

GRANT AGREEMENT

Identification Number: 0495-21-06 SEG Funding

Wisconsin Harbor Assistance Program

By and Between

City of Manitowoc, Manitowoc County, WI

and

The Wisconsin Department of Transportation

Dated the _____ of _____, 2021

INTRODUCTION.....	4
ARTICLE 1.0 DEFINITIONS	4
ARTICLE 2.0 APPROVED PROJECT	4
Section 2.1 Project Description	4
Section 2.2 Scope of Work	5
Section 2.3 Grant Amount	5
Section 2.4 Project Budget.....	6
Section 2.5 Project Monitoring and Inspection.....	6
ARTICLE 3.0 GRANT PAYMENT REQUIREMENTS AND PROCESS	7
Section 3.1 Payment Schedule	7
Section 3.2 Payment Process	7
Section 3.3 Eligible Costs	8
Section 3.4 Financial Management, Audit and Records	9
ARTICLE 4.0 REPORTING	10
Section 4.1 Work Task Scheduling.....	10
Section 4.2 Immediate Reporting.....	10
Section 4.3 Routine Reporting	11
ARTICLE 5.0 PERMITS AND LICENSES.....	11
ARTICLE 6.0 OWNERSHIP OF PROJECT LOCATION	12
Section 6.1 Applicable Leases of Project Location	12
Section 6.2 Transfer of Ownership or Lease Interest	12
Section 6.3 Private Harbor Facility Eligibility.....	13
ARTICLE 7.0 TERMINATION	13
ARTICLE 8.0 CONTRACT PERIOD	13
ARTICLE 9.0 REPRESENTATIONS AND WARRANTS.....	14
Section 9.1 WisDOT	14
Section 9.2 CITY	14
ARTICLE 10.0 LIABILITY AND INSURANCE.....	14
Section 10.1 Hold Harmless	14
Section 10.2 Insurance.....	15
ARTICLE 11.0 GENERAL PROVISIONS.....	16
Section 11.1 Notice.....	16
Section 11.2 Designation of Officials	16
Section 11.3 Choice of Law	17
Section 11.4 Contracts.....	17

Section 11.5 Status of CITY's Contractor..... 17

Section 11.6 Assignment..... 17

Section 11.7 Severability..... 18

Section 11.8 Amendment 18

Section 11.9 Force Majeure 18

Section 11.10 Disabled 18

Section 11.11 Environmental Protection..... 18

Section 11.12 Prohibited Interests in the Proceeds of Approved Project 19

Section 11.13 Nondiscrimination 19

Section 11.14 Assurances 20

Section 11.15 Entire Agreement 20

ARTICLE 12.0 SIGNATURES..... 20

ATTACHMENT A – Cont'd – Map of Approved Project Area..... 23

ATTACHMENT B – Plans and Specifications for Construction of the Approved Project..... 24

INTRODUCTION

THIS GRANT AGREEMENT (“Agreement”) is made and entered into this ____ day of _____, 20__ by and between City of Manitowoc (hereinafter called CITY) and the Wisconsin Department of Transportation (“WisDOT”).

WITNESSETH

WHEREAS, CITY seeks to complete a project to construct a rail system and loadout platform for a 175-ton Gantry Crane and 60-ton Gantry Cranes.; and

WHEREAS, maintenance of commercial harbor activity in Manitowoc, Wisconsin is an integral part of the CITY’s Three-Year Harbor Development Statement of Intentions; and

WHEREAS, CITY has applied to WisDOT for a Harbor Assistance Program (“HAP”) grant under Section 85.095, Wis. Stats., for reimbursement of funds anticipated to be expended for the work described herein.

NOW, THEREFORE, the parties do hereby mutually agree that WisDOT shall provide financial assistance and CITY shall accept financial assistance in accordance with all applicable statutes and administrative rules, and with the following terms and conditions:

ARTICLE 1.0 DEFINITIONS

“Agreement” means this grant agreement between CITY and WisDOT.

“Approved Project” means performance of the work described in Section 2.1 of this Agreement.

“CITY” means City of Manitowoc acting as an agent (or “conduit”) for City Centre, LLC as described in City of Manitowoc resolution in Attachment III.

“Project Location” means the structure and real property located at means the structure and real property located at 500 South 16th Street and more specifically described in the certified survey map made part of this Agreement by reference as Attachment I. and more specifically described in the certified survey map made part of this Agreement by reference as Attachment A.

“Secretary” means the Secretary of the Wisconsin Department of Transportation.

“WisDOT” means the Wisconsin Department of Transportation.

ARTICLE 2.0 APPROVED PROJECT

Section 2.1 Project Description

The Approved Project consists of the following elements:

(a) For a project to construct a rail system and loadout platform for a 175-ton Gantry Crane and 60-ton Gantry Cranes.; and

(b) The performance of project management functions:

(1) Contractor selection

(2) Project supervision to accomplish all above elements.

Section 2.2 Scope of Work

CITY shall perform the following Approved Project work:

(a) Prepare final Approved Project plans and specifications to WisDOT's satisfaction for the letting of competitive bids for the completion of project elements above.

(b) Complete the construction in accordance with plans and specifications prepared under task 2.2(a) above which plans and specifications will be made part of this Agreement by reference as Attachment B.

(c) Perform or provide for the performance of scheduled and as-needed special technical inspections of all contractors' work to assure contract, plans and specification compliance, and issue orders or arrange for remedial action as may be necessary to complete the Approved Project.

