AGREEMENT

THIS AGREEMENT ("Agreement") is made and entered into this 19⁷⁷ day of 3009 ("Effective Date"), by and between the City of Redlands, a municipal corporation, organized and existing under the laws of the State of California, hereinafter referred to as "City," and M Space CA L P, hereinafter referred to as the "Contractor." City and Contractor are sometimes individually referred to herein as a "Party" and, together, as the "Parties."

WITNESSETH: That City and Contractor, for good and valuable consideration, the requirement of which is hereby acknowledged agree as follows:

1. **SCOPE OF WORK:** Contractor shall furnish all materials and perform all of the work for the following:

Phase I Design and Phase II Construction of the PD LOCKUP Modular Unit, complete, as required by the Contract Documents and Specifications for: CITY OF REDLANDS SAFETY HALL RELOCATION INTERIM FACILITIES (PD LOCKUP MODULAR UNIT), Project No. JL-41102

- 2. **THE CONTRACT SUM:** \$5,625 for Phase 1 and \$247,139 for Phase 2 in accordance with the terms and conditions set forth in the Contract Documents.
- 3. **SUBSTITUTION OF SECURITY**: Pursuant to Section 22300 of the California Public Contract Code, Contractor has the option to deposit securities with an Escrow Agent as a substitute for retention of earnings requirement to be withheld by City pursuant to an Escrow Agreement as set forth in the Public Contract Code Section 22300.
- 4. **TIME FOR COMPLETION**: The work under City's issuance to Contractor of Phase 1 shall be completed within Forty (40) Calendar Days from and after the date of the Phase 1 Notice to Proceed. Phase 2 shall be completed within Eighty (80) Calendar Days from and after the date of City's issuance to Contractor the Phase 2 Notice to Proceed.
- 5. **LIQUIDATED DAMAGES:** Failure of Contractor to complete the work within the time allowed will result in damages being sustained by City. Such damages are, and will continue to be, impracticable and extremely difficult to determine. Contractor shall pay to City, or have withheld from monies due it, the sum of \$500 for each Consecutive Calendar day in excess of the specified time for completion of the work.

Execution of this Agreement shall constitute agreement by City and Contractor that \$500 per day is the minimum and actual damage caused by the failure of Contractor to complete the work within the allowed time. Such sum is liquidated damages and shall not be construed as a penalty, and may be deducted from payments due Contractor if such delay occurs.

6. **CONTRACT DOCUMENTS:** The Contract Documents, include all of the documents described herein, to wit; Notice Inviting Bids, Instructions to Bidders, Proposal, Bid Bond,

- Agreement, Performance Bond, Labor and Material Bond, Plans, General Conditions, Special Conditions, Special Conditions and Specifications and any addenda thereto.
- 7. **ATTORNEYS' FEES:** In the event any legal action is commenced to enforce or interpret the terms or conditions of this Agreement, the prevailing Party in such action, in addition to any costs and other relief, shall be entitled to recover its reasonable attorneys' fees, including fees for the use of in-house counsel by a Party.
- 8. **RESOLUTION OF CONSTRUCTION CLAIMS:** Claims by Contractor in the amount of \$375,000 or less shall be made by Contractor and processed by the City pursuant to the provisions of Part 3, Chapter 1, Article 1.5 of the Public Contract Code (commencing with Section 20104). All claims shall be in writing and include the documents necessary to substantiate the claim. Nothing in subdivision (a) of Public Contract Code Section 20104.2 shall extend the time limit or supersede the notice requirements provided in this case from filing claims by Contractor.
- 9. **ELIGIBILITY OF CONTRACTOR/SUBCONTRACTOR:** Contractor and any subcontractors shall abide by California Public Contract Code Section 6109, and California Labor Code sections 1777.1 and/or 1777.7, and certify that they are not debarred and are eligible to work on this project.
- 10. **ASSIGNMENT OF AGREEMENT:** No assignment by a Party of any rights or interests under this Agreement shall be binding on another Party without the written consent of the party sought to be bound.
- 11. **SUCCESSORS AND ASSIGNS:** City and Contractor each binds itself, its partners, successors, assigns, and legal representatives in respect to all covenants, agreements, and obligations contained in the Contract Documents.
- 12. **SEVERABILITY:** Any provision or part of the Contract Documents held to be void or unenforceable under any law or regulation shall be deemed stricken, and all remaining provisions shall continue to be valid and binding upon City and Contractor.

IN WITNESS WHEREOF, the Parties have executed this Agreement as of the Effective Date.

(SEAL)	City of Redlands (Owner)
ATTEST: Once Fagger City Clerk, City of Redfands County of San Bernardino, California	By: Mayor, City of Rediands, County of San Bernardino, California (SEAL)
	Name of Contractor By: Signature of Authorized Agent Chief Operating Officer
	Title Signature of Authorized Agent (if necessary) Title OBULTA Contractor's License No.

WORKER'S COMPENSATION INSURANCE CERTIFICATION

Description of Contract:

City of Redlands

Municipal Utilities & Engineering Department

CITY OF REDLANDS SAFETY HALL

RELOCATION INTERIM FACILITIES (PD LOCKUP

MODULAR UNIT), Project No. JL-41102

Labor Code Section 3700, provides, in part that:

"Every employer except the State, shall secure the payment of compensation in one or more of the following ways:

- (a) By being insured against liability to pay compensation in one or more insurer duly authorized to write compensation insurance in this State.
- (b) By securing from the Director of Industrial Relations a certificate of consent to self-insure, either as an individual employer, or as one employer in a group of employers which may be given upon furnishing proof satisfactory to the Director of Industrial Relations of ability to self-insure and to pay any compensation that may become due to his or her employees.

I am aware of the provisions of Section 3700 of the Labor Code which requires every employer to be insured against liability for worker's compensation or to undertake self-insurance in accordance with the provisions of that Code, and I will comply with such provisions before commencing the performance of the work of this Contract. (Labor Code section 1861)

Dated this 19th day of June, 2009.

(Signature)

Official Title)

(SEAL)

(Labor Code Section 1861 provides that the above certificate must be signed and filed by the Contractor with the Owner prior to performing the work of the Contract.)

PERFORMANCE BOND

Whereas, the City Council of the City of Redlands, State of California, and M Space CA L P (hereinafter designated as "Principal") have entered into an agreement whereby Principal agrees to install and complete certain designated public improvements, which said agreement, dated June 19, 2009, and identified as CITY OF REDLANDS SAFETY HALL RELOCATION INTERIM FACILITIES (PD LOCKUP MODULAR UNIT), Project No. JL-41102 is hereby referred to and made a part hereof; and

Whereas, said Principal is required under the terms of said agreement to furnish a bond for the performance of said project.

Now, therefore, said Principal and The Hanover Insurance Company, as surety, are held firmly bound unto the City of Redlands (hereinafter call "City"), in the penal sum of Two Hundred Fifty Two Thousand Seven Hundred Sixty Four and 00/10 Dollars (\$252,764.00 - -) lawful money of the United States, for the payment of which sum well and truly to be made, we bind ourselves, our heirs, successors, executors and administrators, jointly and severally, firmly by these presents.

The condition of this obligation is such that if the above bounded Principal, his or hers heirs, executors, administrator, successors or assigns, shall in all things stand to and abide by, and well and truly keep and perform the covenants, conditions and provisions in the said agreement and any alteration thereof made as therein provided, or his or their part, to be kept and performed at the time and in the manner therein specified, and in all respects according to their true intent and meaning, and shall defend, indemnify and save harmless the City, its elected officials, officers, agents and employees, as therein stipulated, then this obligation shall become null and void; otherwise it shall be and remain in full force and effect.

As a part of the obligation secured hereby and in addition the face amount specified therefore, there shall be included costs and reasonable expenses and fees, including reasonable attorney's fees incurred by the City in successfully enforcing such obligation, all to be taxed as costs and included in any judgment rendered.

The surety hereby stipulates and agrees that no change, extension of time, alteration or addition to the terms of the agreement or to the work to be performed thereunder or the specifications accompanying the same shall in anywise affect its obligations on this bond, and it does hereby waive notice of any such change, extension of time, alteration or addition to the terms of the agreement or to the work or to the specifications.

In witness whereof, this instrument has been duly executed by the Principal and surety above named, on June 19 2009.

