## SUPPLEMENTARY CONDITIONS

- 1. These Supplementary Conditions (the "Supplementary Conditions") of the Stipulated Price Contract (CCDC 2 2020) ("CCDC 2-2020") shall modify, delete and/or add to the CCDC 2 2020 (the CCDC 2 2020, as amended by the Supplementary Conditions, the "Contract"). The Supplementary Conditions constitute a Contract Document and shall apply to all the Work.
- 2. The *Contractor* represents and warrants that: (a) it is competent to perform the *Work*; (b) it has the necessary qualifications, including knowledge, skill and experience to perform the *Work*, together with the ability to use those qualifications effectively for that purpose; and (c) it has, or will arrange for those *Subcontractors* used by it to have, the necessary licenses and insurances as so required.
- 3. The *Contractor* shall: (a) carry out the *Work* in a diligent and efficient manner to the highest industry standard applicable in the circumstances; (b) select and employ on the *Work* a sufficient number of properly qualified personnel, provide efficient and effective inspection and quality control procedures and provide administration and other support to its employees to the extent necessary to properly carry out the *Work*; (c) perform the *Work* in accordance with standards of quality acceptable to the *Owner* acting reasonably and in full conformity with all the requirements of the *Contract*; and (d) provide effective and efficient supervision to ensure that the quality of workmanship is as stated in the *Contract*.

## AGREEMENT BETWEEN OWNER AND CONTRACTOR

## **ARTICLE A-1 – THE WORK**

- 4. Add the following at the beginning of paragraph 1.3:
  - "1.3 subject to obtaining the approval to commence the *Work* from the applicable *Governmental Authority*, and subject to any delay in the commencement of the *Work* to the extent the *Work* cannot be performed as a result of an order of a *Governmental Authority*, the *Owner* determines that the commencement date should be delayed for any reason, or cannot be completed during the duration of the closure of the school,"
- 5. In paragraph 1.4, replace "and, subject to adjustment in *Contract Time* as provided for in the *Contract Documents*" with "as amended by *Change Orders* or *Change Directives*".

# **ARTICLE A-3 - CONTRACT DOCUMENTS**

- 6. Add the following new paragraphs 3.2 and 3.3:
  - "3.2 The Supplementary Conditions are incorporated into, and form part of the *Contract*, and all *Contract Documents* are amended or replaced as set out, and interpreted in accordance with, in the Supplementary Conditions.
  - 3.3 All terms and conditions set out in the *Contract Documents* are subject to applicable *Special Conditions* included in the *Procurement Documents*, if any."

## **ARTICLE A-5 - PAYMENT**

7. Replace sub-paragraphs (1) and (2) from paragraph 5.2.1 with "1% per annum above the prime rate, subject to any greater rate required under the *Construction Act*,"

# ARTICLE A-6 - RECEIPT OF AND ADDRESSES FOR NOTICES IN WRITING

- 8. Replace paragraphs 6.1 to 6.5 by the new following paragraph:
  - "6.1 All Notices in Writing, including but not limited to, application for payment, notice of non-payment and notice of adjudication must be sent by email only. All Notices in Writing sent after 4pm, or on weekends and/or statutory holidays will be deemed having been received the following Working Day. The Contractor shall send Notices in Writing to the Owner at, and the Contractor's Notices in Writing shall only be considered to have been received by the Owner if sent to, the following email addresses:

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- Invoices must be sent to Owner's payable department: comptespayables@csviamonde.ca and to the Consultant.
- Notices of adjudication must be sent to: notices-avis@csviamonde.ca"

#### ARTICLE A-9 - CONFLICT OF INTEREST

## 9. Add new Article A-9 — Conflict of Interest:

- "9.1 The *Contractor* shall disclose and must continue to be under an obligation to disclose any potential, perceived or actual *Conflict of Interest* of the *Contractor* or *Subcontractor* to the *Owner*, in accordance with this Article.
- 9.2 For the purposes of this *Contract*, "*Conflict of Interest*" includes any situation or circumstance where the *Contractor*, any *Subcontractor* or any of their respective employees:
  - .1 has other commitments, relationships, financial interests or involvement in ongoing litigation that:
    - (i) could or could be seen to exercise an improper influence over the objective, unbiased and impartial exercise of the *Owner's* independent judgment; or
    - (ii) could or could be seen to compromise, impair or be incompatible with the effective performance of its obligations under this *Contract*, or
  - .2 has contractual or other obligations to the *Owner* that could or could be seen to have been compromised or impaired as a result of entering into the *Contract* or performing its obligations under the *Contract*.
- 9.3 Without limiting Article A-9 of this *Agreement* and in addition to all contractual or other rights or rights available at law or in equity or legislation, the *Owner* may, in its sole discretion, waive any *Conflict of Interest* or may impose conditions on the *Contractor* or a *Subcontractor* that require the management, mitigation and/or minimization of the *Conflict of Interest*.
- 9.4 If the *Contractor* or a *Subcontractor* is determined to have a *Conflict of Interest* that, in the *Owner's* sole discretion, cannot be managed, mitigated or minimized, the *Owner* may, in addition to any other remedies available at law or in equity, terminate the *Contract* or require the *Contractor* to terminate the relevant subcontract upon thirty (30) days written notice."

## **DEFINITIONS**

## 10. Add the following new definitions:

## **Abnormal Weather Condition**

An Abnormal Weather Condition is weather condition:

- (a) that delays, hinders or prevents the *Contractor* from performing all or a material part of the *Work* in accordance with the critical path of the construction schedule;
- (b) that is abnormal and outside the range of weather conditions reasonably expected at the applicable time of year based on the ten (10) year historical range of weather conditions at such time of year in the city of the *Place of the Work* as recorded by Environment Canada, the evidence of which shall be provided by the *Contractor* to the *Consultant* or the *Owner* no later than 20 days following the notice referenced in paragraph (c) below; and
- (c) for which the *Contractor* provided the *Consultant* a notice of such claim for the occurrence of such abnormal weather condition no later than seven (7) days of the occurrence of such abnormal weather condition, failing the timely delivery of which the *Contractor* shall not make or enforce any claim against the *Owner*, whether for a change in the *Contract Price* or other compensation, or for an extension of the *Contract Time*, arising from the *Abnormal Weather Condition*.

# Agreement

The Agreement is the signed agreement between the Parties set out in Articles A-1 to Article A-9.

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# **Applicable Law**

Applicable Law means all public laws, statutes, ordinances, codes, acts, orders, by-laws, rules, regulations, Governmental Consents, binding policies and guidelines, and requirements of all Governmental Authorities, which now or hereafter, may be applicable to and enforceable against the Contractor, or the performance of the Work or any part thereof, including those relating to employment, zoning, building, life/safety, environment and health.

#### **AODA**

AODA means the Accessibility for Ontarians with Disabilities Act (Ontario).

## **Base Warranty Period**

Base Warranty Period means the base warranty period for the Work and Products set out in the Key Information Table in the Procurement Documents.

#### **Construction Act**

Construction Act means the Construction Act (Ontario), RSO 1990 c. C-30, as it may be renamed, amended or replaced.

#### Constructor

Constructor means, for purposes of OHSA, the Contractor, who is designated the Constructor for this Project, and who shall assume all responsibilities of the "constructor" as set out and defined in the OHSA.

## **Contract Price Breakdown**

Contract Price Breakdown is the line item breakdown of the Contract Price required by the Owner for its reporting purposes, including a breakdown of all cost items specified by the Owner in the Contract Documents or in writing after the signing of the Agreement.