Section 2.3 Grant Amount

(a) WisDOT grants to CITY an amount equal to a maximum of \$1,250,000 or an amount equal to 80 percent of eligible costs (described in Section 3.3), whichever is the lesser, for completion of the Approved Project work as set forth in Section 2.2, Scope of Work, and in Attachment B.

(b) CITY agrees to pay an amount which is no less than 20 percent of eligible costs as described in Section 3.3. CITY shall provide 100 percent of payment for any additional costs exceeding the amount granted by WisDOT herein (additional monies) that may be required to complete the scope of work under this Agreement according to the plans and specifications in Attachment B. If CITY fails on or before June 30, 2022 to complete to WisDOT's satisfaction any Approved Project element as set forth in Section 2.1 and any work as set forth in Section 2.2 and in Attachment B for which grant funds are expended, WisDOT's obligation to advance funds under this grant Agreement shall cease. CITY, however, shall thereafter complete the Approved Project at no additional expense to WisDOT as required under this Agreement.

(c) In the event actual costs for all work for the Approved Project as set forth in Section 2.2, Scope of Work, and in Attachment B total less than the estimated costs for that work for the entire Approved Project as set forth in Section 2.4(b), CITY is not authorized to increase the scope of work or add any new work elements to the Approved Project for the purpose of utilizing surplus grant funds created by the difference between actual costs and the grant amount provided in this Agreement. CITY shall notify WisDOT when changes are made to the estimated budget line amounts set forth in Section 2.4(b).

(d) CITY hereby declares that it shall obtain its share of eligible costs (match), as specifically listed in Section 2.4(b), on or before June 30, 2021. In the event the CITY, for whatever reason, does not obtain all or any portion of the match and additional monies by the aforementioned date, the CITY remains obligated to provide match and additional monies for payment of eligible Approved Project costs as approved by WisDOT. In the event the CITY terminates this grant Agreement, it remains obligated to provide match and additional monies as may be accrued prior to termination.

Section 2.4 Project Budget

(a) WisDOT grant funds shall not comprise more than 80 percent of any progress payment, but may, due to payment of retainage amounts, exceed 80 percent of the last payment. Reimbursement of eligible costs for the Approved Project shall be on an actual cost basis as documented by sealed bids and time records, up to the maximum amount of 80 percent of eligible costs incurred by CITY under the terms of this Agreement, but in no event greater than \$1,250,000.

(b) The estimated budget line items are:

Project Budget 60 ton and 175 ton Crane Rail Platforms HAP Grant			
Project Items	Total Costs	2021 HAP Funds	Local Share
Mobilization	\$153,000	\$122,400	\$30,600
Excavation	\$38,300	\$30,640	\$7,660
Steel piles	\$524,300	\$419,440	\$104,860
Reinforced concrete	\$361,000	\$288,800	\$72,200
Concrete pavement	\$21,000	\$16,800	\$4,200
175 ton crane rails	\$202,162	\$161,730	\$40,432
60 ton crane rails	\$63,000	\$50,400	\$12,600
Contingency 7.6%	\$104,262	\$83,390	\$20,848
Engineering & construction administration	\$95,000	\$76,000	\$19,000
Project Total	\$1,562,500	\$1,250,000	\$312,500

Section 2.5 Project Monitoring and Inspection

(a) CITY shall provide for qualified on-site inspection of the Approved Project work progress and quality by assignment of a CITY-selected, WisDOT-approved engineer who will act as the project engineer.

(b) The project engineer shall have overall responsibility for the management of the engineering, construction and administration of the Approved Project including inspection, preparation of daily diaries and reports, and approval of change orders and contractors' invoices for submittal to CITY.

(c) The project engineer shall be specifically qualified in construction inspection and project management and have general knowledge of marine construction and specific experience

in the design and construction of dockwalls and dredging projects. The project engineer shall provide for the daily monitoring of the Approved Project to assure compliance with this Agreement. The project engineer shall maintain accurate records, including photographs, indicating the quantity of work performed and materials used. These records shall show whether the work performed is in compliance with each applicable item of Attachment B. If work is unsatisfactory, the project engineer shall order corrective action. All costs of corrective action shall be paid by CITY and are not eligible for reimbursement under this Agreement. The project engineer shall report any instance of non-compliance with the terms of this Agreement or its Attachment B or any questionable work to CITY and shall immediately send a copy of the report directly to WisDOT. CITY itself shall assure that all reports of non-compliance are promptly provided to WisDOT.

(d) The project engineer shall maintain a daily project diary and sign the diary at the end of each day. The diary shall be used to record progress of work, compliance with the plans and specifications as set forth in Attachment B, and any unusual events.

(e) WisDOT or its designee may conduct inspections of the project site, project diaries, books, reports and other documents, as frequently as deemed necessary by WisDOT. CITY shall ensure direct access to the project site and documents to any WisDOT inspector or designee at any reasonable time subject to reasonable security measures.

ARTICLE 3.0 GRANT PAYMENT REQUIREMENTS AND PROCESS

Section 3.1 Payment Schedule

(a) Invoices for payment shall be submitted to WisDOT no more frequently than monthly and no less frequently than quarterly other than for the single payment at the end of the Approved Project. No payments of any amount shall be made by WisDOT for eligible project costs incurred prior to CITY's compliance with all applicable conditions and requirements of this grant Agreement including those set forth under Sections 2.2(a), 2.3(b), 3.3(a)(b)(c), 4.1, 4.3, 10.2(a) and (b), 11.4(c) and Article 5.0 of this Agreement.