M Space CA L P

(Contractor)
(Signature)

(Seal and Notarial Acknowledgment of Surety)

The Hanover Insurance Company

BY: Octa S. Futture (Signature)

Debra S. Ritter, Attorney-in-Fact Address: 6230 Fairview Road, Suite 230

(SEAL)

Charlotte, NC 28210

Telephone (704) 365-6213

Acknowledgment by Surety

STATE OF NORTH CAROLINA

COUNTY OF GASTON

On this 19th day of June, 2009, before me personally appeared Debra S. Ritter, to me known, who being by me duly sworn, did acknowledge and say that she is the Attorneyin-Fact of The Hanover Insurance Company, the corporation that executed the foregoing instrument, and acknowledged to me that such corporation executed the same.

In witness whereof, I have hereunto set my hand and affixed my official seal, at my office in the above County, the day and year written above.

NOTARY **PUBLIC**

in the above County, the day and year written above.

Angela M. Yount, Notary Public

State of North Carolina

County of Gaston

My Commission Expires: 10/12/2013

LABOR AND MATERIAL BOND

Whereas, the City Council of the City of Redlands, State of California, and M Space CA L P (hereinafter designated as "Principal") have entered into an agreement whereby Principal agrees to install and complete certain designated public improvements, which said agreement, dated <u>June 19</u>, 2009, and identified as CITY OF REDLANDS SAFETY HALL RELOCATION INTERIM FACILITIES (PD LOCKUP MODULAR UNIT), Project No. JL-41102 is hereby referred to and made a part hereof; and

Whereas, under the terms of said agreement, Principal is required before entering upon the performance of the work, to file a good and sufficient payment bond with the City of Redlands to secure the claims to which reference is made in Title 15 (commencing with Section 3082) of Part 4 of Division 3 of the Civil Code of the State of California.

Now, therefore, said Principal and the undersigned as corporate surety, are held firmly bound unto the City of Redlands and all contractors, subcontractors, laborers, material men and other persons employed in the performance of the aforesaid agreement and referred to in the aforesaid Code of Civil Procedure in the sum of Two Hundred Fifty Two Thousands (\$252,764.0 Cor materials furnished or labor thereon of any kind, or for amounts due under the Unemployment Insurance Act with respect to such work or labor, that said surety will pay the same in an amount not exceeding the amount hereinabove set forth, and also in case suit is brought upon this bond, will pay, in addition to the face amount thereof, costs and reasonable expenses and fees, including reasonable attorney's fees, incurred by the City of Redlands in successfully enforcing such obligation, to be awarded and fixed by the court, and to be taxed as costs and to be included in the judgment therein rendered.

It is hereby expressly stipulated and agreed that this bond shall insure to the benefit of any and all persons, companies and corporations entitled to file claims under Title 15 (commencing with Section 3082) of Part 4 of Division 3 of the Civil Code, so as to give a right of action to them or their assigns in any suit brought upon this bond.

Should the condition of this bond be fully performed, then this obligation shall become null and void, otherwise it shall be and remain in full force and effect.

The surety hereby stipulates and agrees that no change, extension of time, alteration or addition to the terms of said agreement or the specifications accompanying the same shall in any manner affect its obligations on this bond, and it does hereby waive notice of any such change, extension of time, alteration or addition.

In witness whereof, this instrument has been duly executed by the Principal and surety above named, on

June 19

M Space CA L P

(SEAL)

The Hanover Insurance Company

(Signature)

BY:

(Signature)

Debra S. Ritter, Attorney-in-Fact

Address: 6230 Fairview Road, Suite 230

Charlotte, NC 28210

(Seal and Notarial Acknowledgment of Surety)

Telephone (704) 365-6213

Acknowledgment by Surety

STATE OF NORTH CAROLINA

COUNTY OF GASTON

On this 19th day of June, 2009, before me personally appeared Debra S. Ritter, to me known, who being by me duly sworn, did acknowledge and say that she is the Attorney-in-Fact of The Hanover Insurance Company, the corporation that executed the foregoing instrument, and acknowledged to me that such corporation executed the same.

In witness whereof, I have hereunto set my hand and affixed my official seal, at my office

M. YO

NOTARY

PUBLIC

CASTON

in the above County, the day and year written above.

Angela M. Yount, Notary Public

State of North Carolina County of Gaston

My Commission Expires: 10/12/2013

THE HANOVER INSURANCE COMPANY MASSACHUSETTS BAY INSURANCE COMPANY CITIZENS INSURANCE COMPANY OF AMERICA

POWERS OF ATTORNEY CERTIFIED COPY

KNOW ALL MEN BY THESE PRESENTS: That THE HANOVER INSURANCE COMPANY and MASSACHUSETTS BAY INSURANCE COMPANY, both being corporations organized and existing under the laws of the State of New Hampshire, and CITIZENS INSURANCE COMPANY OF AMERICA, a corporation organized and existing under the laws of the State of Michigan, do hereby constitute and appoint Raymond J. Garrufo, Debra S. Ritter, Ramona Fewell, Martin D. Pallazza, Angela M. Yount and/or Brad W. Gibson

of Charlotte, NC and each is a true and lawful Attorney(s)-in-fact to sign, execute, seal, acknowledge and deliver for, and on its behalf, and as its act and deed any place within the United States, or, if the following line be filled in, only within the area therein designated

any and all bonds, recognizances, undertakings, contracts of indemnity or other writings obligatory in the nature thereof, as follows: Any such obligations in the United States, not to exceed Fifteen Million and No/100 (\$15,000,000) in any single instance

and said companies hereby ratify and confirm all and whatsoever said Attorney(s)-in-fact may lawfully do in the premises by virtue of these presents. These appointments are made under and by authority of the following Resolution passed by the Board of Directors of said Companies which

"RESOLVED, That the President or any Vice President, in conjunction with any Assistant Vice President, be and they are hereby authorized and empowered to appoint Attorneys-in-fact of the Company, in its name and as its acts, to execute and acknowledge for and on its behalf as Surety any and all bonds, recognizances, contracts of indemnity, waivers of citation and all other writings obligatory in the nature thereof, with power to attach thereto the seal of the Company. Any such writings so executed by such Attorneys-in-fact shall be as binding upon the Company as if they had been duly executed and acknowledged by the regularly elected officers of the Company in their own proper persons." (Adopted October 7, 1981 - The Hanover Insurance Company; Adopted April 14, 1982 – Massachusetts Bay Insurance Company; Adopted September 7, 2001 - Citizens Insurance Company of America)

IN WITNESS WHEREOF, THE HANOVER INSURANCE COMPANY, MASSACHUSETTS BAY INSURANCE COMPANY and CITIZENS INSURANCE COMPANY OF AMERICA have caused these presents to be sealed with their respective corporate seals, duly attested by a Vice President and an Assistant Vice President, this 22nd day of September 2008.

THE HANOVER INSURANCE COMPANY
MASSACHUSETTS BAY INSURANCE COMPANY
CITIZENS INSURANCE COMPANY OF AMERICA

Mary Jeanne Anderson, Vice President

Robert K. Grennan, Assistant Vice President

THE COMMONWEALTH OF MASSACHUSETTS COUNTY OF WORCESTER

) ss.

On this 22nd day of **September 2008**, before me came the above named Vice President and Assistant Vice President of The Hanover Insurance Company, Massachusetts Bay Insurance Company and Citizens Insurance Company of America, to me personally known to be the individuals and officers described herein, and acknowledged that the seals affixed to the preceding instrument are the corporate seals of The Hanover Insurance Company Massachusetts Bay Insurance Company and Citizens Insurance Company of America, respectively, and that the said corporate seals and their signatures as officers were duly affixed and subscribed to said instrument by the authority and direction of said Corporations.



Garbara a. Sarlick
Notary Public

My commission expires on November 3, 2011

I, the undersigned Assistant Vice President of The Hanover Insurance Company, Massachusetts Bay Insurance Company and Citizens Insurance Company of America, hereby certify that the above and foregoing is a full, true and correct copy of the Original Power of Attorney issued by said Companies, and do hereby further certify that the said Powers of Attorney are still in force and effect.

This Certificate may be signed by facsimile under and by authority of the following resolution of the Board of Directors of The Hanover Insurance Company, Massachusetts Bay Insurance Company and Citizens Insurance Company of America.

"RESOLVED, That any and all Powers of Attorney and Certified Copies of such Powers of Attorney and certification in respect thereto, granted and same extent as if all signatures therein were manually affixed, even though one or more of any such signatures thereon may be facsimile." (Adopted Citizens Insurance Company; Adopted April 14, 1982 Massachusetts Bay Insurance Company; Adopted September 7, 2001 -

GIVEN under my hand and the seals of said Companies, at Worcester, Massachusetts, this 19th day of June , 2009.