#### Force Majeure

Force Majeure means an event that is outside the Contractor's reasonable control that delays, hinders or prevents the Contractor from performing all or a material part of the Work in accordance with the critical path of the construction schedule and rendering the Contractor's performance obligations under this Contract impossible or so impractical as reasonably to be considered impossible in the circumstances, other than a cause resulting from a default or breach of Contract by the Contractor, and that is caused by:

- (a) an *Abnormal Weather Condition* provided that the *Contractor* has taken commercially reasonable efforts to avoid and mitigate any delay, damage to property, or both that could arise from such conditions;
- (b) labour disputes that do not involve the *Contractor*, or that are decreed for its members by a recognized *Contractor*'s association of which the *Contract*or is a member or to which the *Contractor* is otherwise bound, or that could not have been foreseen by the *Contractor* prior to the date of this *Contract*;
- (c) a pandemics or epidemics, subject to GC 6.5 DELAYS;
- (d) changes in the building code or changes in applicable laws (where such change could not reasonably be anticipated with reasonable professional care); or
- (e) fire, unusual delay by common carriers or unavoidable casualties (where such event was not caused by the *Contractor* and could not reasonably be anticipated with reasonable professional care),

provided that, and for greater clarity, the following are not considered to be events of Force Majeure:

- (f) failure of a *Subcontractor* to perform the *Work* or failure of a *Supplier* to deliver *Products* in accordance with the construction schedule, unless such failure itself was caused by an event of *Force Majeure*;
- (g) weather delays and conditions that are not Abnormal Weather Conditions;

- (h) delays caused by economic conditions, including supply chain shortages or labour shortages, and price increases:
- (i) delays caused by the failure of the *Contractor* to take customary precautions and protections of the *Work* and the construction schedule in accordance with the *Standard of Care*; and
- (j) public orders, guidelines, directives and laws in existence prior to the date the *Agreement* was signed, including in relation to the COVID-19 pandemic.

# **Governmental Authority**

Governmental Authority means any federal, provincial, local, municipal, regional, territorial, aboriginal, or other government, governmental or public department, branch, ministry, or court, domestic or foreign, including any district, agency, commission, board, arbitration panel or authority and any subdivision of any of them exercising or entitled to exercise any administrative, executive, judicial, ministerial, prerogative, legislative, regulatory, or taxing authority or power of any nature and having jurisdiction over the *Owner* or the *Project*.

#### **Governmental Consent**

Governmental Consent means any license, right, permit, franchise, privilege, registration, direction, decree, consent, order, permission, approval, or authority to be issued or provided by, or written Contract between the Owner and a Governmental Authority.

#### Losses

Losses means any losses, liabilities, damages, costs, expenses, charges, fines, penalties, including the costs and expenses of any action, claim, suit, proceeding, demand, assessment, judgment, settlement or compromise and all interest, fines, penalties and professional fees and disbursements.

## **Key Information Table**

The Key Information Table means the Key Information Table as defined in the Procurement Documents, or, if undefined in the Procurement Documents, any key or major information as such may be identified and/or otherwise set out in the Procurement Documents.

#### **Milestones**

*Milestones*, if any, are set out in the *Special Conditions*.

#### **OHSA**

OHSA means the Occupational Health and Safety Act (Ontario).

#### **Owner's Representative**

Owner's Representative means any firm or individual engaged by the Owner to monitor the Project on its behalf or to represent it in any other capacity during the construction of the Project. Unless the Owner notifies the Contractor of a change in the Owner's Representative, the Owner's Representative for the Project is set out in the Owner's Notice in Writing made in accordance GC 1.6 – OWNER'S REPRESENTATIVE.

#### **Parties**

The *Parties* are the parties to the *Agreement*, namely the *Owner* and the *Contractor*, and "party" means either of the *Parties*.

#### Person

Person will be broadly interpreted and includes:

- a natural person, whether acting in his or her own capacity, or in his or her capacity as executor, administrator, estate trustee, trustee or personal or legal representative, and the heirs, executors, administrators, estate trustees, trustees or other personal or legal representatives of a natural person;
- (b) a corporation or a company of any kind, a partnership of any kind, a sole proprietorship, a trust, a joint venture, an association, an unincorporated association, an unincorporated syndicate, an unincorporated organization or any other association, organization or entity of any kind; and
- (c) a Governmental Authority.

## **Procurement Documents**

The *Procurement Documents* are the documents issued by or on behalf of the *Owner* for the procurement of a contractor to perform the *Work*, which are listed in Article A-3 as a *Contract Document*.

## **Project Materials**

*Project Materials* means all *Drawings, Specifications*, computations, sketches, test data, survey results, models, photographs, renderings and other materials prepared by the *Contractor* in connection with the performance of its obligations under this *Agreement*.

## **Proper Invoice**

*Proper Invoice* means an application for payment containing all of the information and documents that are required under this *Contract* and for the application for payment to constitute a "proper invoice" under the *Construction Act*, including the following:

- a) All of the information specified to be included in a proper invoice as set out in section 6.1 of the *Construction Act*, namely:
  - 1. the Contractor's name and address;
  - 2. the date of the application for payment and the period during which the *Work* was performed;
  - 3. information identifying the purchase order number and job number, whether in the contract or otherwise, under which the *Work* was performed:
  - 4. a description, including quantity where appropriate, of the *Work* performed and products supplied;
  - 5. the amount payable for the Work performed, and the payment terms; and
  - 6. the name, title, telephone number and mailing address of the person to whom payment is to be sent;
- b) for each application for payment after the first, a scanned true copy of the Statutory Declaration (in the form of the most current CCDC 9A statutory declaration) certifying that all accounts of the Contractor and all Subcontractors and Suppliers relative to the Project have been paid in full, less only the amounts of holdback due to them for the relevant dates, that all liabilities incurred by the Contractor and its Subcontractors in carrying out the Contract have been discharged and that all liens in respect of the Contract have expired or have been satisfied, discharged or provided for by payment. Original Statutory Declaration must be retained for examination by the Owner on request at any time;
- the total amount of expenditures to date and the total estimated expenditures to be made for the remaining balance of the Work; broken out in accordance with the Contract Price Breakdown if requested by the Consultant;
- d) satisfactory evidence in the form of a Certificate of Clearance issued by the Workplace Safety and Insurance Board that the *Contractor* has made suitable provision for meeting any liability under the WSIA, prior to the release of any monthly progress payment; and
- e) purchase order number, project contract reference number and name of the *Owner's* project manager.

## **Special Conditions**

The Special Conditions, if any, are the special terms and conditions attached to the Procurement Documents. For greater certainty, the Special Conditions are separate and distinct conditions from these Supplemental Conditions.

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## **Standard of Care**

The Standard of Care means the standards of performance set out in GC 3.10 – PERFORMANCE BY THE CONTRACTOR.

## **Statutory Declaration**

The form of the *Statutory Declaration* to be delivered by the *Contractor* upon applications for progress payment, release of holdback and final payment is the current version of the CCDC Document 9A, as applicable.

## **WSIA**

WSIA means the Workplace Safety and Insurance Act (Ontario).

# 11. Replace the definition of "Consultant" with the following:

"The Consultant is the person or entity engaged by the Owner and identified as such in the Agreement, or, if no such person or entity is identified, is the Owner. The Consultant is the Architect, the Engineer or entity licensed to practice in the province or territory of the Place of the Work, or is the Owner. The term Consultant means the Consultant or the Consultant's authorized representative."