(b) Should any element of cost billed on the invoice be questioned by WisDOT as to its eligibility under this Agreement, WisDOT may except that cost item until questions concerning the cost item are resolved to the satisfaction of WisDOT. WisDOT shall pay any unquestioned cost reimbursement elements less any allowable retainage according to schedule except that WisDOT shall pay no amounts unless all monthly performance reports required under Section 4.3(a) of this Agreement have been submitted to and accepted by WisDOT.

(c) Until final acceptance by WisDOT of all the work on the Approved Project and until delivery of lien waivers from all contractors, subcontractors, material providers and suppliers involved with the Approved Project, WisDOT shall withhold payment of the final grant amount. The withheld amount shall be paid only upon replacement or correction to WisDOT's reasonable satisfaction of any and all deficiencies in work or project management cited by WisDOT in its final inspection of the Approved Project and only after receipt by WisDOT of all the required lien waivers.

Section 3.2 Payment Process

(a) CITY shall submit each invoice to WisDOT, Railroads and Harbors Section, P.O. Box 7913, Madison, Wisconsin, 53707-7913, Attention: Harbors and Waterways Program, for reimbursement of Approved Project eligible costs incurred during the prior invoice period. With CITY's invoice to WisDOT, CITY shall attach copies of all invoices for eligible Approved Project costs incurred by CITY during the invoice period.

(b) WisDOT shall pay to CITY, subject to final Approved Project audit by WisDOT, an amount equal to 80 percent of the amount appropriately invoiced in accordance with this Agreement for Approved Project eligible costs, except that WisDOT shall withhold from each payment as a completion retainage an amount equal to 10 percent of WisDOT's share of the invoiced amounts until 50 percent of the work under each work task has been completed. After 50 percent Approved Project completion, WisDOT shall thereafter pay an amount equal to the full 80 percent of each amount invoiced for Approved Project eligible costs, unless the Approved Project is not proceeding satisfactorily pursuant to the plans and specifications and to the schedules prepared under Section 4.1; but amounts previously withheld by WisDOT shall not be paid to CITY until final acceptance by WisDOT of all the work. At 50 percent Approved Project completion or any time thereafter, if the progress of work is not satisfactory pursuant to the plans and specifications and to the schedules prepared under Section 4.1, additional completion retainage amounts may be withheld by WisDOT, but in no event shall the amount withheld by WisDOT exceed 10 percent of the WisDOT grant share of the invoiced amounts for the work satisfactorily completed pursuant to the plans and specifications for each work task.

(c) CITY shall pay, as local matching funds, at least an amount equal to 20 percent of the invoiced amount. CITY shall provide 100 percent of payment for additional costs exceeding the grant amount under this Agreement.

Section 3.3 Eligible Costs

(a) Costs, subject to the maximum grant amount allowable under this Agreement, incurred by CITY in the completion of any work under Section 2.2(a), (b), or (c), are eligible for reimbursement by WisDOT except:

- (1) If incurred prior to the effective date of this Agreement, unless incurring of costs is approved in writing by WisDOT;
- (2) If CITY fails to secure all necessary permits, licenses and authorizations, and fails to deliver signed copies thereof to WisDOT;
- (3) If CITY fails to submit to WisDOT a copy of its or its contractor's general liability, worker's compensation, comprehensive business vehicle and other applicable insurance policies satisfactory to WisDOT, as required under Section 10.2(a) and (b);
- (4) If CITY fails to secure WisDOT written approval of the contracts let for work for the Approved Project;
- (5) If CITY fails to provide evidence to WisDOT that any and all contractors have obtained a performance and payment surety bond as required under Section 11.4(c); or

(6) If CITY fails to meet all applicable requirements in this Agreement or under applicable law.

(b) CITY shall, whenever available and consistent with the other provisions of this Agreement, take cash and trade discounts, tax exemptions, or other credits in connection with goods and services purchased or used on the Approved Project. CITY shall impose this requirement on any contractor or subcontractor when payment is based on costs incurred.

(c) If WisDOT or a federal or other state agency having jurisdiction determines that any material or work is deficient for whatever reason, CITY shall require the replacement of whatever materials or the correction of whatever work is necessary to cure the deficiency. CITY shall not use any WisDOT grant funds as provided for in this Agreement or CITY matching funds to pay for the replacement or correction required.

(d) All materials delivered to CITY or its contractors or subcontractors for use in performing the work set forth in the Scope of Work in Section 2.2 shall be appropriately accounted for upon delivery and protected from theft or damage by CITY at its expense. Replacement of damaged or stolen material is not an eligible cost under this Agreement. Damage to or theft of material is not an acceptable reason for non-performance of CITY's obligations under this Agreement. If WisDOT agrees, damage or theft may be an acceptable reason for an extension of the completion dates under this Agreement. Any extension of completion date shall be requested by CITY and be approved by WisDOT in writing before it becomes effective.

Section 3.4 Financial Management, Audit and Records

(a) CITY shall maintain, whether in the form of contracts, subcontracts or other documents, the following until the expiration of three (3) years after the date of WisDOT acceptance of the final close out accounting which shall include:

(1) Records that identify the sources and applications of all funds for the Approved Project and that contain information pertaining to grant awards, draw downs, obligations, unobligated balances, assets, liabilities, outlays and income;

(2) Original invoices, employee time sheets and all other supporting source documents;

(3) Bid documents, contracts, subcontracts and all documentation underlying the preparation of the Approved Project financial reports and the grant budget; and

(4) All accounting documents of CITY pertaining to the Approved Project. (These accounting documents shall be clearly identified and readily accessible to WisDOT and its designees. CITY shall also impose this requirement upon each of its contractors and ensure that it is imposed on each subcontractor.)

