitely ascertain and prove, it is hereby agreed that the amount of such damages shall be \$50.00 (fifty dollars and no cents) as liquidated damages for every day's delay in finishing the work in excess of the completion date prescribed; and the CONTRACTOR hereby agrees that said sum shall be deducted from monies due the CONTRACTOR under the contract or, if no money is due the CONTRACTOR hereby

agrees to pay to the TOWN as liquidated damages, and no by way of penalty, such total sum as shall be due for such delay computed aforesaid.

2. DESCRIPTION OF PROJECT

This service is provided in order renovate the current heating system in the TOWN's Fire Station No. 16.

3. TERM OF CONTRACT

The term of this CONTRACT for SERVICES is from April 10th, 2009 to May 31st, 2009. Either party may nonetheless cancel this contract on thirty (30) days written notice to the other party by certified mail or personal delivery. This contract is subject to the availability of funds to purchase the specified SERVICES and may be terminated at any time if such funds become unavailable.

4. PAYMENT TO CONTRACTOR

The TOWN agrees to pay at the rates specified for SERVICES satisfactorily performed in accordance with this contract. Unless otherwise specified, the CONTRACTOR shall submit an itemized invoice to the TOWN by the end of the month during which SERVICES are performed. Payment will be processed promptly upon receipt and approval by the TOWN of the invoice.

5. INDEPENDENT CONTRACTOR

Both the TOWN and the CONTRACTOR agree that the CONTRACTOR shall act as an independent contractor and shall not represent itself as an agent or employee of the TOWN for any purpose in the performance of the CONTRACTOR'S duties under this contract. Accordingly, the CONTRACTOR shall be responsible for payment of all Federal, State and local taxes arising out of the CONTRACTOR'S activities in accordance with this contract, including by way of illustration by not limitation, Federal and State income tax, Social Security tax, Unemployment Insurance taxes, and any other taxes or business license fees as required.

In performing the SERVICES, the CONTRACTOR is acting as an independent contractor and shall perform SERVICES in accordance with currently approved methods and practice in the CONTRACTOR'S professional capacity and in accordance with the standards of applicable professional organizations and licensing agencies.

6. INSURANCE AND INDEMNITY

The CONTRACTOR shall indemnify and save harmless the TOWN, its agents and employees from and against all actions, liability, claims, suits, damages, cost or expenses of any kind which may be brought or made against the TOWN or which the TOWN must pay and incur by reason of or in any manner resulting from injury, loss or damage to persons or property resulting from negligent performance of or failure to perform any of its obligations under the terms of this CONTRACT.

The CONTRACTOR shall be fully responsible to the TOWN for the acts and omissions of its sub-contractors and of persons either directly or indirectly employed by it, as the CONTRACTOR is for the acts and omissions of persons directly employed by it.

In addition, the CONTRACTOR shall comply with the North Carolina Worker's Compensation Act and shall provide for the payment of workers' compensation to its employees in the manner and to the extent required by such Act. In the event the CONTRACTOR is excluded from the requirements of such Act and does not voluntarily carry workers' compensation coverage, the CONTRACTOR shall carry or cause its employees to carry adequate medical/accident insurance to cover any injuries sustained by its employees or agents during the performance of SERVICES.

The CONTRACTOR agrees to furnish the TOWN proof of compliance with said Act or adequate medical/accident insurance coverage upon request.

The CONTRACTOR upon request by the TOWN shall furnish a Certificate of Insurance from an insurance company, licensed to do business in the State of North Carolina and acceptable to the TOWN verifying the existence of any insurance coverage required by the TOWN. The Certificate will provide for sixty (60) days advance notice in the event of termination or cancellation of coverage.

7. HEALTH AND SAFETY

The CONTRACTOR shall be responsible for initiating, maintaining and supervising all safety precautions and programs in connection with the work. The CONTRACTOR shall take all necessary precautions for the safety of, and shall provide the necessary protection to prevent damage, injury or loss to all employees from the work and other persons who may be affected thereby.