# 12. Add the following interpretation provisions to the Definitions:

"This *Contract* and all Schedules thereto will be interpreted according to the following provisions, save to the extent that the context or the express provisions of this *Contract* or any Schedules thereto otherwise requires:

- 1. The table of contents, headings and sub-headings, marginal notes and references to them in this *Contract* are for convenience of reference only, do not constitute a part of this *Contract*, and shall not be taken into consideration in the interpretation or construction of, or affect the meaning of, this *Contract*.
- 2. All references to paragraphs, Articles, Sections and Schedules are references to paragraphs, Articles, Sections of and Schedules to this *Contract* and all references to parts, paragraphs or appendices are references to parts and paragraphs contained in and appendices to the Schedules.
- 3. All references to any agreement, document, standard, principle or other instrument include (subject to all relevant approvals and any other provision of this *Contract* expressly concerning such agreement, document, standard, principle or other instrument) a reference to that agreement, document, standard, principle or instrument as amended, supplemented, substituted, novated or assigned.
- 4. All references to time of day are references to Eastern Standard time or Eastern Daylight Saving time, as the case may be.
- 5. The words "herein", "hereto", "hereof" and "hereunder" and other words of like import refer to this *Contract* as a whole and not to the particular Section, Schedule, part, paragraph or appendix in which such word may be used.
- 6. Words importing a particular gender include all genders.
- 7. Any reference to a public organization shall be deemed to include a reference to any successor(s) to such public organization or any organization or entity or organizations or entities which has or have taken over the functions or responsibilities of such public organization.
- 8. All monetary amounts are expressed in Canadian Dollars.
- 9. The words "include" or "including" are to be construed as meaning "includes without limitation" or "including without limitation", respectively.
- 10. The expression "all reasonable efforts" and expressions of like import, when used in connection with an obligation of either party, means taking in good faith and with due diligence all reasonable steps to achieve the objective and to perform the obligation, including doing all that can reasonably be done in the circumstances, and in any event taking no less steps and efforts than those that would be taken by a reasonable and prudent person in comparable circumstances, including, where appropriate and applicable, taking into consideration, good development industry practice and good construction

industry practice, but where the whole of the benefit of the obligation and where all the results of taking such steps and efforts accrue solely to that person's own benefit.

- 11. All capitalized terms used in a Schedule have the meanings given to such terms in the Definitions, unless stated otherwise in a particular Schedule, in which case such term will have the meaning given to it in that Schedule solely for the purposes of that Schedule.
- 12. All accounting and financial terms used herein are, unless otherwise indicated, to be interpreted and applied in accordance with Canadian generally accepted accounting principles, consistently applied.
- 13. The words of this *Contract* are to be given their natural meaning. The *Parties* have had the opportunity to take legal advice on this *Contract* and no term is, therefore, to be construed against the drafter of the *Contract* (*contra proferentem*).
- 14. A reference to persons for whom a party is in law responsible includes that party's employees, agents, contractors and subcontractors of any tier, advisors and any other persons for whom that party is in law responsible or over whom that party could reasonably be expected to exercise control.
- 15. If the time for doing an act falls or expires on a day that is not a *Working Day*, the time for doing such act will be extended to the next following *Working Day*.
- 16. Each provision of this *Contract* will be valid and enforceable to the fullest extent permitted by law. If any provision of this *Contract* is held to be invalid, unenforceable or illegal to any extent, such provision may be severed and such invalidity, unenforceability or illegality will not prejudice or affect the validity, enforceability and legality of the remaining provisions of this *Contract*. If any such provision of this *Contract* is held to be invalid, unenforceable or illegal, the *Parties* will promptly endeavour in good faith to negotiate new provisions to eliminate such invalidity, unenforceability or illegality and to restore this *Contract* as nearly as possible to its original intent and effect.

## **GENERAL CONDITIONS**

#### **PART 1 – GENERAL PROVISIONS**

# **GC 1.1 – CONTRACT DOCUMENTS**

# 13. Replace paragraph 1.1.5.1 with the following:

- ".1 the order of priority of documents, from highest to lowest, shall be:
  - Special Conditions, if any,
  - Supplementary Conditions,
  - the Agreement between the Owner and the Contractor,
  - the Definitions,
  - the General Conditions,
  - the Procurement Documents.
  - Division 1 of the Specifications,
  - technical specifications,
  - material and finishing schedules,
  - the Drawings."

# 14. Add the following to the end of paragraph 1.1.6:

"For greater certainty, nothing in the *Contract Documents* shall constitute, or be construed as creating, a joint venture, partnership, principal-agent or employment relationship between the *Owner* and *Contractor*, or between the *Owner* and any employees of the *Contractor*. It is acknowledged and agreed that no employees of the *Contractor* shall in any sense be considered employees or agents of the *Owner*, nor shall any employees of the *Contractor* be entitled to any compensation, benefits, privileges or perquisites given or extended to any *Owner* employees."

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## 15. Add paragraphs 1.1.12 to 1.1.14:

- 11.1.12 If this *Agreement* is terminated, the *Contractor* shall promptly deliver to the *Owner* a complete set of all *Project Materials* in the *Contractor*'s possession, including all design documents prepared or obtained by the *Contractor* together with any predesign, conceptual design or other studies prepared by the *Contractor*. If the *Contractor* fails to comply with its obligations under this paragraph, the *Owner* shall be entitled, in addition to any other remedies to which it may be entitled, to appropriate equitable relief, including the remedy of specific performance as money damages will be an inadequate remedy with respect to the receipt of such *Project Materials* by the *Owner*.
- 1.1.13 The Contract Documents are organized by Division for clarity and to identify the expected standard of trade competence in the finished work. No claims will be considered relating to the division of Work between the Contractor and/or Subcontractors, including tie in of the work of different trades, spatial interferences, cutting and patching and the like.
- 1.1.14 The terms and conditions of this *Contract* will be incorporated into all subcontracts entered into between the *Contractor* and its *Subcontractors* and *Suppliers* to the extent applicable. To the extent that the *Contractor* does not comply with this provision, or does not enforce its rights and interests in such subcontracts, the *Contractor* shall bear all related costs and expenses."

## GC 1.3 - RIGHT AND REMEDIES

# 16. Add the following as new paragraph 1.3.3:

"1.3.3 Notwithstanding paragraph 1.3.1, the *Owner* shall not be liable, whether in contract, tort, or any other theory of law or statute, for any claim arising from any prior negotiation, representation, or agreement, whether written or oral, which is superseded by the *Contract* under Article A-2 - AGREEMENTS AND AMENDMENTS."

#### GC 1.4 - ASSIGNMENT

# 17. Replace paragraph 1.4.1 with the following:

"1.4.1 The *Owner* may assign the *Contract* or a portion thereof without the written consent of the *Contractor*. The *Contractor* shall not assign the *Contract* or a portion thereof without the written consent of the *Owner*, which consent may be arbitrarily withheld for any reason that the *Owner*, in its sole discretion, considers sufficient. No assignment of the *Contract* or a portion thereof will relieve the *Contractor* from any obligation under the *Contract*."