(b) The Secretary of WisDOT and any duly authorized representatives shall have access, for the purpose of audit and examination, to any books, documents, papers, and records of the recipients of funds under this Agreement which in the opinion of the Secretary or designee may be related or pertinent to the Approved Project for which CITY has received or is or may be

entitled to receive assistance under this Agreement. CITY shall impose this requirement on each of its contractors and ensure that it is imposed on each subcontractor.

(c) All costs charged to the Approved Project through this Agreement shall be supported by documents evidencing in detail the nature and propriety of the charges. All accounting and other documents pertaining to the Approved Project shall be clearly identified and readily accessible to WisDOT representatives or designees.

(d) CITY shall establish a separate account showing receipts and disbursements of all funds provided under this Agreement. This system of accounts shall permit the clear differentiation of charges to the Approved Project from expenditures made by CITY for non-project work. Contractors and subcontractors shall be required to maintain accounts that differentiate receipts and disbursements in a similar manner.

(e) WisDOT may conduct and prepare a final Approved Project audit of the use of WisDOT provided funds under this Agreement. CITY shall fully cooperate with WisDOT and its representatives in the conducting and preparing of such a final Approved Project audit and shall also require its contractors and subcontractors to do so. All payments to CITY shall be subject to a claim for refund by WisDOT based upon the final Approved Project audit.

(f) CITY shall have a single, organization-wide financial and compliance audit performed by a qualified independent auditor if required to do so under federal law and regulations.

(g) The audit specified in Section 3.4(f) shall be performed in accordance with federal Uniform Guidance (2 C.F.R. 200 Subpart F) issued by the U.S. Office of Management and Budget and State of Wisconsin single audit guidelines issued by the Wisconsin Department of Administration. State programs will be included in the scope of the single organization-wide financial and compliance audit.

ARTICLE 4.0 REPORTING

Section 4.1 Work Task Scheduling

Prior to starting the work described in Section 2.2(b), CITY shall provide WisDOT with a schedule of anticipated work progress by month for each Approved Project work item. The schedule shall follow a format acceptable to WisDOT. The schedule shall be updated monthly to show anticipated work to be done both during the next month and during the following months through Approved Project completion. The updated schedule shall be submitted to WisDOT with the monthly performance report required by Section 4.3(a).

Section 4.2 Immediate Reporting

CITY shall report to WisDOT immediately in writing whenever there is any condition under federal, state or local law or there is any other circumstance that may significantly affect:

(a) CITY's ability to pursue any aspect of the Approved Project in accordance with the provisions of this Agreement, or

(b) CITY's continuing eligibility for financial assistance under this Agreement.

Section 4.3 Routine Reporting

(a) If during any month, a CITY contractor or subcontractor has performed work on the Approved Project, CITY shall file a monthly performance report with the next invoice for payment from WisDOT. The report shall include the following information:

(1) The total accumulated Approved Project costs incurred to the end of the month and the estimated costs remaining to complete the Approved Project;

(2) Unit costs of materials, labor and equipment charged to the Approved Project for the period covered by the report;

(3) The percentage of completion of each work item of the Approved Project and the estimated date of completion of each work item;

(4) A narrative describing all work completed during the past month;

(5) A narrative description of any difficulties or delays encountered, including an explanation of any cost overruns or higher than budgeted unit costs and any corrective action taken or to be taken to address the difficulties, or delays, or cost overruns;

(6) An explanation of any anticipated difficulties or delays until the end of the Approved Project and the action to be taken in an effort to avoid such difficulties or delays; and

(7) Any additional narrative necessary to explain any major change that has been made during the past month to the monthly schedule of anticipated work progress.

(b) All financial reports shall be prepared on the same basis as CITY's accounting records unless WisDOT shall direct otherwise in writing. All records and reports shall be kept in accord with generally accepted accounting principles.

ARTICLE 5.0 PERMITS AND LICENSES

CITY shall obtain all necessary valid permits, licenses and authorizations required for the completion of the Approved Project. Costs associated with the acquisition of permits, licenses and authorizations are not eligible for reimbursement under this Grant Agreement. No payment of grant funds for eligible costs incurred for performance of any work shall be made by WisDOT prior to CITY's having secured all necessary permits, licenses, and other authorizations and having delivered executed copies of each to WisDOT. CITY shall file with WisDOT one (1) executed copy of each required permit, license or other authorization upon execution of this Agreement or within fifteen (15) days following the acquisition of the permit, license, or other authorization documents by the CITY. Failure to obtain and deliver to WisDOT all necessary

permits, licenses or other authorizations on or before June 30, 2021 shall terminate this Agreement under the terms of Article 8.0 herein. If at some date after June 30, 2021 it is determined by a court of competent jurisdiction that a permit, license, or authorization other than those submitted to WisDOT under this Article is necessary to complete the Approved Project, CITY shall, within 180 days from the date of notice to CITY by WisDOT, either obtain such permit, license or authorization or return to WisDOT all amounts paid by WisDOT under the terms of this Agreement.

Permits and licenses referred to in the above paragraph are “major” permits and licenses required for authorization of the Approved Project. Minor permits and licenses required during the course of the work, and normally only issued to the contractor at the time of the work, will not be an eligible cost and will be obtained as the Approved Project work progresses.