THE HANOVER INSURANCE COMPANY MASSACHUSETTS BAY INSURANCE COMPANY OF AMERICA

Steppen L. Braull, Assistant Vice President

WORKER'S COMPENSATION INSURANCE CERTIFICATION

Description of Contract:

City of Redlands

Municipal Utilities & Engineering Department

CITY OF REDLANDS SAFETY HALL

RELOCATION INTERIM FACILITIES (PD LOCKUP

MODULAR UNIT), Project No. JL-41102

Labor Code Section 3700, provides, in part that:

"Every employer except the State, shall secure the payment of compensation in one or more of the following ways:

- (a) By being insured against liability to pay compensation in one or more insurer duly authorized to write compensation insurance in this State.
- (b) By securing from the Director of Industrial Relations a certificate of consent to self-insure, either as an individual employer, or as one employer in a group of employers which may be given upon furnishing proof satisfactory to the Director of Industrial Relations of ability to self-insure and to pay any compensation that may become due to his or her employees.

I am aware of the provisions of Section 3700 of the Labor Code which requires every employer to be insured against liability for worker's compensation or to undertake self-insurance in accordance with the provisions of that Code, and I will comply with such provisions before commencing the performance of the work of this Contract. (Labor Code section 1861)

Dated this 19th day of June, 2009.

(Signature)

Official Title)

(SEAL)

(Labor Code Section 1861 provides that the above certificate must be signed and filed by the Contractor with the Owner prior to performing the work of the Contract.)

PERFORMANCE BOND

Whereas, the City Council of the City of Redlands, State of California, and M Space CA L P (hereinafter designated as "Principal") have entered into an agreement whereby Principal agrees to install and complete certain designated public improvements, which said agreement, dated June 19, 2009, and identified as CITY OF REDLANDS SAFETY HALL RELOCATION INTERIM FACILITIES (PD LOCKUP MODULAR UNIT), Project No. JL-41102 is hereby referred to and made a part hereof; and

Whereas, said Principal is required under the terms of said agreement to furnish a bond for the performance of said project.

Now, therefore, said Principal and The Hanover Insurance Company, as surety, are held firmly bound unto the City of Redlands (hereinafter call "City"), in the penal sum of Two Hundred Fifty Two Thousand Seven Hundred Sixty Four and 00/10Dollars (\$252,764.00 - -) lawful money of the United States, for the payment of which sum well and truly to be made, we bind ourselves, our heirs, successors, executors and administrators, jointly and severally, firmly by these presents.

The condition of this obligation is such that if the above bounded Principal, his or hers heirs, executors, administrator, successors or assigns, shall in all things stand to and abide by, and well and truly keep and perform the covenants, conditions and provisions in the said agreement and any alteration thereof made as therein provided, or his or their part, to be kept and performed at the time and in the manner therein specified, and in all respects according to their true intent and meaning, and shall defend, indemnify and save harmless the City, its elected officials, officers, agents and employees, as therein stipulated, then this obligation shall become null and void; otherwise it shall be and remain in full force and effect.

As a part of the obligation secured hereby and in addition the face amount specified therefore, there shall be included costs and reasonable expenses and fees, including reasonable attorney's fees incurred by the City in successfully enforcing such obligation, all to be taxed as costs and included in any judgment rendered.

The surety hereby stipulates and agrees that no change, extension of time, alteration or addition to the terms of the agreement or to the work to be performed thereunder or the specifications accompanying the same shall in anywise affect its obligations on this bond, and it does hereby waive notice of any such change, extension of time, alteration or addition to the terms of the agreement or to the work or to the specifications.

In witness whereof, this instrument has been duly executed by the Principal and surety above named, on June 19 2009.

M Space CA L P (SEAL)

Jaff Deutschendont

(Seal and Notarial Acknowledgment of Surety)

The Hanover Insurance Company

(Signature)
Debra S. Ritter, Attorney-in-Fact

(SEAL)

Address: 6230 Fairview Road, Suite 230

(Surety)

Charlotte, NC 28210

Telephone (704) 365-6213

Acknowledgment by Surety

STATE OF NORTH CAROLINA

COUNTY OF GASTON

On this 19th day of June, 2009, before me personally appeared Debra S. Ritter, to me known, who being by me duly sworn, did acknowledge and say that she is the Attorneyin-Fact of The Hanover Insurance Company, the corporation that executed the foregoing instrument, and acknowledged to me that such corporation executed the same.

In witness whereof, I have hereunto set my hand and affixed my official seal, at my office in the above County, the day and year written above.

M. Young M.

NOTARY **PUBLIC**

Angela M. Yount, Notary Public

State of North Carolina County of Gaston

My Commission Expires: 10/12/2013

LABOR AND MATERIAL BOND

Whereas, the City Council of the City of Redlands, State of California, and M Space CA L P (hereinafter designated as "Principal") have entered into an agreement whereby Principal agrees to install and complete certain designated public improvements, which said agreement, dated <u>June 19</u>, 2009, and identified as CITY OF REDLANDS SAFETY HALL RELOCATION INTERIM FACILITIES (PD LOCKUP MODULAR UNIT), Project No. JL-41102 is hereby referred to and made a part hereof; and

Whereas, under the terms of said agreement, Principal is required before entering upon the performance of the work, to file a good and sufficient payment bond with the City of Redlands to secure the claims to which reference is made in Title 15 (commencing with Section 3082) of Part 4 of Division 3 of the Civil Code of the State of California.

Now, therefore, said Principal and the undersigned as corporate surety, are held firmly bound unto the City of Redlands and all contractors, subcontractors, laborers, material men and other persons employed in the performance of the aforesaid agreement and referred to in the aforesaid Code of Civil Procedure in the sum of Two Hundred Fifty Iwo Thousands (\$252,764.00 or materials furnished or labor thereon of any kind, or for amounts due under the Unemployment Insurance Act with respect to such work or labor, that said surety will pay the same in an amount not exceeding the amount hereinabove set forth, and also in case suit is brought upon this bond, will pay, in addition to the face amount thereof, costs and reasonable expenses and fees, including reasonable attorney's fees, incurred by the City of Redlands in successfully enforcing such obligation, to be awarded and fixed by the court, and to be taxed as costs and to be included in the judgment therein rendered.

It is hereby expressly stipulated and agreed that this bond shall insure to the benefit of any and all persons, companies and corporations entitled to file claims under Title 15 (commencing with Section 3082) of Part 4 of Division 3 of the Civil Code, so as to give a right of action to them or their assigns in any suit brought upon this bond.

Should the condition of this bond be fully performed, then this obligation shall become null and void, otherwise it shall be and remain in full force and effect.

The surety hereby stipulates and agrees that no change, extension of time, alteration or addition to the terms of said agreement or the specifications accompanying the same shall in any manner affect its obligations on this bond, and it does hereby waive notice of any such change, extension of time, alteration or addition.

In witness whereof, this instrument has been duly executed by the Principal and surety above named, on June 19 ____, 2009.

M Space CALP

The Hanover Insurance Company

(Signature)

(Signature)

(Signature)

Debra S. Ritter, Attorney-in-Fact

Address: 6230 Fairview Road, Suite 230

Charlotte, NC 28210

(Seal and Notarial Acknowledgment of Surety)

Telephone (704) 365-6213

Acknowledgment by Surety

STATE OF NORTH CAROLINA

COUNTY OF GASTON

On this 19th day of June, 2009, before me personally appeared Debra S. Ritter, to me known, who being by me duly sworn, did acknowledge and say that she is the Attorney-in-Fact of The Hanover Insurance Company, the corporation that executed the foregoing instrument, and acknowledged to me that such corporation executed the same.

In witness whereof, I have hereunto set my hand and affixed my official seal, at my office

NOTARY

PUBLIC

in the above County, the day and year written above.