# GC 1.5 – CONFIDENTIALITY, GC 1.6 – OWNER'S REPRESENTATIVE, GC 1.7 – TIME OF ESSENCE & GC 1.8 – EXAMINATION OF DOCUMENTS AND SITE

18. <u>Add</u> new GC 1.5 – CONFIDENTIALITY, GC 1.6 – OWNER'S REPRESENTATIVE, GC 1.7 – TIME OF ESSENCE and GC 1.8 – EXAMINATION OF DOCUMENTS AND SITE as follows:

## **"GC 1.5 - CONFIDENTIALITY**

- 1.5.1 Subject to Paragraph 1.5.2, the *Owner* and the *Contractor* shall keep confidential all matters respecting technical, commercial and legal issues relating to or arising out of the *Work* or the performance of the *Contract* ("*Confidential Information*") and shall not, without the prior written consent of the other party, disclose such *Confidential Information*, except in strict confidence, to its professional advisors or Subcontractors as needed.
- 1.5.2 Confidential Information shall not include information that: (i) has become generally available to the public other than as a result of a disclosure by the other party or any of its representatives or by the Owner as part of the procurement process leading to this Contract; (ii) was available to the other party or its representatives on a non-confidential basis before the date of this Agreement; or (iii) becomes available to the other party or its representatives on a non-confidential basis from a Person (other than the first-mentioned party or any of its representatives) who is not bound by confidentiality obligations or otherwise prohibited from transmitting the Confidential Information.

## GC 1.6 - OWNER'S REPRESENTATIVE

- 1.6.1 If an Owner Representative is not identified in the Procurement Documents, the Owner shall designate an Owner's Representative authorized to act on the Owner's behalf. For the purposes of this Contract and the administration of the Work, the Owner's Representative may be the Consultant.
- 1.6.2 The *Owner's Representative* shall take all reasonable steps to be accessible to the *Contractor* during performance of the *Contract* and shall render any necessary decisions or instructions reasonably promptly to avoid delay in the performance of the *Contract*.

## GC 1.7 - TIME OF ESSENCE

1.7.1 Time shall be of the essence of the *Contract* and under all *Contract Documents*.

## GC 1.8 - EXAMINATION OF DOCUMENTS AND SITE

1.8.1 The *Contractor* is required, and, where applicable, the *Contractor* shall require of its *Subcontractors*, to investigate all existing site and/or building features visible at the time of tender that may affect the *Work*, and the *Contractor* has acknowledged that it has done so or, in the case of *Subcontractors*, will do so prior to entering into a subcontract with such *Subcontractors*. The *Contractor* shall account for all associated work required to accommodate the existing site and/or building and to achieve the design as shown in the *Drawings* and *Specifications* regardless of whether such work is specifically indicated in the *Contract Documents*."

#### PART 2 – ADMINISTRATION OF THE CONTRACT

#### GC 2.2 - ROLE OF THE CONSULTANT

- **19. In paragraph 2.2.6),** <u>delete</u> **the words** "Except with respect to GC 5.1 FINANCING INFORMATION REQUIRED OF THE *OWNER*,".
- 20. Add the following at the end of paragraph 2.2.12:

"Should the *Contractor* be of the opinion that a change in *Contract Price* or *Contract Time* is required, the *Contractor* shall notify the *Consultant* in writing within the earliest to occur of (1) the commencement of the *Work* resulting from the date of the issuance of such *Supplemental Instruction* and (2) 14 days from the issuance of such *Supplemental Instruction* by the *Consultant*. Should the *Consultant* be in agreement to a change in *Contract Price* or *Contract Time*, the *Consultant* will prepare a *Change Order* or *Change Directive* for approval and signature by the *Owner* as provided in GC 6.2 – CHANGE ORDER or GC 6.3 – CHANGE DIRECTIVE."

21. In the first line of paragraph 2.2.18, <u>delete</u> the words "against whom the *Contractor* makes no reasonable objection and", and <u>add</u> the following sentence at the end of the paragraph: "The *Contractor* will provide the *Owner* with a *Notice in Writing* of any perceived conflicts of interest with such replacement *Consultant*."

## 22. Add the following as new paragraph 2.2.19:

In any *Notice in Writing* to the *Contractor* in respect of general, special, or other repairs, or of any *Work* of any nature required to be done under any of the provisions of the *Contract*, or of any other matter, it shall not be obligatory upon the *Consultant* to specify minutely or in detail everything required, nor to specify by measurement the exact extent thereof, or the precise area or areas where the *Work* or material may be defective or faulty or where any of the requirements of the *Specifications* have not been observed; but a reference in such *Notice in Writing* to the clause or clauses bearing upon the matter, and a description of the locality in general terms (which is sufficiently clear, in the opinion of the *Consultant*, to indicate where the defect or trouble exists) shall be deemed to be sufficient and ample notice of such matter for the purposes of this paragraph."

## GC 2.3 - REVIEW AND INSPECTION OF THE WORK

# 23. Add to end of paragraph 2.3.2:

"Unless agreed otherwise, the *Contractor* shall give the *Consultant* and the *Owner* at least two (2) *Work*ing *Days*' notice of the date and time fixed for all required tests, and shall supply all labour, material, fuel, etc., and shall carry out such tests (unless otherwise specified). Should a designated test or inspection fail, the *Contractor* shall promptly correct and retest the work using the designated testing/inspection agency. The *Contractor* shall give the *Consultant* and the *Owner* a further notice of at least two (2) *Working Days* and shall be responsible for all costs associated with retesting."

## 24. At end of the second sentence of paragraph 2.3.5, add the following:

"Where standards of performance are specified or implied and the *Work* does not comply with the specified or implied standard of performance, the deficiency in the *Work* shall be corrected as directed by the *Consultant*. Subsequent testing to ensure that the standard of performance has been attained (including retesting by *Owner*) shall be carried out at the *Contractor's* expense."

## **GC 2.4 – DEFECTIVE WORK**

# 25. <u>Add</u> new subparagraphs 2.4.1.1 and 2.4.1.2:

- "2.4.1.1 The *Contractor* shall rectify, in a manner acceptable to the *Owner* and the *Consultant*, all defective work and deficiencies throughout the *Work*, whether or not they are specifically identified by the *Consultant*.
- 2.4.1.2 The correction of any defective *Work* that is to take place after the *Owner* has taken occupancy must be completed after 6:00pm during the school week or on weekends, unless otherwise agreed to between the *Owner* and *Contractor*."

## 26. Add the following as new paragraphs 2.4.4 through 2.4.6 inclusive:

- "2.4.4 Incorrectly fabricated, misplaced or omitted components will be considered defective *Work*. Where the *Consultant* or *Owner* finds defective *Work* or otherwise unacceptable *Work*, the *Contractor* shall pay for all costs of retesting, redesign, corrective measures, and all reasonable expenses and costs of the *Owner* related to the deficiency, including extra or extended periods of security, fire watch, maintenance and protection of the *Place of the Work*, supervision and review of the work for the correction of the deficiency.
- 2.4.5 The *Contractor* shall prioritize the correction of any defective work that, in the sole discretion of the *Owner*, adversely affects the day-to-day operations of the *Owner*.
- 2.4.6 The *Owner* shall be entitled to withhold from any payment owing to the *Contractor* an amount equal to 200% of the *Consultant's* reasonable estimate of the cost to rectify any defective or deficient *Work* (the "**Deficiency Holdback**") until such rectification is completed by the *Contractor*, less any amount of the *Deficiency Holdback* paid to another contractor, if the *Contractor* has not completed the rectification within 30 days of the *Owner's Notice in Writing.*"

#### PART 3 - EXECUTION OF THE WORK

## GC 3.1 - CONTROL OF THE WORK

## 27. Add the following as new paragraphs 3.1.3 to 3.1.7:

"3.1.3 The Contractor shall perform the Work in accordance with the Standard of Care and shall employ only good workmanship subject to specific requirements of the Contract Documents, and in accordance with applicable laws, ordinances, rules, regulations, or codes relating to the performance of the Work. Without limiting the generality of the foregoing, the Contractor is responsible for the intermeshing of the various parts of the Work so that no part shall be left in an unfinished or incomplete condition owing to any disagreement between the various Subcontractors and Suppliers, or between any of the Subcontractors and Suppliers and the Contractor as to where the Work of one begins or ends with relation to the Work of the other.