ARTICLE 6.0 OWNERSHIP OF PROJECT LOCATION

Section 6.1 Applicable Leases of Project Location

In the event that CITY leases the Project Location from a separate public or private entity, CITY shall have in effect as of June 30, 2021 and shall maintain such a lease agreement for the duration of this Agreement to operate a commercial harbor at the Project Location. Such a lease agreement shall be approved by WisDOT. CITY, pursuant to the applicable lease agreement and this Agreement, shall be responsible for the continued operation and maintenance of the Approved Project at the Project Location. Under no circumstances shall the Project Location be used for recreational purposes. If by June 30, 2021 and for the duration of this Agreement, CITY is unable to execute and maintain the required lease agreement as provided in this section, WisDOT shall have the right to terminate this Agreement and the amounts awarded to CITY under this Agreement shall be returned to WisDOT. The lessor leasing the Project Location to CITY shall not be considered a grantee or contractor under this Agreement unless otherwise indicated in this Agreement. In no way shall the lessor be considered an affiliate, partner, joint venture or associated in any matter whatsoever with WisDOT under this Agreement unless otherwise indicated in this Agreement.

Section 6.2 Transfer of Ownership or Lease Interest

(a) Without WisDOT’s prior written consent, which consent shall not be withheld unreasonably, CITY shall not sell, give, or convey in any manner whatsoever, its ownership or lease interest of the rail system and load-out pads at the Project Location within twenty-five (25) years from the date of completion of the Approved Project. Transfer of ownership or lease interest by any means by CITY shall require CITY to repay to WisDOT the full amount of grant funds paid by WisDOT to CITY under this Agreement. Payment to WisDOT by CITY shall be made within thirty (30) days after the transfer of ownership by CITY is closed. CITY may grant a present interest to purchase the rail system and load-out pads after twenty-five (25) years in the form of a right-of-first-refusal or other interest as approved by WisDOT.

(b) WisDOT’s prior written consent may be granted if the party acquiring CITY’s interest accepts all terms and conditions of this Agreement.

Section 6.3 Private Harbor Facility Eligibility

Pursuant to Wis. Stats. sec. 85.095(5), CITY shall allow, for at least ten (10) years after the date of completion of the Approved Project, use of the Project Location by the public for commercial activity subject to the applicable wharfage and dockage fees as charged by CITY to its existing commercial users. CITY shall repay to WisDOT the grant funds provided by WisDOT to CITY under this Agreement in the event CITY fails to adhere to the requirements of this section.

ARTICLE 7.0 TERMINATION

In the event CITY fails to perform any of its obligations under this Agreement, WisDOT may, at its option, give ten (10) days written notice thereof to CITY. Upon failure of CITY to correct the breach within ten (10) days following written notice, WisDOT shall have the right, at its option, to terminate this Agreement by giving written notice by certified mail to CITY. Notwithstanding the foregoing, if the default for which notice is given is not capable of being cured within ten (10) days following written notice and if CITY has taken reasonable steps to initiate a cure of said default within the ten (10) day period, then at the sole discretion of the WisDOT, communicated to CITY in writing, CITY may have a reasonable period to cure the default. WisDOT's exercise of the right to terminate shall not impair any other rights of action or claims by WisDOT under this Agreement or under the law against CITY. This Agreement may be terminated by mutual agreement of the parties at any time. If this Agreement is terminated for any reason whatsoever, CITY shall take, at its sole cost and expense, any and all appropriate action to permanently maintain the Project Location in a condition that poses no threat or hazard to navigation or the public and that complies with all applicable laws and regulations and with any conditions set forth in the permits, licenses and authorizations secured by CITY under this Agreement. CITY shall bear all expenses of termination if this Agreement is terminated at the request of CITY, or if a CITY contractor or a CITY contractor's subcontractor, defaults on any term or provision of this Agreement.

Subject to the provisions of Title 11 of the United States Code regarding Federal Bankruptcy, CITY shall be considered in default of this Agreement upon the date of filing for such bankruptcy protection. WisDOT reserves its rights under this Agreement and pursuant to applicable law to pursue available remedies in the event of such default.

WisDOT reserves the right to terminate this Agreement in whole or in part without penalty due to non-appropriation of funds.

ARTICLE 8.0 CONTRACT PERIOD

This Agreement shall be in effect upon the date set forth on page one of this Agreement and shall continue in effect for twenty-five (25) years from the completion of the Approved Project work or until terminated under Article 7.0. The Approved Project work shall be completed in accordance with this grant Agreement before June 30, 2022. If it is not so completed by June 30, 2022, CITY shall repay all the grant funds advanced to it as required under Section Trans. 28.08(5)(a), Wis. Admin. Code. If the Approved Project is not operated and adequately maintained for the purpose of transferring commercial waterborne cargoes, or if the

Approved Project is converted to a use inconsistent with the purposes of WisDOT's Harbor Assistance Program as provided for under Wis. Stats. sec. 85.095 and Wis. Admin Code. Chapter Trans 28, or if the Approved Project is inconsistent with the terms of this Agreement during the twenty-five (25) year period set forth above, or if this Agreement is cancelled or terminated for any reason whatsoever, WisDOT shall require full repayment of all funds advanced to CITY under this Agreement, and CITY shall promptly pay all such funds to WisDOT upon demand by WisDOT.

ARTICLE 9.0 REPRESENTATIONS AND WARRANTIES

Section 9.1 WisDOT

WisDOT represents and warrants that it has the power and authority to enter into this Agreement under Section 85.095, Wis. Stats.

Section 9.2 CITY

CITY represents and warrants that it has the power and authority to enter into this Agreement, that it is duly licensed to conduct business in the State of Wisconsin, and that, by entering into this Agreement, it does not violate any statute, rule or regulation nor violate any order, writ, injunction or decree of any court, administrative agency or other governmental body.