Angela M. Yount, Notary Public

State of North Carolina County of Gaston

My Commission Expires: 10/12/2013

THE HANOVER INSURANCE COMPANY MASSACHUSETTS BAY INSURANCE COMPANY CITIZENS INSURANCE COMPANY OF AMERICA

POWERS OF ATTORNEY CERTIFIED COPY

KNOW ALL MEN BY THESE PRESENTS: That THE HANOVER INSURANCE COMPANY and MASSACHUSETTS BAY INSURANCE COMPANY, both being corporations organized and existing under the laws of the State of New Hampshire, and CITIZENS INSURANCE COMPANY OF AMERICA, a corporation organized and existing under the laws of the State of Michigan, do hereby constitute and appoint

Raymond J. Garruto, Debra S. Ritter, Ramona Fewell, Martin D. Pallazza , Angela M. Yount and/or Brad W. Gibson

of Charlotte, NC and each is a true and lawful Attorney(s)-in-fact to sign, execute, seal, acknowledge and deliver for, and on its behalf, and as its act and deed any place within the United States, or, if the following line be filled in, only within the area therein designated

any and all bonds, recognizances, undertakings, contracts of indemnity or other writings obligatory in the nature thereof, as follows: Any such obligations in the United States, not to exceed Fifteen Million and No/100 (\$15,000,000) in any single instance

and said companies hereby ratify and confirm all and whatsoever said Attorney(s)-in-fact may lawfully do in the premises by virtue of these presents. These appointments are made under and by authority of the following Resolution passed by the Board of Directors of said Companies which resolutions are still in effect:

"RESOLVED, That the President or any Vice President, in conjunction with any Assistant Vice President, be and they are hereby authorized and empowered to appoint Attorneys-in-fact of the Company, in its name and as its acts, to execute and acknowledge for and on its behalf as Surety any and all bonds, recognizances, contracts of indemnity, waivers of citation and all other writings obligatory in the nature thereof, with power to attach thereto the seal of the Company. Any such writings so executed by such Attorneys-in-fact shall be as binding upon the Company as if they had been duly executed and acknowledged by the regularly elected officers of the Company in their own proper persons." (Adopted October 7, 1981 - The Hanover Insurance Company; Adopted April 14, 1982 – Massachusetts Bay Insurance Company; Adopted September 7, 2001 - Citizens Insurance Company of America)

IN WITNESS WHEREOF, THE HANOVER INSURANCE COMPANY, MASSACHUSETTS BAY INSURANCE COMPANY and CITIZENS INSURANCE COMPANY OF AMERICA have caused these presents to be sealed with their respective corporate seals, duly attested by a Vice President and an Assistant Vice President, this 22nd day of September 2008.

) ss.

THE HANOVER INSURANCE COMPANY
MASSACHUSETTS BAY INSURANCE COMPANY
CITIZENS INSURANCE COMPANY OF AMERICA

Mary Jeanne Anderson, Vice President

KAA

Robert K. Grennan, Assistant Vice President

THE COMMONWEALTH OF MASSACHUSETTS COUNTY OF WORCESTER

On this 22nd day of September 2008, before me came the above named Vice President and Assistant Vice President of The Hanover Insurance Company, Massachusetts Bay Insurance Company and Citizens Insurance Company of America, to me personally known to be the individuals and officers described herein, and acknowledged that the seals affixed to the preceding instrument are the corporate seals of The Hanover Insurance Company Massachusetts Bay Insurance Company and Citizens Insurance Company of America, respectively, and that the said corporate seals and their signatures as officers were duly affixed and subscribed to said instrument by the authority and direction of said Corporations.



Notary Public

My commission expires on November 3, 2011

I, the undersigned Assistant Vice President of The Hanover Insurance Company, Massachusetts Bay Insurance Company and Citizens Insurance Company of America, hereby certify that the above and foregoing is a full, true and correct copy of the Original Power of Attorney issued by said Companies, and do hereby further certify that the said Powers of Attorney are still in force and effect.

This Certificate may be signed by facsimile under and by authority of the following resolution of the Board of Directors of The Hanover Insurance Company, Massachusetts Bay Insurance Company and Citizens Insurance Company of America.

"RESOLVED, That any and all Powers of Attorney and Certified Copies of such Powers of Attorney and certification in respect thereto, granted and executed by the President or any Vice President in conjunction with any Assistant Vice President of the Company, shall be binding on the Company to the same extent as if all signatures therein were manually affixed, even though one or more of any such signatures thereon may be facsimile." (Adopted October 7, 1981 - The Hanover Insurance Company; Adopted April 14, 1982 Massachusetts Bay Insurance Company; Adopted September 7, 2001 - Citizens Insurance Company of America)

GIVEN under my hand and the seals of said Companies, at Worcester, Massachusetts, this 19th day of June , 2009.

THE HANOVER INSURANCE COMPANY
MASSACHUSETTS BAY INSURANCE COMPANY
CITIZENS INSURANCE COMPANY OF AMERICA

Steppen L. Brault, Assistant Vice President

ACORD, CERTIFICATE OF LIABILITY INSURANCE					
PRODUCER 1-800-955-8700 Arthur J. Gallagher & Co. Insurance Brokers of California, Inc. 15 Enterprise, Ste 200	THIS CERTIFICATE IS ISSUED AS A MATTER ONLY AND CONFERS NO RIGHTS UPON HOLDER. THIS CERTIFICATE DOES NOT ALLER THE COVERAGE AFFORDED BY THE	THE CERTIFICATE			
Aliso Viejo, CA 92656 Steve Surber	INSURERS AFFORDING COVERAGE	NAIC#			
INSURED M Space CA LP	INSURERA: ACE AMER INS CO	22667			
The Lincoln Building 60 East 42nd Street, Suite 2534	INSURERS Hartford Fire In Co	19682			
ou mast 42nd Street, Suite 2534	INSURERC Great American Assur Co	26344			
New York, NY 10165	INSURERD: Landmark Amer Ins Co	33138			
COVERAGES	INSURERE CONTINENTAL INS CO	35289			

THE POLICIES OF INSURANCE LISTED BELOW HAVE BEEN ISSUED TO THE INSURED NAMED ABOVE FOR THE POLICY PERIOD INDICATED. NOTWITHSTANDING ANY REQUIREMENT, TERM OR CONDITION OF ANY CONTRACT OR OTHER DOCUMENT WITH RESPECT TO WHICH THIS CERTIFICATE MAY BE ISSUED OR MAY PERTAIN, THE INSURANCE AFFORDED BY THE POLICIES DESCRIBED HEREIN IS SUBJECT TO ALL THE TERMS, EXCLUSIONS AND CONDITIONS OF SUCH POLICIES. AGGREGATE LIMITS SHOWN MAY HAVE BEEN REDUCED BY PAID CLAIMS.

INSR A	DO'L	TYPE OF INSURANCE	POLICY NUMBER	POLICY EFFECTIVE	POLICY EXPIRATION		
	х	GENERAL LIABILITY	PMDG24865241001 12/31/08	DATE (MM/DD/YY)	LIM		
l	ŀ	X COMMERCIAL GENERAL LIABILITY		12/31/08	12/31/09	EACH OCCURRENCE DAMAGE TO RENTED	\$1,000,000
	ŀ	COMMERCIAL GENERAL ENDIETT				PREMISES (Ea occurence)	\$ 100,000
	-	CLAIMS MADE X OCCUR				MED EXP (Arry one person)	\$10,000
	-					PERSONAL & ADVINJURY	\$1,000,000
	-					GENERAL AGGREGATE	\$ 2,000,000
	-	GEN'L AGGREGATE LIMIT APPLIES PER:				PRODUCTS - COMP/OP AGG	\$2,000,000
		X POLICY PRO- JECT LOC					
В		ANY AUTO	72UECUM6811	07/21/08	07/21/09	COMBINED SINGLE LIMIT (Ea accident)	\$1,000,000
	<u> </u>	X SCHEDULED AUTOS X HIRED AUTOS				BODILY INJURY (Per person)	\$
		X HIREDAUTOS X NON-OWNEDAUTOS X COMP DED. \$1,000				BODILY INJURY (Per accident)	\$
	-	X COLL. DED. \$1,000				PROPERTY DAMAGE (Per accident)	\$
	GARAGE LIABILITY					AUTO ONLY - EA ACCIDENT	\$
	-	ANY AUTO				OTHER THAN EA ACC	\$
						AUTO ONLY: AGG	\$
С	L	EXCESS/UMBRELLA LIABILITY	UMB2195732	12/31/08	12/31/09	EACH OCCURRENCE	§ 10,000,000
		X OCCUR CLAIMSMADE				AGGREGATE	\$ 10,000,000
	Ĺ						\$
		DEDUCTIBLE					\$
	:	X RETENTION \$ 10,000					
W	VORK	ERS COMPENSATION AND				WC STATU- OTH- TORY LIMITS ER	\$
	EMPLOYERS' LIABILITY ANY PROPRIETOR/PARTNER/EXECUTIVE OFFICER/MEMBER EXCLUDED?					7	
Ô						E.L. EACH ACCIDENT	\$
If	yes, d	describe under AL PROVISIONS below				E.L. DISEASE - EA EMPLOYEE	\$
0	THER					E.L. DISEASE - POLICY LIMIT	\$
D PR E RE E IM	ROPE SNTE 4:IN	RTY BLKT/RC/SPECIAL D/LEASED EQUIPMENT	LHT415143 C2099332752 C2099332752	12/31/08 12/31/08 12/31/08	12/31/09 12/31/09	BPP/BUILDING PER ITEM ANY ONE PREMISE	7,334,896 50,000 3,500,000

DESCRIPTION OF OPERATIONS/LOCATIONS/VEHICLES/EXCLUSIONS ADDED BY ENDORSEMENT/SPECIAL PROVISIONS

The certificate holder(s) is/are named additional insured/primary/non contributory as respects to the general liability policy, per the attached forms LD217300107 and CCLE15, as required per written contract.