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- 3.1.4 The *Contractor* is solely responsible for the quality of the *Work* and shall undertake any quality control activities specified in the *Contract Documents* or, if none are specified, as may be reasonably required to ensure such quality at its expense.
- 3.1.5 The Contractor agrees that, notwithstanding anything to the contrary contained in the Contract, it shall fully comply with any policies or procedures of any Governmental Authority and of the Owner which are relevant to any activity of the Contractor to be performed under the Contract. The Contractor further agrees that it will use reasonable efforts to inquire from the Owner if such policies or procedures exist for any activity of the Contractor to be performed under the Contract. The Owner agrees that it will use reasonable efforts to communicate to the Contractor policies or procedures it may have, relevant to any such activity.
- 3.1.6 Prior to commencing individual procurement, fabrication and construction activities, the *Contractor* shall verify, at the *Place of the Work*, all relevant measurements and levels necessary for proper and complete fabrication, assembly and installation of the *Work* and shall further carefully compare such field measurements and conditions with the requirements of the *Contract Documents*. Where dimensions are not included or exact locations are not apparent, the *Contractor* shall immediately notify the *Consultant* in writing and obtain written instructions from the *Consultant* before proceeding with any part of the affected work.
- 3.1.7 The *Contractor* shall employ an experienced and licensed land surveyor to establish and check grades, bench marks, references, elevations, points and lines as from time to time may be required for the purposes of the *Work*, or lay out of same, and the *Contractor* shall at every appropriate stage of the *Work*, take all proper steps to have all proper checks and surveys made so as to ensure that the *Work* and all components thereof will be wholly within the boundaries of the site and in the exact position (or respective positions) established for such *Work* and shall assume full responsibility for the correctness of all such lines, levels and measurements."

#### GC 3.2 - CONSTRUCTION BY OWNER OR OTHER CONTRACTORS

## 28. Add the following wording at the end of paragraph 3.2.3.4:

"Failure by the *Contractor* to so report shall invalidate any claims against the *Owner* by reason of the deficiencies in the *Work* of *Other Contractors* or *Owner*'s own forces;".

# 29. Add new paragraph 3.2.3.5 as follows:

".5 for the *Owner's* own forces and for *Other Contractors*, assume overall responsibility for compliance with all aspects of health and safety at the *Place of the Work*, including all of the responsibilities of the *Constructor*, pursuant to the *OHSA*, provided that the *Owner* will require its own forces and such *Other Contractors* to follow the directions, instructions, rules and regulations of the *Contractor* in respect of all matters relating to health and safety."

## 30. Add new paragraph 3.2.7 as follows:

"3.2.7 The Contractor shall act as "constructor" under the OHSA for all Other Contractors, the Owner's own forces, and the Consultant. The Owner shall ensure that its own forces and Other Contractors comply with all health and safety precautions and programs established by the Contractor as constructor at the Place of the Work."

## **GC 3.4 – CONSTRUCTION SCHEDULE**

# 31. Replace paragraph 3.4.1 in its entirety with the following and add new paragraphs 3.4.2 and 3.4.3:

## "3.4.1 The Contractor shall:

.1 within five (5) calendar days of receiving written confirmation of the award of the *Contract*, prepare and submit to the *Owner* and the *Consultant* for their review and acceptance, a construction schedule in the format indicated below that indicates the timing of the activities of the *Work* and provides sufficient detail of the critical events and their inter-relationship to demonstrate the *Work* will be performed in conformity with the *Contract Time* and in accordance with the *Contract Documents*. Such schedule is to include a delivery schedule for *Products* whose delivery is critical to the schedule for the

Work or are required by the Contract to be included in a Products delivery schedule. The Contractor shall employ construction scheduling software, being the latest version of "Microsoft Project" or equivalent that permits the progress of the Work to be monitored in relation to the critical path established in the schedule form or software acceptable to the Owner. The Contractor shall provide the schedule and any successor or revised schedules in both electronic format and hard copy. Once accepted by the Owner and the Consultant, the construction schedule submitted by the Contractor shall become the baseline construction schedule:

- .2 provide the expertise and resources, such resources including manpower and equipment, as are necessary to maintain progress under the accepted baseline construction schedule or revised schedule accepted by the *Owner* pursuant to GC 3.4 CONSTRUCTION SCHEDULE;
- .3 monitor the progress of the *Work* on a weekly basis relative to the baseline construction schedule, or any revised schedule accepted by the *Owner* pursuant to GC 3.4 CONSTRUCTION SCHEDULE, update and submit to the *Consultant* and *Owner* the electronic and hard copy schedule on a bi-weekly basis, at a minimum, or as required by the *Consultant* and advise the *Consultant* and the *Owner* weekly in writing of any variation from the baseline or slippage in the schedule;
- .4 advise the *Owner*, and obtain the *Owner*'s approval of, any change in the construction schedule or *Contract Time* in accordance with the change procedures set out in Part 6 CHANGES IN THE WORK or as otherwise agreed by the *Owner*;
- .5 commence work immediately after award of contract as indicated in Article A-1.3, and provide sufficient labour and provide overtime work without change to the *Contract Price* if such work is deemed necessary to meet the schedule; and
- .6 ensure that the Contract Price shall include all costs required to phase or stage the Work.
- 3.4.2 If, at any time, it should appear to the *Owner* or the *Consultant* that the actual progress of the *Work* is behind schedule or is likely to become behind schedule, or if the *Contractor* has given notice of such to the *Owner* or the *Consultant* pursuant to subparagraph 3.4.1.3, the *Contractor* shall, either at the request of the *Owner* or the *Consultant*, or following giving notice pursuant to subparagraph 3.4.1.3, take appropriate steps to cause the actual progress of the *Work* to conform to the schedule or minimize the resulting delay. Within five (5) calendar days of the request by the *Owner* or the *Consultant* or the notice being given pursuant to subparagraph 3.4.1.3, the *Contractor* shall produce and present to the *Owner* and the *Consultant* a plan demonstrating how the *Contractor* will achieve the recovery of the last accepted schedule.
- 3.4.3 The *Contractor* is responsible for performing the *Work* within the *Contract Time*. Any schedule submissions revised from the accepted baseline construction schedule or revised schedule accepted by the *Owner* pursuant to GC 3.4 CONSTRUCTION SCHEDULE, during construction are not deemed to be approved extensions to the *Contract Time*. All extensions to the *Contract Time* must be made in accordance with the *Contract Documents*."

#### GC 3.5 - SUPERVISION

## 32. Replace paragraph 3.5.1 with the following:

"3.5.1 The *Contractor* shall provide all necessary supervision and appoint a competent representative who shall be in attendance at the *Place of the Work* while work is being performed. The appointed representative shall not be removed or replaced without the approval of the *Owner*, such approval not to be unreasonably withheld, provided that the appointed representative is replaced with an appointed representative of similar qualifications. The *Contractor* shall give the *Owner* and the *Consultant* ten (10) days written *Notice in Writing* prior to changing the appointed representative."