ARTICLE 10.0 LIABILITY AND INSURANCE

Section 10.1 Hold Harmless

CITY shall save and hold WisDOT, its officers, employees and agents, harmless from and against all liability, damage, loss, claims, demands and actions of any nature whatsoever which arise out of or are connected with, or are claimed to arise out of or be connected with, any act, omission or operation of CITY, its officers, employees or agents, its contractors, or its contractors' agents, servants, subcontractors or employees, or which arise out of or are connected with, or are claimed to arise out of or be connected with, any act, omission or operation which happens, or is alleged to have happened, in or about a place where such act, omission or operation is performed or should be performed or in the vicinity thereof (1) while a CITY contractor or subcontractor is performing its work on the Approved Project, or (2) during the period this Agreement between WisDOT and CITY is in effect, or (3) while any of CITY's contractor's or subcontractor's property, equipment, or personnel, are in or about such place or the vicinity thereof by reason of or as a result of the performance of CITY's contractor's or subcontractor's operations including, without limiting the applicability of the foregoing the following: all liabilities, damages, losses, claims, demands and actions on account of personal injury, death or property loss to WisDOT, its officers, employees, agents, contractors, subcontractors or frequenters, or to any other person or legal entity whether based upon, or claimed to be based upon, contract or tort or having its basis in worker's compensation under federal or state statutes or having any other code or statutory basis or based upon administrative rules or other provisions or other liability of WisDOT, CITY, or any other persons, and whether or not caused or claimed to have been caused by the negligence or other breach of duty by

WisDOT, its officers, employees, agents, contractors, subcontractors or frequenters, CITY, its officers, employees, agents, contractors, subcontractors or frequenters, or any other person or legal entity. Without limiting the applicability of the foregoing, the liability, damage, loss, claims, demands and actions indemnified against shall include all liability, damage, loss, claims, demands and actions for trade-mark, copyright or patent infringement, for unfair competition or infringement of any so-called “intangible” property right, for defamation, false arrest, malicious prosecution or any other infringement of personal or property rights of any kind whatsoever. CITY shall cause its contractors to, at its or their own expense, investigate all such claims and demands, attend to their settlement or other disposition, defend all actions based thereon and pay all charges of attorneys and all other costs and expenses of any kind arising from any such liability, damage, loss, claim, demand or action identified in this section.

Nothing in this Agreement shall be deemed a waiver of WisDOT or the State of Wisconsin’s Sovereign Immunity.

Section 10.2 Insurance

(a) During the entire construction of the Approved Project and covering all claims arising out of any action or inactions connected in any way to the Approved Project or to any work on the Approved Project, regardless of when first asserted, the CITY or its contractors shall maintain, at its or their own cost and expense, a comprehensive general liability insurance policy, with per occurrence limits of not less than \$2,000,000, providing that WisDOT and its officers, employees and agents are named as additional insureds under the policy or policies. CITY shall cause to be furnished to WisDOT evidence satisfactory to WisDOT of the comprehensive general liability policy providing coverage satisfactory to WisDOT. In the event of suspended coverage, any modification in terms of this coverage or insurance cancellation, both the insurance carrier and CITY shall provide WisDOT with written notification of such suspension, modification or cancellation no less than ten (10) days prior to the suspension, modification, or cancellation. If, upon receipt of such notice, CITY shall desire to continue this Agreement in effect, CITY or its contractors shall purchase, at its own cost and expense, such insurance as WisDOT shall deem necessary in its reasonable judgment. Failure to have and to maintain the requisite insurance coverage in full accord with this section is grounds for the immediate termination of this Agreement by WisDOT. Such termination, however, shall not impair any other right of action of WisDOT against CITY under this Agreement or as otherwise provided by law.

(b) During the entire construction of the Approved Project and covering all claims arising out of any actions or inactions connected in any way to the Approved Project or to any work on the Approved Project, regardless of when first asserted, CITY and its contractors, as appropriate shall also maintain, at its or their own cost and expense, the types and amounts of insurance coverage shown below:

KIND OF INSURANCE	MINIMUM OF LIABILITY
Worker’s Compensation (Including Employer’s Liability)	Statutory (\$500,000)
Comprehensive Business Vehicle (Including owned and non-owned) Combined Single Limit Liability	\$1,000,000 each occurrence

Longshoreman's and Harbor Worker's Compensation (as applicable under 33 U.S.C. 901, et seq.)	Statutory
Merchant Marine Compensation (as applicable under 46 U.S.C. 30104)	Statutory
Contractor's Pollution Liability	\$1,000,000 each occurrence
Truckers/Haulers Commercial Auto Liability Endorsed for Pollution	\$1,000,000 each occurrence

(c) CITY shall cause to be furnished to WisDOT evidence satisfactory to WisDOT of the worker's compensation, comprehensive business vehicle and all other applicable policies providing coverage satisfactory to WisDOT. In the event of suspended coverage, any modification in terms of this coverage or insurance cancellation, both the insurance carrier and CITY shall provide WisDOT with written notification of such suspension, modification or cancellation no less than ten (10) days prior to the suspension, modification, or cancellation. If, upon receipt of such notice, CITY shall desire to continue this Agreement in effect, CITY or its contractors shall purchase, at its own cost and expense, such insurance as WisDOT shall deem necessary in its reasonable judgment. Failure to have and to maintain the requisite insurance coverage in full accord with this section is grounds for the immediate termination of this Agreement by WisDOT. Such termination, however, shall not impair any other right of action of WisDOT against CITY under this Agreement or as otherwise provided by law.