RE: Project # JL-41102.

Certificate Holder(s) Continued: City of Redlands, San Bernardino County, CA.

CERTIFICATE HOLDER	CANCELLATION 10 DAYS NOTICE OF CANCELLATION FOR NONPAYMENT			
City of Redlands Safety Hall Relocation Interim Facilities (PD Lockup Modular Unit) Project # JL-41102 Attn: Tim Wilson 1270 W. Park Avenue	SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, THE ISSUING INSURER WILL ENDEAVOR TO MAIL 30 DAYS WRITTEN NOTICE TO THE CERTIFICATE HOLDER NAMED TO THE LEFT, BUT FAILURE TO DO SO SHALL IMPOSE NO OBLIGATION OR LIABILITY OF ANY KIND UPON THE INSURER, ITS AGENTS OR			
Redlands, CA 92374 USA	REPRESENTATIVES. AUTHORIZED REPRESENTATIVE			
ACODD 25 (2004 MO) but and and				

IMPORTANT

If the certificate holder is an ADDITIONAL INSURED, the policy(ies) must be endorsed. A statement on this certificate does not confer rights to the certificate holder in lieu of such endorsement(s).

If SUBROGATION IS WAIVED, subject to the terms and conditions of the policy, certain policies may require an endorsement. A statement on this certificate does not confer rights to the certificate holder in lieu of such endorsement(s).

DISCLAIMER

The Certificate of Insurance on the reverse side of this form does not constitute a contract between the issuing insurer(s), authorized representative or producer, and the certificate holder, nor does it affirmatively or negatively amend, extend or alter the coverage afforded by the policies listed thereon.

PRIMARY AND NON-CONTRIBUTORY ENDORSEMENT

Named Insured M SPACE HO	DLDINGS, LLC	Endorsement Number	
Policy Symbol PMD	Policy Number G24865241001	Policy Period 12/31/08 TO 12/31/09	Effective Date of Endorsement 12/31/08
Issued By (Name o	of Insurance Company)		

Insert the policy number. The remainder of the information is to be completed only when this endorsement is issued subsequent to the preparation of the policy.

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

This endorsement modifies insurance provided under the following:

CUSTOM GENERAL LIABILITY POLICY

Condition 4, Other Insurance of SECTION IV - CONDITIONS, is amended to include the following:

- A. This insurance is primary if:
 - Any additional insured under this policy has other liability insurance which applies to a loss covered by this policy; and
 - 2. You have specifically agreed in a written contract executed prior to the loss that this insurance must be primary and non-contributory with other insurance issued directly to such additional insured.
- B. However, when this insurance is primary to and non-contributory with other insurance, we will only pay the amount of the loss, if any, that exceeds the Self Insured Retention.

Nothing herein shall operate to increase the Limits of Insurance.

All other terms, exclusions and conditions remain unchanged.

Authorized	Agent

CC1E15 Ptd. In U.S.A

Page 1 of 1

7 P 010

ADDITIONAL INSURED WHERE REQUIRED BY WRITTEN CONTRACT

Named Insured M Space Ho	oldings, LLC	Endorsement Number TBD	
Policy Symbol PMD	Policy Number G24865241-001	Policy Period 12/31/09 to 12/31/09	Effective Date of Endorsement 12/31/08
	of Insurance Company) can Insurance Comp	any	

Insert the policy number. The remainder of the information is to be completed only when this endorsement is issued subsequent to the preparation of the policy.

THIS ENDORSEMENT CHANGES THE POLICY, PLEASE READ IT CAREFULLY.

This endorsement modifies all insurance provided under the following: COMMERCIAL GENERAL LIABILITY COVERAGE PART

The following is added to Section II.2 - Who is An Insured:

- e. Any person or organization that you are required to include as an additional insured under this policy because of a written contract that:
 - 1) Is in effect during this policy period; and
 - 2) Was executed prior to the "occurrence" of the "bodily injury" or "property damage"; and
 - 3) Qualifies as an "insured contract" as defined in this policy.

Such person or organization is an additional insured only for:

- 4) Coverage under Section I Coverages, Coverage A. Bodily Injury and Property Damage Liability; and
- 5) Liability arising out of "your work" or "your product" for that additional insured; and
- 6) For the period of time required by the written contract and in no event beyond the expiration of this policy.

In the event that the Limits of Insurance provided by this policy exceed the Limits of Insurance required by the written contract:

- 7) The insurance provided by this endorsement shall be limited to the Limits of Insurance required by the written contract; and
- 8) This endorsement shall not increase the Limits of Insurance stated in the Declarations under Item 3. Limits of Insurance pertaining to the coverage provided herein.

Any coverage provided by this endorsement to an additional insured shall be excess over any other valid and collectible insurance available to the additional insured whether primary, excess, contingent or on any other basis unless the written contract specifically requires that this insurance apply on a primary or non-contributory basis.

In accordance with the terms and conditions of the policy and as more fully explained in the policy, as soon as practicable, each additional insured must give us prompt notice of any "occurrence" which may result in a claim, forward all legal papers to us, cooperate in the defense of any actions, and otherwise comply with all of the policy's terms and conditions.

Authorized A	gent

DATE (MM/DD/YY) CERTIFICATE OF LABILITY INSURANCE ACORD. 06/19/2009 Serial # A24669 THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION AND CONFERS NO RIGHTS UPON THE CERTIFICATE ER. THIS CERTIFICATE DOES NOT AMEND, EXTEND OR AON RISK SERVICES, INC. OF FLORIDA HOLDER. 1001 BRICKELL BAY DRIVE, SUITE #1100 ALTER THE COVERAGE AFFORDED BY THE POLICIES BELOW. MIAMI, FL 33131-4937 COMPANIES AFFORDING COVERAGE PHONE: 800-743-8130 FAX: 800-522-7514 COMPANY AMERICAN INTERNATIONAL SOUTH INS. CO. A INSURED COMPANY ADP TOTALSOURCE II, INC. В 10200 SUNSET DRIVE, MIAMI, FL 33173 COMPANY L/C/F: C **MSPACE CA LP** The Lincoln Building, 60 East 42nd St., Ste 2534, NY, NY 10165 COMPANY D

THIS IS TO CERTIFY THAT THE POLICIES OF INSURANCE LISTED BELOW HAVE BEEN ISSUED TO THE INSURED NAMED ABOVE FOR THE POLICY PERIOD INDICATED, NOTWITHSTANDING ANY REQUIREMENT, TERM OR CONDITION OF ANY CONTRACT OR OTHER DOCUMENT WITH RESPECT TO WHICH THIS CERTIFICATE MAY BE ISSUED OR MAY PERTAIN, THE INSURANCE AFFORDED BY THE POLICIES DESCRIBED HEREIN IS SUBJECT TO ALL THE TERMS, EXCLUSIONS AND CONDITIONS OF SUCH POLICIES, LIMITS SHOWN MAY HAVE BEEN REDUCED BY PAID CLAIMS.