## GC 3.6 - SUBCONTRACTORS AND SUPPLIERS

# 33. Replace paragraph 3.6.2 in its entirety with the following:

"3.6.2 Substitution of any Subcontractor and/or Suppliers after submission of the Contractor's bid will not be accepted unless a valid reason is given in writing to and approved by the Owner, whose approval may be arbitrarily withheld. The reason for substitution must be provided to the Owner and to the original Subcontractor and/or Supplier and the Subcontractor and/or Supplier shall be given the opportunity to reply to the Contractor and Owner. The Contractor shall be fully aware of the capability of each Subcontractor and/or Supplier included in its bid, including but not limited to technical ability, financial stability and ability to maintain the proposed construction schedule. The contracts entered into by the Contractor with Subcontractors and Suppliers shall comply with the terms of paragraph 1.1.16 of GC 1.1 - CONTRACT DOCUMENTS, unless the Owner otherwise agrees in writing. The Contractor may not agree to an amendment, change or other adjustment to a contract with a Subcontractor or Supplier, including pricing, after the pricing has been reviewed and approved by the Owner. No review by the Owner of a bid or other procurement document, nor acceptance of a Subcontractor or Supplier by the Owner, nor review by the Owner of a contract with a Subcontractor or Supplier relieves the Contractor's obligation under this paragraph. For greater certainty, any agreement by the *Contractor* to an increase in the amounts owing to a Subcontractor or Supplier without a Change Order will be for the Contractor's account."

## 34. Add the following as new paragraphs 3.6.7. to 3.6.10:

- "3.6.7 The *Contractor* shall, when requested to do so by the *Owner*, cause any and all construction liens registered by any *Subcontractor* or *Supplier*, to be discharged or vacated by the *Contractor* posting appropriate security and the *Contractor* shall do so within ten (10) calendar days of that request at its sole expense.
- 3.6.8 The *Contractor* shall, when requested to do so by the *Owner*, cause any and all written notices of lien given to any *Person* by any *Subcontractor* or *Supplier*, to be withdrawn and the *Contractor* shall do so within ten (10) calendar days of that request at its sole expense.
- 3.6.9 Should the *Contractor* fail to discharge, vacate or otherwise remove any such lien, or to have any such written notices of lien withdrawn, then the Owner, may at its option, do so and set off and deduct from any amount owing to the *Contractor*, all costs and expenses of so doing including legal fees and disbursements and the costs of borrowing the appropriate cash, letter of credit or bond as security and legal fees and disbursements. If there is no amount owing by the *Owner* to the *Contractor*, then the *Contractor* shall reimburse the *Owner* for all of the said costs and expenses etc. of so doing.
- 3.6.10 Subcontracting by the *Contractor* shall not be construed as relieving the *Contractor* from any obligations under the *Contract* or imposing any liability upon the *Owner*, including for warranties."

#### GC 3.7 - LABOUR AND PRODUCTS

## 35. Change paragraph 3.7.1 to read:

"3.7.1 The *Contractor* shall maintain good order and discipline among workers engaged on the *Work* and shall not employ or permit to be employed anyone not skilled in the tasks assigned."

## 36. Add the following as new paragraphs 3.7.4 to 3.7.15:

- "3.7.4 If, pursuant to a *Change Directive*, the *Owner* expressly requests the *Contractor* to have *Work* performed at overtime rates in order to complete the *Work* (or any change in the *Work*) or any part thereof earlier than the *Contractor* would otherwise be obliged to finish such *Work* (or change in the *Work*) or any part thereof under the *Contract Documents*, the additional net cost of such overtime (less any savings realized by the *Contractor* through the earlier completion of the *Work*) shall be chargeable to the *Owner*.
- 3.7.5 The *Contractor* shall ensure that all *Persons* employed on the *Work* shall be fully qualified to perform the work required. The *Owner* shall also have the right, acting reasonably, without

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charge at any time to request that the *Contractor* remove any of its employees or any of its *Subcontractors* from the performance of the *Work* and the *Contractor* shall comply, provided that such request is lawful, reasonably justified in writing and the *Contractor* is given an opportunity to respond and address such issues consistent with the *Contract* and its obligations under *Applicable Laws*.

- 3.7.6 The *Contractor* shall not employ or hire any employees who are employed by the *Owner*.
- 3.7.7 All *Products* and materials brought onto the *Place of the Work* by the *Contractor* shall be deemed to be property of the *Owner*, but the *Owner* shall be under no liability for loss thereof or damage thereto arising from any cause whatsoever. The said *Products* and materials shall be at the sole risk of the *Contractor*.
- 3.7.8 Prior to the commencement of the *Work*, the *Contractor* shall furnish evidence of compliance with requirements of the *AODA*, including training for staff.
- 3.7.9 The Contractor is responsible for the safe on-site storage of Products and their protection (including Products supplied by the Owner and Other Contractors to be installed under the Contract) in such ways as to avoid dangerous conditions or contamination to the Products or other persons or property and in locations at the Place of the Work to the satisfaction of the Owner and the Consultant. The Owner shall provide all relevant information on the Products to be supplied by the Owner.
- 3.7.10 *Products* which are specified by their proprietary names, or by parts or catalogue number, shall form the basis for the *Specification* and *Contract*. No substitutes for these may be used without the *Consultant*'s approval in writing.
- 3.7.11 The *Contractor* shall use all *Products* in strict accordance with the manufacturer's directions except where specified otherwise. Whenever specific reference to manufacturer's directions or instructions is made in *Specifications*, the *Contractor* shall submit copies of said instructions or directions, or both, for approval by the *Consultant* before commencing such *Work* and will provide the *Consultant* with *Notice in Writing* if it proposes to use alternate *Products* (if permitted in the *Contract Documents*).
- 3.7.12 Products are sometimes specified by reference to brand names, propriety names, trade marks or catalogue number or catalogue designation or symbols. In such cases, the name of a manufacturer, distributor, supplier or dealer is sometimes given to assist the Contractor to find a source of supply. This does not relieve the Contractor from its responsibly for finding its own source of supply even if the source named no longer supplies the Products specified. If the Contractor is unable to obtain the specified product, it shall supply a substitute product equal to or better than the specified product, as approved by the Consultant, with no extra compensation. Should the Contractor be unable to obtain a substitute product equal or superior to the specified product and the Owner accepts an inferior product, the Contract Price shall be adjusted accordingly, as approved by the Consultant.
- 3.7.13 All workmanship shall be of the highest quality performed by persons trained and skilled in accordance with best practices for each particular element of the *Work* and trade.
- 3.7.14 The foreperson of each trade engaged on the *Work* must be able to speak, read and understand the English language well enough to comprehend and carry out all instructions issued and to *Work* in complete co-ordination with other trades.
- 3.7.15 All deficiencies identified by the *Owner* and/or the *Consultant* shall be corrected promptly, and in any event within fifteen (15) days of being notified in writing of such deficiency unless otherwise agreed to. If the *Contractor* has not corrected any such deficiency within such fifteen days, the *Owner* may, directly or indirectly using another contractor, correct such deficiency and set-off the cost of such correction against other amounts owing to the *Contractor* or claim such costs from the *Contractor*. The *Contractor* shall remain bound by the terms of this *Contract* in respect of such corrected work as if such corrections were performed by it."