8. NON-DISCRIMINATION IN EMPLOYMENT

The CONTRACTOR shall not discriminate against any employee or applicant for employment because of age, sex, race, creed, or national origin. The CONTRACTOR shall take affirmative action to ensure that applicants are employed and that employees are treated during employment without regard to their age, sex, race, creed, or national origin. In the event the CONTRACTOR is determined by the final order of an appropriate agency or court to be in violation of any non-discrimination provision of federal, state or local law or this provision, this Contract may be cancelled, terminated or suspended in whole or in part by the TOWN, and the CONTRACTOR may be declared ineligible for further contracts.

9. GOVERNING LAW

This contract shall be governed by and in accordance with the laws of the State of North Carolina. All actions relating in any way to this contract shall be brought in the General Court of Justice of the State of North Carolina or in the Federal District Court for the Eastern District of North Carolina.

10. OTHER PROVISIONS

This Contract is subject to such additional provisions as are set forth in any addendum executed separately by each party and attached hereto.

11. CONTRACT DOCUMENTS/AMENDMENTS

This document together with the purchase order, and any attached exhibits constitutes the entire Contract between the said two parties and may only be modified by a written mutual agreement signed by the parties and attached hereto. In the event of any conflict between this contract and any attached documents, the contract language will prevail.

12. SIGNATURES

Both the TOWN and the CONTRACTOR agree to the above contract.

Witnessed or Attested By:

Carolyn H. McNeil



TOWN OF NAGS HEAD

By: *Charles L. Coner*

Title: Town Mgr

Date: 4/9/09

Sara J. Juchand

Corporate Seal:



CONTRACTOR

By: *Arthur H. Wampler Sr*

Printed Name: ARTHUR H. WAMPLER Sr

Title: SALES / SERVICE

Date: 4/09/09

"This instrument has been preaudited in the manner required by the Local Government Budget and Fiscal Control Act."

[Signature]
Finance Officer

APPROVED AS TO FORM AND LEGAL SUFFICIENCY.

[Signature]
TOWN ATTORNEY

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Mechanical Air Inc.-East

HVAC Sales, Service and Installation

P. O. Box 794

Greenville, NC 27835

Phone (252) 756-0000

Fax (252) 353-1008

March 18, 2009

Town of Nags Head
Attn: Karen Costello
Post Office Box 99
Nags Head, NC 27959

RE: Fire Station #16 (Living Quarters)

Dear Ms. Costello,

The price to repair and perform maintenance on the existing 7-1/2 ton split system heat pump to prevent mold is \$8,500.00. This price was based on our field survey.

Option 1

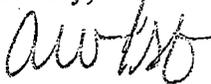
Remove and replace ductwork insulation with three-inch thick insulation (R value 8.3). The existing insulation has an R value of 4.2. This price is based on performing base contract work with this option. The price for this work is \$2,910.00.

Option 2

Provide a dehumidification system utilizing the existing HVAC system and ductwork. This includes replacing the existing electric heat strips. This price is based on performing base contract work with this option. The price for this work is \$3,725.00.

Thank you for allowing Mechanical Air, Inc. – East to present this proposal for your consideration. As always, should you have any questions or concerns, please don't hesitate to call.

Sincerely,



Art Wampler
Sales/Service
License #19303

AW:sf

04/13/2009 09:33
stellk

TOWN OF NAGS HEAD

PURCHASE ORDER

20090796-00 FY 2009

BILL TO

VENDOR

MECHANICAL AIR INC EAST

PO BOX 794

GREENVILLE, NC 27835

SHIP TO

PUBLIC WORKS % KAREN COSTELLO
2200 LARK AVE

NAGS HEAD, NC

27959

Tel# 252-756-0000
Fax# 252-353-1008

Requisition
942

DATE ORDERED	VENDOR NUMBER	DATE REQUIRED	FREIGHT METHOD/TERMS	DEPARTMENT/LOCATION
04/09/09	004771			Public Works Facilities Maint

LN	DESCRIPTION	QTY	UOM	UNIT PRICE	NET PRICE
001	REPAIR AND PERFORM MAINTENANCE ON EXISTING 7-1/2 TON SPLIT SYSTEM HEAT PUMP, REMOVE AND REPLACE DUCTWORK INSULATION W/ 3 INCH THICK INSULATION AND PROVIDE A DEHUMIDIFICATION SYSTEM UTILIZING THE EXISTING HVAC.	1.0	Each	15135.000	15,135.00

PO TOTAL 15,135.00

** END OF REPORT - Generated by Karen C