CO .TR	TYPE OF INSURANCE	POLICY NUMBER	POLICY EFFECTIVE DATE (MM/DD/YY)	POLICY EXPIRATION DATE (MM/DD/YY)	LIMIT	·s	
	GENERAL LIABILITY				GENERAL AGGREGATE	\$	
	COMMERCIAL GENERAL LIABILITY				PRODUCTS - COMP/OP AGG	\$	
	CLAIMS MADE OCCUR		Free Control of Contro		PERSONAL & ADV INJURY	\$	
	OWNER'S & CONTRACTOR'S PROT				EACH OCCURRENCE	\$	
					FIRE DAMAGE (Any one fire)	\$	
					MED EXP (Any one person)	\$	
	ANY AUTO				COMBINED SINGLE LIMIT	\$	
	ALL OWNED AUTOS SCHEDULED AUTOS				BODILY INJURY (Per person)	\$	
	HIRED AUTOS NON-OWNED AUTOS				BODILY INJURY (Per accident)	\$	·
					PROPERTY DAMAGE	\$	
	GARAGE LIABILITY				AUTO ONLY - EA ACCIDENT	\$	
	ANY AUTO				OTHER THAN AUTO ONLY		
					EACH ACCIDENT	\$	
					AGGREGATE	\$	
	EXCESS LIABILITY				EACH OCCURRENCE	\$	
	UMBRELLA FORM				AGGREGATE	\$	
	OTHER THAN UMBRELLA FORM					\$	
	WORKER'S COMPENSATION AND	WC 4367195 CA	07/01/2008	07/01/2009	X WC STATU- OTH- TORY LIMITS ER		
A B	EMPLOYERS' LIABILITY				EL EACH ACCIDENT	\$	2,000
0	THE PROPRIETOR/ PARTNERS/EXECUTIVE X INCL				EL DISEASE - POLICY LIMIT	\$	1,000,000
_	OFFICERS ARE EXCL				EL DISEASE - EA EMPLOYEE	\$	1,000,000
	OTHER						

ESCRIPTION OF OPERATIONS/LOCATIONS/VEHICLES/SPECIAL ITEMS

ALL WORKSITE EMPLOYEES WORKING FOR THE ABOVE NAMED CLIENT COMPANY, PAID UNDER ADP TOTALSOURCE, INC.'S PAYROLL, RE COVERED UNDER THE ABOVE STATED POLICY. RE: CITY OF REDLANDS SAFETY HALL RELOCATION, INTERIM FACILITIES (PD OCKUP MODULAR UNIT) PROJECT JL 41102, 1270 W PARK REDLANDS, CA 92374.

SRIFTCATE HOLDER CANCELLATION

THE CITY OF REDLANDS- SAN BERNANDING CITY 35 CAJON ST., SUITE 15A REDLANDS, CA 92373

SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, THE ISSUING COMPANY WILL ENDEAVOR TO MAIL 30 days written notice to the certificate holder named to the left, BUT FAILURE TO MAIL SUCH NOTICE SHALL IMPOSE NO OBLIGATION OR LIABILITY OF ANY KIND UPON THE COMPANY, ITS AGENTS OR REPRESENTATIVES.

AUTHORIZED REPRESENTATIVE

AON RISK SERVICES. INC. OF FLORIDA

CORD 25-S (1/95)

@ ACORD CORPORATION 1988

ACORD, CERTIFICATE OF LIABILITY INSURANCE DATE (MM/DD/YYYY) 06/24/09 1-800-955-8700 PRODUCER THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION ONLY AND CONFERS NO RIGHTS UPON THE CERTIFICATE HOLDER. THIS CERTIFICATE DOES NOT AMEND, EXTEND OR Arthur J. Gallagher & Co. Insurance Brokers of California, Inc. 15 Enterprise, Ste 200 ALTER THE COVERAGE AFFORDED BY THE POLICIES BELOW. Aliso Viejo, CA 92656 **INSURERS AFFORDING COVERAGE** NAIC# Steve Surber INSURED INSURER A: ACE AMER INS CO 22667 M Space CA LP INSURER B: Hartford Fire In Co 19682 The Lincoln Building 60 East 42nd Street, Suite 2534 INSURER C: Great American Assur Co 26344 33138 INSURER D. Landmark Amer Ins Co New York, NY 10165 INSURER E: CONTINENTAL INS CO

COVERAGES

THE POLICIES OF INSURANCE LISTED BELOW HAVE BEEN ISSUED TO THE INSURED NAMED ABOVE FOR THE POLICY PERIOD INDICATED. NOTWITHSTANDING ANY REQUIREMENT, TERM OR CONDITION OF ANY CONTRACT OR OTHER DOCUMENT WITH RESPECT TO WHICH THIS CERTIFICATE MAY BE ISSUED OR MAY PERTAIN, THE INSURANCE AFFORDED BY THE POLICIES DESCRIBED HEREIN IS SUBJECT TO ALL THE TERMS, EXCLUSIONS AND CONDITIONS OF SUCH POLICIES. AGGREGATE LIMITS SHOWN MAY HAVE BEEN REDUCED BY PAID CLAIMS.

NSR LTR	ADD'L INSRE		TYPE OF INSURA	NCE	POLICY NUMBER	POLICY EFFECTIVE DATE (MM/DD/YY)	POLICY EXPIRATION DATE (MM/DD/YY)	LIMIT	S
A	Х	X	COMMERCIAL GENER CLAIMS MADE CLAIMS MADE	X OCCUR	PMDG24865241001	12/31/08	12/31/09	EACH OCCURRENCE DAMAGE TO RENTED PREMISES (Ea occurence) MED EXP (Any one person) PERSONAL & ADV INJURY GENERAL AGGREGATE PRODUCTS - COMP/OP AGG	\$1,000,000 \$100,000 \$10,000 \$1,000,000 \$2,000,000 \$2,000,000
В	X POLICY PRO- JECT LOC X AUTOMOBILE LIABILITY ANY AUTO		LOC	72UECUM6811	07/21/08	07/21/09	COMBINED SINGLE LIMIT (Ea accident)	\$1,000,000	
		x x x x	ALL OWNED AUTOS SCHEDULED AUTOS HIRED AUTOS NON-OWNED AUTOS COMP DED. \$1,	000				BODILY INJURY (Per person) BODILY INJURY (Per accident) PROPERTY DAMAGE (Per accident)	\$ \$
		GAI	ANY AUTO					AUTO ONLY - EA ACCIDENT OTHER THAN EA ACC AUTO ONLY: AGG	\$ \$ \$
С		X	DEDUCTIBLE	CLAIMS MADE	UMB2195732	12/31/08	12/31/09	EACH OCCURRENCE AGGREGATE	\$ 10,000,000 \$ 10,000,000 \$ \$ \$
	ANY OFFI If yes	PROFICER/I	S COMPENSATION AND RS' LIABILITY PRIETOR/PARTNER/EXE MEMBER EXCLUDED? tribe under PROVISIONS below					WC STATU- TORY LIMITS OTH- TORY LIMITS OF ER E.L. EACH ACCIDENT E.L. DISEASE - EA EMPLOYEE E.L. DISEASE - POLICY LIMIT	\$ \$ \$
OTHER D PROPERTY BLKT/RC/SPECIAL E RENTED/LEASED EQUIPMENT E IM:INSTALLATION OPERATION			LEASED EQUIPM	ENT	LHT415143 C2099332752 C2099332752	12/31/08 12/31/08 12/31/08	12/31/09	BPP/BUILDING PER ITEM ANY ONE PREMISE	7,334,896 50,000 3,500,000

DESCRIPTION OF OPERATIONS / LOCATIONS / VEHICLES / EXCLUSIONS ADDED BY ENDORSEMENT / SPECIAL PROVISIONS

USA

The certificate holder(s) is/are named additional insured/primary non-contributory as respects to the general liability policy, per the attached forms LD217300107 and CCLE15. The certificate holder(s) is/are named additional insured/waiver of subrogation applies as respects to the auto liability policy, per the attached forms CA00011001 and HA99160706. As required per written contract.

RE: Project # JL-41102

Certholder(s) Continued: City of Redlands, San Bernardino County, CA

CERTIFICATE HOLDER

CANCELLATION 10 DAY NOTICE FOR NON-PAYMENT OF PREMIUM.

SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, THE ISSUING INSURER WILL ENDEAVOR TO MAIL 30 DAYS WRITTEN City of Redlands Safety Hall Relocation Interim Facilities (PD Lockup Modular Unit) Project # JL-41102 NOTICE TO THE CERTIFICATE HOLDER NAMED TO THE LEFT, BUT FAILURE TO DO SO SHALL Attn: Tim Wilson IMPOSE NO OBLIGATION OR LIABILITY OF ANY KIND UPON THE INSURER, ITS AGENTS OR 1270 W. Park Avenue

REPRESENTATIVES.