ARTICLE 11.0 GENERAL PROVISIONS

Section 11.1 Notice

Any notice required or permitted under this Agreement shall be personally served in writing upon the other party by the party giving notice or shall be served by certified mail, return receipt requested, to the following addresses:

Chief of Railroads and Harbors Section	Paul Braun - Harbor Master
Wisconsin Department of Transportation	City of Manitowoc
P.O. Box 7913	900 Quay Street
Madison, WI 53707-7913	Manitowoc, WI 54220

Section 11.2 Designation of Officials

The WisDOT officials authorized to execute any changes in the terms, conditions, or amounts herein on behalf of WisDOT are the Secretary or Deputy Secretary of WisDOT or the Administrator of the Division of Transportation Infrastructure Management of WisDOT or designee. The CITY official authorized to execute any changes in the terms, conditions, or amounts herein on behalf of CITY is Paul Braun - Harbor Master.

Section 11.3 Choice of Law

This Agreement shall be interpreted in accordance with the statutes and laws of the United States of America and of the State of Wisconsin. Any legal action requiring court intervention concerning this Agreement shall be brought within a court of competent jurisdiction within the State of Wisconsin.

Section 11.4 Contracts

(a) WisDOT has the right to review the contracting and procurement system of CITY, and CITY shall assure that WisDOT has the right to review the contracting and procurement system of each contractor. The purchasing and contracting procedures of CITY and its contractors to obtain goods and services for use in connection with the Approved Project are subject to review by WisDOT upon reasonable notice. CITY's contracting procedures shall comply with Section 30.32, Wis. Stats.

(b) CITY shall provide for WisDOT review and written approval of all contracts to be paid in whole or in part with funds provided under this Agreement. CITY shall obtain WisDOT written approval prior to executing any contract pertaining in any way to the Approved Project. Failure to obtain prior written approval from WisDOT for a contract shall result in no reimbursement with grant funds for costs incurred under that contract.

(c) CITY shall require each successful bidder, at the time a written contract between CITY and the contractor is signed, to submit to CITY a good and sufficient surety bond for the full amount of the contract. The surety bond shall be conditioned upon the faithful performance of the contract and upon the payment of all claims for labor performed and materials furnished under the contract. CITY shall immediately upon signing a contract submit to WisDOT evidence that a good and sufficient surety bond is in effect. All contracts and surety bonds shall comply with all applicable provisions of Sections 30.32 and 779.14, Wis. Stats. WisDOT shall not pay CITY any amount due under a construction contract related to the Approved Project until WisDOT has received satisfactory evidence that a good and sufficient bond complying with Sections 30.32 and 779.14, Wis. Stats., is in effect for at least the amount of that contract.

Section 11.5 Status of CITY's Contractor

Any contractor or subcontractor with CITY, whether acting through its officers, directors, employees, agents or representatives or otherwise, is an independent contractor and in no way shall be deemed an affiliate, partner, joint venturer, or associated in any manner whatsoever with WisDOT under this Agreement.

Section 11.6 Assignment

This Agreement shall be binding upon and inure to the benefit of the parties hereto and their respective successors and assigns. CITY's rights hereunder shall not, however, be

assignable whether by way of assignment, sublease, license or otherwise, directly or indirectly, without WisDOT's prior written consent.

Section 11.7 Severability

If any term, covenant, condition or provision (or part thereof) of this Agreement, or the application thereof to any party or circumstance, shall at any time or to any extent be held invalid or unenforceable, the remainder of this Agreement or the application of such term, covenant, condition or provision (or remainder thereof) to parties or circumstances other than those to which it is held invalid or unenforceable shall not be affected thereby, and each term, covenant, condition and provision of this Agreement shall be valid and be enforced to the fullest extent permitted by law.

Section 11.8 Amendment

No term or provision of this Agreement or any of its attachments may be changed, waived, or terminated orally but only by an instrument in writing signed by both parties to this Agreement.

Section 11.9 Force Majeure

The parties hereto shall be excused from the scheduled performance of their respective obligations hereunder occasioned by an event beyond their respective control (not due to their own fault, actions, or inactions), which shall include, without limitation: acts of God; strikes or other labor troubles; explosions, fires, vandalism, or malicious mischief; health emergencies such as an epidemic or pandemic, or other causes beyond the reasonable control of the parties. Such excuse shall remain, however, only so long as the event excusing performance shall continue and shall not excuse continued non-performance thereafter.

Section 11.10 Disabled

CITY agrees that no otherwise qualified disabled individual in the United States, as defined in Section 706(8) of Title 29 U.S.C, or as specifically provided for in subchapter II of Section 111, Wis. Stats., or in Title I of the Americans With Disabilities Act of 1990, 42 U.S.C. 12111, et seq., shall, solely by reason of disability, be excluded from participation in, be denied the benefits of, or be subjected to discrimination under any program or activity receiving benefits by way of this Agreement.

Section 11.11 Environmental Protection

(a) CITY agrees that facilities or equipment shall not be acquired, constructed, or improved as a part of this Approved Project unless such facilities or equipment are designed and equipped to limit water and air pollution in accordance with all applicable state and federal standards, statutes, and regulations.

(b) CITY agrees to conduct all aspects of the Approved Project in compliance with all the requirements of Section 114 of the Clean Air Act, 42 U.S.C 7414, and of Section 308 of the Federal Water Pollution Control Act, 33 U.S.C 1318, and of all applicable regulations issued under those Acts.

(c) CITY agrees that the environmental impact of the Approved Project has been assessed in accordance with the requirements of the Wisconsin Environmental Policy Act, Section 1.11, Wis. Stats.

(d) CITY agrees to include, or cause to be included, the criteria and requirements contained in this section in any contract or subcontract under which any of the financial obligations incurred are to be paid from funds provided under this Agreement.