## GC 3.8 - SHOP DRAWINGS

- 37. Revise the title of GC 3.8 to read "SHOP DRAWINGS AND OTHER SUBMITTALS".
- 38. <u>Add</u> "and Submittals" **after the words** "Shop Drawings" **in paragraphs 3.8.1, 3.8.2, 3.8.3.1, 3.8.3.2, 3.8.5,** 3.8.6, and 3.8.7.
- 39. Add the following to the end of the paragraph 3.8.1:

"or as the *Consultant* may reasonably request. The *Contractor* shall submit all *Drawings* and other submittals electronically and in reproducible form, or as reasonably requested by the *Consultant*."

40. Add the following sentence to paragraph 3.8.2:

"Where verified and determined dimensions from the *Place of the Work* are required in the preparation of *Shop Drawings*, the *Contractor* shall determine the exactness of the dimensions prior to the preparation of these drawings."

- 41. In the first line of paragraph 3.8.3.1, <u>delete</u> the word "applicable".
- 42. <u>Delete</u> paragraph 3.8.7 in its entirety and substitute new paragraph 3.8.7 as follows:
  - '3.8.7 The Consultant will review and return Shop Drawings and Submittals in accordance with a Shop Drawing/Submittal Schedule prepared by the Contractor and agreed upon at the commencement of the Work. The Contractor shall allow the Consultant a minimum 10 Working Days, or such longer period as may be reasonably required, to review shop drawings from the date of receipt to the date that the Contractor is notified that the reviewed documents are ready to be picked up. The Contractor shall periodically re-submit the Shop Drawing/Submittal Schedule to correspond to changes in the construction schedule and to reflect any required resubmissions. If resubmission of Shop Drawings or Submittals is required a further ten (10) day period is required for the Consultant's review."
- 43. Add new paragraphs 3.8.8 to 3.8.13 as follows:
  - "3.8.8 The *Contractor* shall submit *Shop Drawings* in accordance with the *Shop Drawing* procedures specified by *Consultant*.
  - 3.8.9 The *Consultant's* review of *Shop Drawings* and *Submittals* does not relieve the *Contractor* of the responsibility to review all information pertaining to:
    - .1 detail design;
    - .2 dimensions;
    - .3 fabrication processes;
    - .4 techniques of construction and installation; and
    - .5 coordination of the *Work* of Sub*contractor*.
  - 3.8.10 Only *Shop Drawings* indicated as "Reviewed" or "Reviewed as noted" and bearing the *Consultant*'s review date and initials, shall be used at the *Place of the Work*.
  - 3.8.11 Reviewed *Shop Drawings* shall not authorize changes in cost to the *Owner* nor shall they authorize changes to the construction schedule.
  - 3.8.12 The Contractor shall thoroughly review Shop Drawings. Where Shop Drawings are stamped but clearly not reviewed, the Consultant may reject the Shop Drawings and return them to the Contractor at the Contractor's expense.

3.8.13 Any fabrication *Work* done before receiving final reviewed *Shop Drawings* shall be at the *Contractor's* and his *Subcontractor's* and/or *Supplier's* risk and expense."

#### GC 3.9 - OPERATIONAL RISKS

## 44. Add new GC 3.9 – OPERATIONAL RISKS as follows:

## **"GC 3.9 - OPERATIONAL RISKS**

- 3.9.1 The Contractor acknowledges and understands that the Place of the Work is a school or property relating to school operations, and will ensure that the Place of the Work is at all times safe and secure, and that the Work does not interfere with the day-to-day operations of the school or any other operations, including daycare operations, at the Place of the Work without prior Notice in Writing to the Owner and the Owner's consent. If, at any time, the Contractor needs to shut down power or other utilities, or otherwise close off part of the Place of the Work in order to perform the Work, the Contractor must provide the Owner with a Notice in Writing which, except in the case of an emergency, must be delivered at least five (5) Working Days prior to such shut down or closing off. The Contractor will only perform any shut down of power or other utilities, or otherwise close off part of the Place of the Work after 6 p.m. during the school week or on weekends, unless otherwise agreed to between the Owner and Contractor.
- 3.9.2 The *Contractor* represents that in entering into the *Contract* with the *Owner* for the performance of the *Work*, it has or will have either inspected the *Place of Work* and investigated for itself all information provided by the *Owner*, the character of the *Work* to be done, and all local conditions, including the position of all registered easements, pole lines, conduits, watermains, sewers and other underground and overground utilities and structures, or that, not having so inspected or investigated, the *Contractor* will assume all risk of conditions now existing or arising in the course of the *Work* that might or could make the *Work*, or any items thereof, more expensive in character, or more onerous to fulfil than was contemplated or known when the *Contract* was signed, or that the *Contractor* ought to have known applying the *Standard of Care*.
- 3.9.3 Before starting *Work*, the *Contractor* shall inform itself of the exact locations of all utilities and structures, and once the utilities are located, by the applicable utility company, or once the *Contractor* discovers, or once a reasonably prudent *Contractor* ought to have discovered, the actual location of the utilities, the *Contractor* shall be liable for damages to them as a result of any act or omission, whether or not the result of negligence, by those for whom it is responsible, except to the extent that such damages are caused by the *Owner's* negligence or wilful misconduct. Unless otherwise specified, the *Contractor* shall temporarily support or relocate such utilities and structures, or temporarily remove them, and restore them, to the satisfaction of the owners of the utilities and structures at the cost of the *Contractor*."

## GC 3.10 - CONTRACTOR STANDARD OF CARE

## 45. Add a new GC 3.10 - CONTRACTOR STANDARD OF CARE as follows:

## **"GC 3.10 – CONTRACTOR STANDARD OF CARE**

- 3.10.1 In performing the Work, the Contractor shall exercise a standard of care, skill, judgment and diligence described in this GC 3.10 (the "**Standard of Care**").
- 3.10.2 In performing its services and obligations under the *Contract*, the *Contractor* shall exercise a standard of care, skill, judgment and diligence that would normally be provided by an experienced, skilled and prudent contractor supplying similar services for similar projects, utilizing trained, experienced construction management personnel employing current industry standard construction management practices and techniques in an efficient manner. The Contractor shall provide an adequate and appropriate number of qualified construction management, accounts payable, and support staff to perform the duties and responsibilities assumed by the Contractor under the Contract. The *Contractor* acknowledges and agrees that throughout the *Contract*, the *Contractor*'s obligations, duties and responsibilities shall be interpreted in accordance with this standard. The *Contractor* shall exercise the same standard of due care and diligence in respect of any *Products*, personnel, or procedures which it may

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recommend to the *Owner*. For greater certainty, the *Contractor* is not a professional architect or engineer, and neither the *Standard of Care* nor the scope of the *Work* include any design, architectural, engineering or similar consulting engineering services or work.