Redlands, CA 92374

AUTHORIZED REPRESENTATIVE

35289

IMPORTANT

If the certificate holder is an ADDITIONAL INSURED, the policy(ies) must be endorsed. A statement on this certificate does not confer rights to the certificate holder in lieu of such endorsement(s).

If SUBROGATION IS WAIVED, subject to the terms and conditions of the policy, certain policies may require an endorsement. A statement on this certificate does not confer rights to the certificate holder in lieu of such endorsement(s).

DISCLAIMER

The Certificate of Insurance on the reverse side of this form does not constitute a contract between the issuing insurer(s), authorized representative or producer, and the certificate holder, nor does it affirmatively or negatively amend, extend or alter the coverage afforded by the policies listed thereon.

B. Owned Autos You Acquire After The Policy Begins

- If Symbols 1, 2, 3, 4, 5 or 6 are entered next to a coverage in Item Two of the Declarations, then you have coverage for "autos" that you acquire of the type described for the remainder of the policy period.
- But, if Symbol 7 is entered next to a coverage in Item Two of the Declarations, an "auto" you acquire will be a covered "auto" for that coverage only if:
 - a. We already cover all "autos" that you own for that coverage or it replaces an "auto" you previously owned that had that coverage; and
 - b. You tell us within 30 days after you acquire it that you want us to cover it for that coverage.

C. Certain Trailers, Mobile Equipment And Temporary Substitute Autos

If Liability Coverage is provided by this Coverage Form, the following types of vehicles are also covered "autos" for Liability Coverage:

- "Trailers" with a load capacity of 2,000 pounds or less designed primarily for travel on public roads.
- "Mobile equipment" while being carried or towed by a covered "auto".
- Any "auto" you do not own while used with the permission of its owner as a temporary substitute for a covered "auto" you own that is out of service because of its:
 - a. Breakdown;
 - b. Repair;
 - c. Servicing;
 - d. "Loss"; or
 - e. Destruction.

SECTION II - LIABILITY COVERAGE

A. Coverage

We will pay all sums an "insured" legally must pay as damages because of "bodily injury" or "properly damage" to which this insurance applies, caused by an "accident" and resulting from the ownership, maintenance or use of a covered "auto".

We will also pay all sums an "insured" legally must pay as a "covered pollution cost or expense" to which this insurance applies, caused by an "accident" and resulting from the ownership, maintenance or use of covered "autos". However, we will only pay for the "covered pollution cost or expense" if there is either "bodily injury" or "property damage" to which this insurance applies that is caused by the same "accident"

We have the right and duty to defend any "insured" against a "suit" asking for such damages or a "covered pollution cost or expense". However, we have no duty to defend any "insured" against a "suit" seeking damages for "bodily injury" or "property damage" or a "covered pollution cost or expense" to which this insurance does not apply. We may investigate and settle any claim or "suit" as we consider appropriate. Our duty to defend or settle ends when the Liability Coverage Limit of Insurance has been exhausted by payment of judgments or settlements.

1. Who is An insured

The following are "insureds":

- a. You for any covered "auto".
- b. Anyone else while using with your permission a covered "auto" you own, hire or borrow except:
 - (1) The owner or anyone else from whom you hire or borrow a covered "auto". This exception does not apply if the covered "auto" is a "trailer" connected to a covered "auto" you own.
 - (2) Your "employee" if the covered "auto" is owned by that "employee" or a member of his or her household.
 - (3) Someone using a covered "auto" while he or she is working in a business of selling, servicing, repairing, parking or storing "autos" unless that business is yours.
 - (4) Anyone other than your "employees", partners (if you are a partnership), members (if you are a limited liability company), or a lessee or borrower or any of their "employees", while moving property to or from a covered "auto".
 - (5) A partner (if you are a partnership), or a member (if you are a limited liability company) for a covered "auto" owned by him or her or a member of his or her household.



c. Anyone liable for the conduct of an "insured" described above but only to the extent of that liability.

2. Coverage Extensions

a. Supplementary Payments

In addition to the Limit of Insurance, we will pay for the "insured":

- (1) All expenses we incur.
- (2) Up to \$2,000 for cost of ball bonds (including bonds for related traffic law violations) required because of an "accident" we cover. We do not have to furnish these bonds.
- (3) The cost of bonds to release attachments in any "suit" against the "insured" we defend, but only for bond amounts within our Limit of Insurance.
- (4) All reasonable expenses incurred by the "insured" at our request, including actual loss of earnings up to \$250 a day because of time off from work.
- (5) All costs taxed against the "insured" in any "suit" against the "insured" we defend.
- (6) All interest on the full amount of any judgment that accrues after entry of the judgment in any "suit" against the "insured" we defend, but our duty to pay interest ends when we have paid, offered to pay or deposited in court the part of the judgment that is within our Limit of Insurance.

b. Out-Of-State Coverage Extensions

While a covered *auto* is away from the state where it is licensed we will:

- (1) Increase the Limit of Insurance for Liability Coverage to meet the limits specified by a compulsory or financial responsibility law of the jurisdiction where the covered "auto" is being used. This extension does not apply to the limit or limits specified by any law governing motor carriers of passenders or property.
- (2) Provide the minimum amounts and types of other coverages, such as no-fault, required of out-of-state vehicles by the jurisdiction where the covered "auto" is being used.

We will not pay anyone more than once for the same elements of loss because of these extensions.

B. Exclusions

This insurance does not apply to any of the following:

Expected Or intended injury

"Bodily injury" or "property damage" expected or intended from the standpoint of the "insured".

2. Contractual

Liability assumed under any contract or agree-

But this exclusion does not apply to liability for damages:

- a. Assumed in a contract or agreement that is an "insured contract" provided the "bodily injury" or "property damage" occurs subsequent to the execution of the contract or agreement; or
- b. That the "insured" would have in the absence of the contract or agreement.

3. Workers' Compensation

Any obligation for which the "insured" or the "insured's" insurer may be held liable under any workers' compensation, disability benefits or unemployment compensation law or any similar law.

4. Employee Indemnification And Employer's Liability

"Bodily injury" to:

- a. An "employee" of the "insured" arising out of and in the course of:
 - Employment by the "insured"; or
 - (2) Performing the duties related to the conduct of the "insured's" business; or
- b. The spouse, child, parent, brother or sister of that "employee" as a consequence of Paragraph a. above.

This exclusion applies:

- (1) Whether the "insured" may be liable as an employer or in any other capacity; and
- (2) To any obligation to share damages with or repay someone else who must pay damages because of the injury.

But this exclusion does not apply to "bodily injury" to domestic "employees" not entitled to workers' compensation benefits or to liability assumed by the "insured" under an "insured contract". For the purposes of the Coverage Form, a domestic *employee" is a person engaged in household or domestic work performed principally in connection with a residence premises.

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

COMMERCIAL AUTOMOBILE BROAD FORM **ENDORSEMENT**

This endorsement modifies insurance provided under the following:

BUSINESS AUTO COVERAGE FORM

To the extent that the provisions of this endorsement provide broader benefits to the "insured" than other provisions of the Coverage Form, the provisions of this endorsement apply.

1. BROAD FORM INSURED

A. Subsidiaries and Newly Acquired or **Formed Organizations**

The Named Insured shown the Declarations is amended to include:

- (1) Any legally incorporated subsidiary in which you own more than 50% of the voting stock on the effective date of the Coverage Form. However, the Named Insured does not include any subsidiary that is an "insured" under any other automobile policy or would be an "insured" under such a policy but for its termination or the exhaustion of its Limit of Insurance.
- (2) Any organization that is acquired or formed by you and over which you maintain majority ownership. However, the Named Insured does not include any newly formed or acquired organization:
 - (a) That is a partnership, joint venture or limited liability company
 - (b) That is an "insured" under any other policy,
 - (c) That has exhausted its Limit of insurance under any other policy, or
 - (d) 180 days or more after its acquisition or formation by you, unless you have given us notice of the acquisition or formation.

Coverage does not apply to "bodily injury" or "property damage" that results from an "accident" that occurred before you formed or acquired the organization.

B. Employees as Insureds

Paragraph A.1. - WHO IS AN INSURED - of SECTION II - LIABILITY COVERAGE IS amended to add:

d. Any "employee" of yours while using a covered "auto" you don't own, hire or borrow in your business or your personal affairs.