(e) No publicly-owned land from a public park, recreation area, or wildlife and waterfowl refuge of national, state, or local significance as determined by the federal, state, or local officials having jurisdiction thereof, or any land from an historic site of national, state or local significance as so determined by such officials, may be used for this Approved Project without the prior written concurrence of the Secretary of the Wisconsin Department of Natural Resources, the State Historical Preservation Officer, and required federal authorities.

Section 11.12 Prohibited Interests in the Proceeds of Approved Project

(a) Neither CITY nor any of its contractors shall enter into any contract, subcontract, or agreement in connection with the Approved Project or any property included or planned to be included in the Approved Project in which any official, officer or employee of the CITY during his or her tenure or for one year thereafter has any interest, direct or indirect, except as permitted under Section 946.13(2), Wis. Stats.

(b) CITY shall insert in all agreements entered into by it in connection with the Approved Project, and shall require its contractors to insert in each of their subcontracts, the following provision:

“No official, officer or employee of the (Insert entity) during his or her tenure or for one (1) year thereafter, shall have any interest, direct or indirect, in this contract or in the proceeds thereof except as permitted under Section 946.13(2), Wis. Stats.”

(c) No member of or delegate to the U.S. Congress or to the Wisconsin State Legislature shall share any benefit that may arise from this Agreement.

Section 11.13 Nondiscrimination

(a) In connection with the performance of work under this Agreement, CITY agrees not to discriminate against any employee or applicant for employment because of age, race, religion, color, handicap, sex, physical condition, developmental disability as defined in Section 51.01(5), Wis. Stats., sexual orientation or national origin. This provision shall include, but not be limited to, the following: employment, upgrading, demotion or transfer; recruitment or recruitment advertising; layoff or termination; rates of pay or other forms of compensation; and selection for

training, including apprenticeship. Except with respect to sexual orientation, CITY further agrees to take affirmative action to ensure equal employment opportunities. CITY agrees to post in conspicuous places, available for employees and applicants for employment, notices to be provided by WisDOT setting forth the provisions of this nondiscrimination clause.

(b) Pursuant to Section 16.765, Wis. Stats., CITY shall insert into all agreements entered into by it in connection with the Approved Project, and shall require its contractors to insert in each of their subcontracts, the provision in paragraph (a), of this section, except that the word “CITY” shall be stricken and replaced by the word “contractor” and the word “WisDOT” shall be stricken and replaced by “CITY.”

(c) CITY shall comply with the following laws, policies, regulations, and pertinent directions as may be applicable and will require its contractors and subcontractors through contractual agreement to similarly comply:

(1) Title VI of the Civil Rights Act of 1964, 78 Stat. 252, 42 U.S.C. 2000d et seq.

(2) Title II and Title III of the Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970, 42 U.S.C. 4601 et seq.

(3) Subchapter II of Section 111, Wis. Stats.

(4) Americans with Disabilities Act of 1990, 42 U.S.C. 12101, et seq.

(5) Federal Occupational Safety and Health Act of 1970, 29 U.S.C. 653, et seq., and any other applicable occupational safety and health laws or regulations.

Section 11.14 Assurances

(a) CITY assures WisDOT that funds received under this Agreement will be used solely for the purposes for which the assistance is granted and in conformance with any limitations on any allowable expenditures set forth under the federal or state laws applicable to the funds granted.

(b) CITY hereby accepts all attendant responsibilities and liabilities associated with its use of WisDOT grant funds as provided for in this Agreement including, if applicable, liability for accidents and responsibility for erection and maintenance of fencing and other safety and protective devices.

Section 11.15 Entire Agreement

This Agreement and the attachments hereto contain the entire agreement of the parties and supersede any and all prior agreements or oral understandings between the parties

ARTICLE 12.0 SIGNATURES

IN WITNESS WHEREOF, the parties hereto have caused this Agreement to be executed by their duly authorized officers.

For GRANTEE

For WisDOT

By: _____

By: _____

Lisa Stern, P.E. _____

Title: _____

Title: Chief of Railroads and Harbors _____

Date: _____

Date: _____

Witness: _____

Witness: _____

Title: _____

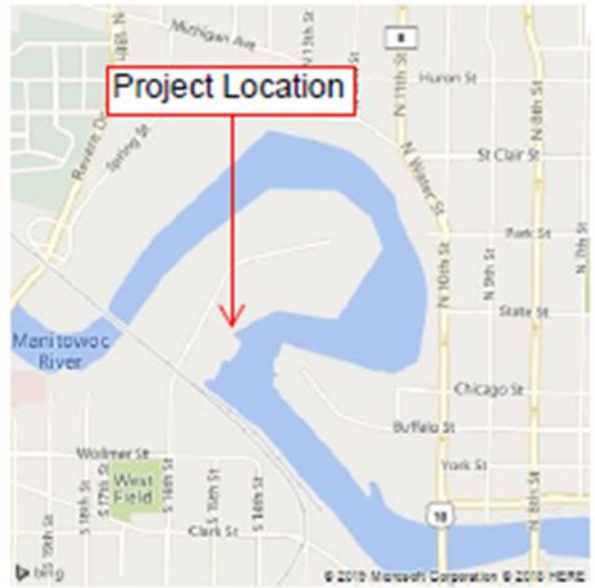
Title: _____

ATTACHMENT A – Map of Approved Project Area

bing maps

Notes

Figure 1: Project Location



ATTACHMENT A – Map of Approved Project Area

ATTACHMENT A – Cont'd – Map of Approved Project Area