C. Lessors as insureds

Paragraph A.1. - WHO IS AN INSURED - of Section II - Liability Coverage is amended to add:

- e. The lessor of a covered "auto" while the "auto" is leased to you under a written agreement if:
 - (1) The agreement requires you to provide direct primary insurance for the lessor and
 - (2) The "auto" is leased without a driver.

Such a leased "auto" will be considered a covered "auto" you own and not a covered "auto" you hire.

2. AUTOS RENTED BY EMPLOYEES

Any "auto" hired or rented by your "employee" on your behalf and at your direction will be considered an "auto" you hire.

The OTHER INSURANCE Condition is amended by adding the following:

If an "employee's" personal insurance also applies on an excess basis to a covered "auto" hired or rented by your "employee" on your behalf and at your direction, this insurance will be primary to the "employee's" personal insurance.

Page 1

- d. Any other electronic equipment that receives or transmits audio, visual or data signals if such equipment:
 - (1) is permanently installed in a covered "auto" at the time of the "loss"; and
 - (2) is designed to be solely operated by use of the power from the "auto's" electrical system, in or upon the covered "auto"; and
 - (3) was initially installed or is a replacement of equipment that was initially installed by the auto manufacturer or dealer before the covered "auto" was delivered to the original purchaser; and
 - (4) the value of the equipment was included in the retail cost the original purchaser paid for the covered "auto".

9. EXTRA EXPENSE - BROADENED COVERAGE

Under Paragraph A. - COVERAGE - of SECTION III - PHYSICAL DAMAGE COVERAGE, we will pay for the expense of returning a stolen covered "auto" to you.

10. GLASS REPAIR - WAIVER OF DEDUCTIBLE

Under Paragraph D. - DEDUCTIBLE - of SECTION III - PHYSICAL DAMAGE COVERAGE, the following is added:

No deductible applies to glass damage if the glass is repaired rather than replaced.

11. TWO OR MORE DEDUCTIBLES

Under Paragraph D. - DEDUCTIBLE - of SECTION III - PHYSICAL DAMAGE COVERAGE, the following is added:

If another Hartford Financial Services Group, Inc. company policy or coverage form that is not an automobile policy or coverage form applies to the same "accident", the following applies:

- (1) If the deductible under this Business Auto Coverage Form is the smaller (or smallest) deductible, it will be waived:
- (2) If the deductible under this Business Auto Coverage Form is not the smaller (or smallest) deductible, it will be reduced by the amount of the smaller (or smallest) deductible.

12. AMENDED DUTIES IN THE EVENT OF ACCIDENT, CLAIM, SUIT OR LOSS

The requirement in LOSS CONDITIONS 2.a. -DUTIES IN THE EVENT OF ACCIDENT, CLAIM, SUIT OR LOSS - of SECTION IV -BUSINESS AUTO CONDITIONS that you must notify us of an "accident" applies only when the "accident" is known to:

(1) You, if you are an individual;

- (2) A partner, if you are a partnership;
- (3) A member, if you are a limited liability company; or
- (4) An executive officer or insurance manager, if you are a corporation.

13. UNINTENTIONAL FAILURE TO DISCLOSE **HAZARDS**

If you unintentionally fail to disclose any hazards existing at the inception date of your policy, we will not deny coverage under this Coverage Form because of such failure.

14. HIRED AUTO - COVERAGE TERRITORY

Paragraph e. of GENERAL CONDITIONS 7. -POLICY PERIOD, COVERAGE TERRITORY - of SECTION IV - BUSINESS AUTO CONDITIONS is replaced by the following:

e. For short-term hired "autos", the coverage territory with respect to Liability Coverage is anywhere in the world provided that if the "insured's" responsibility to pay damages for "bodily injury" or "property damage" is determined in a "suit," the "suit" is brought in the United States of America, the territories and possessions of the United States of America, Puerto Rico or Canada or in a settlement we agree to.

15. WAIVER OF SUBROGATION

TRANSFER OF RIGHTS OF RECOVERY AGAINST OTHERS TO US - of SECTION IV -BUSINESS AUTO CONDITIONS is amended by adding the following:

We waive any right of recovery we may have against any person or organization with whom you have a written contract that requires such waiver because of payments we make for damages under this Coverage Form.

16. RESULTANT MENTAL ANGUISH COVERAGE

The definition of "bodily injury" in SECTION V-DEFINITIONS is replaced by the following:

"Bodily injury" means bodily injury, sickness or disease sustained by any person, including mental anguish or death resulting from any of these.

17. EXTENDED CANCELLATION CONDITION

Paragraph 2. of the COMMON POLICY CONDITIONS - CANCELLATION - applies except as follows:

If we cancel for any reason other than nonpayment of premium, we will mail or deliver to the first Named insured written notice of cancellation at least 60 days before the effective date of cancellation.

PRIMARY AND NON-CONTRIBUTORY ENDORSEMENT **Endorsement Number** Named insured M SPACE HOLDINGS, LLC Effective Date of Endorsement Policy Period Policy Number Policy Symbol 12/31/08 12/31/08 TO 12/31/09 G24865241001 Issued By (Name of Insurance Company) Insert the policy number. The remainder of the information is to be completed only when this endorsement is issued subsequent to the preparation of the policy. THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY. This endorsement modifies insurance provided under the following: **CUSTOM GENERAL LIABILITY POLICY** Condition 4, Other Insurance of SECTION IV - CONDITIONS, is amended to include the following:

A. This insurance is primary if:

- Any additional insured under this policy has other liability insurance which applies to a loss covered by this policy; and
- You have specifically agreed in a written contract executed prior to the loss that this insurance must be primary and non-contributory with other insurance issued directly to such additional insured.
- B. However, when this insurance is primary to and non-contributory with other insurance, we will only pay the amount of the loss, if any, that exceeds the Self Insured Retention.

Nothing herein shall operate to increase the Limits of Insurance.

All other terms, exclusions and conditions remain unchanged.

Authorized	Agent

CC1E15 Ptd. In U.S.A

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ADDITIONAL INSURED WHERE REQUIRED BY WRITTEN CONTRACT

Named Insured M Space Ho	oldings, LLC		Endorsement Number TBD
Policy Symbol PMD	Policy Number G24865241-001	Policy Period 12/31/08 to 12/31/09	Effective Date of Endorsement 12/31/08
Issued By (Name ACE Americ	of Insurance Company) can Insurance Comp	any	

Insert the policy number. The remainder of the information is to be completed only when this endorsement is issued subsequent to the preparation of the policy.

THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.

This endorsement modifies all insurance provided under the following: COMMERCIAL GENERAL LIABILITY COVERAGE PART

The following is added to Section II.2 - Who Is An Insured:

- e. Any person or organization that you are required to include as an additional insured under this policy because of a written contract that:
 - 1) Is in effect during this policy period; and
 - 2) Was executed prior to the "occurrence" of the "bodily injury" or "property damage"; and
 - 3) Qualifies as an "insured contract" as defined in this policy.

Such person or organization is an additional insured only for:

- 4) Coverage under Section I Coverages, Coverage A. Bodily Injury and Property Damage Liability: and
- 5) Liability arising out of "your work" or "your product" for that additional insured; and
- 6) For the period of time required by the written contract and in no event beyond the expiration of this policy.

In the event that the Limits of Insurance provided by this policy exceed the Limits of Insurance required by the written contract:

- 7) The insurance provided by this endorsement shall be limited to the Limits of Insurance required by the written contract; and
- 8) This endorsement shall not increase the Limits of Insurance stated in the Declarations under Item 3. Limits of Insurance pertaining to the coverage provided herein.

Any coverage provided by this endorsement to an additional insured shall be excess over any other valid and collectible insurance available to the additional insured whether primary, excess, contingent or on any other basis unless the written contract specifically requires that this insurance apply on a primary or non-contributory basis.

In accordance with the terms and conditions of the policy and as more fully explained in the policy, as soon as practicable, each additional insured must give us prompt notice of any "occurrence" which may result in a claim, forward all legal papers to us, cooperate in the defense of any actions, and otherwise comply with all of the policy's terms and conditions.

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	Authorized Agent

CITY OF REDLANDS TEMPORARY BUSINESS TAX • RECEIPT •
DATE 6/24/09 AMOUNT \$ 102.00
Name of Business M Space CA LP Expiration Date 12-31-2009
Business Description & Constv.
Comments: 10b Site
PAID
JUN 2 4 2009
CITY OF REDLANDS TREASURER'S OFFICE
INITIALS