- 3.10.3 In addition, the *Contractor* shall: (1) take all reasonable steps (as would a prudent owner of comparable property) with respect to the proper protection of and accounting for the *Project*, including maintaining adequate books and records with respect to the *Work*; (2) cause the *Work* to be constructed in a professional manner consistent with the standard of comparable projects (subject, in all events, to the availability of funds required to be provided by the *Owner*); and (iii) deal at "arms-length" with all third parties.
- 3.10.4 The Contractor shall also ensure that:
  - sufficient staff of qualified and competent personnel are employed by the *Contractor* in order to replace its designated supervisor and project manager, subject to the *Owner's* approval, in the event of death, incapacity, removal or resignation;
  - .2 sufficient competent and experienced staff are present at the *Place of the Work* for the necessary duration to ensure timely completion of the *Work* in accordance with the *Standard of Care*:
  - .3 if the Owner provides Notice in Writing to the Contractor giving good reason why it no longer wishes the project director, senior project manager or the general superintendent to be engaged on the Project, the Contractor shall comply with such request and promptly use reasonable efforts to find a replacement candidate acceptable to the Owner within 60 days of the Owner's request, during which time the existing project director, senior project manager or the general superintendent shall continue to perform the Work;
  - sufficient goods, equipment and services required for the construction of the *Project* that are not the responsibility of any *Subcontractors* and *Suppliers* (including winter protection, temporary gas, heating equipment and fuel consumption, hoarding and gates, garbage bins and disposal, site security and safety, construction signage, construction hoists, general construction supplies, equipment rental, street cleaning/snow removal, final suite/window cleaning, temporary toilets, internet, phone and IT, surveying and insurance) are procured for the *Project*, and that the reimbursable expenses relating thereto are managed in a cost effective manner; and
  - .5 all Contractor senior personnel shall make themselves available to meet frequently, and as reasonably requested by the Owner, at the Owner's head office, in person or virtually by video conferencing."

## **PART 4 – ALLOWANCES**

## GC 4.1 - CASH ALLOWANCES

- 46. Replace paragraph 4.1.2 in its entirety with the following:
  - "4.1.2 The Contract Price, and not the cash allowances, includes the Contractor's overhead and profit in connection with such cash allowances. Cash allowances cover the net cost to the Contractor of services, Products, construction machinery and equipment, freight, unloading, handling, storage, installation and labour but do not include any Value Added Taxes (HST) payable by the Owner to the Contractor."
- 47. Add new paragraph 4.1.8 as follows:
  - "4.1.8 If directed by the *Consultant* or the *Owner*, the *Contractor* will competitively bid *Work* for which payment is made from a cash allowance in accordance with such direction."

## **PART 5 - PAYMENT**

48. Replace GC 5.1 – FINANCING INFORMATION REQUIRED OF THE *OWNER* in its entirety with the following:

**GC 5.1 – DRAFT APPLICATION FOR PAYMENT** 

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- "5.1.1 On the 25th day of each month during the *Contract* Time, the *Contractor* will deliver to the *Consultant* a draft of the *Contractor*'s proposed application for payment for all of the *Work* performed by the *Contractor* in that month, in order to facilitate and expedite payments under GC 5.2 APPLICATIONS FOR PAYMENT, GC 5.3 PAYMENT and GC 5.5 FINAL PAYMENT, including an estimate of the *Work* to be performed and *Products* to be delivered at the date of such application for payment but before the end of that month, and including any reports or certificates confirming the satisfactory completion of any commissioning and testing required by the *Contract Documents* for any completed part of the *Work* that the *Contractor* will include in its application for payment. The *Contractor* shall not include *Products* delivered to the *Place of the Work* but not yet incorporated into the *Work* in its draft application for payment.
- 5.1.2 Upon request, the *Contractor* shall review with the *Consultant* and the *Owner*, at a scheduled time, the draft application for payment and the percentage of the *Work* completed for each item indicated in the schedule of values. This procedure shall be complied with for each draft application for payment.
- 5.1.3 Nothing in GC 5.1 DRAFT APPLICATION FOR PAYMENT is intended to condition, precondition, prevent or delay the *Contractor's* right to submit its applications for payment in accordance with this *Contract* and the *Construction Act*."

## GC 5.2 - APPLICATION FOR PAYMENT

# 49. Replace paragraph 5.2.1 and 5.2.2 with the following:

- "5.2.1 Notwithstanding GC 5.1 DRAFT APPLICATION FOR PAYMENT, the *Contractor* shall submit its applications for payment to the *Consultant* and the *Owner* monthly as the *Work* progresses no earlier than the first *Working Day* after the end of the month to which the application for payment relates.
- 5.2.2 The *Contractor* shall ensure that each application for payment for *Work* complies with the requirements set out in this *Contract*, and will include as part of it application for payment of all the documents and information required in this Part 5 PAYMENT and required for a *Proper Invoice*, including any reports or certificates confirming the satisfactory completion of any commissioning and testing required under the *Contract Documents* for any completed part of the *Work*. The *Contractor's* application for payment will indicate any and all changes, updates or revisions made to the draft application for payment submitted under paragraph 5.1.1. The *Owner* may, in its discretion, reject any application for payment that does not comply with GC 5.2 APPLICATIONS FOR PAYMENT or GC 5.3 –PAYMENT, or the *Owner* may withhold up to 100% of the amounts otherwise payable in relation to that application for payment until such application for payment includes all of the documents and information required under this Part 5 PAYMENT and for a *Proper Invoice*."

## 50. Replace paragraphs 5.2.4 to 5.2.5 with the following:

- "5.2.4 Subject to paragraph 5.2.5, each *Contractor's* application for payment shall be in a form agreed to by the *Owner* and the *Contractor*, and shall contain all of the information and documents required for a *Proper Invoice* under *Applicable Laws* and under the *Contract*, and as requested by the *Owner* or *Consultant*.
- 5.2.5 The Contractor shall submit to the Owner and Consultant by email to the Owner's accounts payable department email address in accordance with paragraph 6.1 of Article A-6 of the Agreement RECEIPT OF AND ADDRESSES FOR NOTICES IN WRITING and to the Consultant at least ten (10) days before the first application for payment, a schedule of values of the various parts of the Work, aggregating the total amount of the Contract Price, so as to facilitate evaluation of applications for payment, and the Contract Price Breakdown if not already provided to the Owner in the Contractor's bid documents."

## 51. Replace paragraph 5.2.8 with the following:

"5.2.8 The *Contractor* shall not include *Products* delivered to the *Place of the Work* but not yet incorporated into the *Work* in its application for payment."

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## GC 5.3 - PAYMENT

# 52. Replace paragraph 5.3.1.3 with the following:

"5.3.1.3 subject to any *Milestones* or other payment process set out in the *Special Conditions*, the *Owner* shall make payment to the *Contractor* on account as provided in Article A-5 of the Agreement – PAYMENT no later than 28 days after the date the Contractor's application for payment, that complies with the obligations of this Contract, is received by the *Owner* from the *Contractor*."

# 53. Add the following as new paragraphs 5.3.2 through 5.3.6 inclusive:

- "5.3.2 The application by the *Contractor* for a certificate of payment will constitute a representation by the *Contractor* to the *Owner* that: (1) the *Work* has progressed to the point indicated; (2) the quality of the *Work* is in accordance with the *Contract Documents*; (3) the application for payment is a "*Proper Invoice*" under *Applicable Laws*; and (4) the *Contractor* is entitled to payment under the *Contract Documents* in the amount certified.
- 5.3.3 The Consultant or the Owner may decline to approve an application for payment and may withhold a certificate for payment in whole or in part, to the extent necessary to protect the Owner, if in the Consultant's opinion the Contractor is unable to make representations to the Owner as provided in paragraph 5.3.2 of this GC 5.3. The Consultant or the Owner may also decline to approve any application for payment or, because of subsequently discovered evidence, testing or subsequent inspections, the Consultant or the Owner may provide for a withholding of funds to offset a previous payment made pursuant to any certificate for payment previously issued, the Owner shall be entitled to deduct from or set off against any payment of the Contract Price and any other amounts payable by the Owner to the Contractor pursuant to GC 14 SET OFF, or the Owner may refuse to make payment, to such extent as may be necessary in his opinion to protect the Owner from loss because of:
  - .1 defective Work not remedied;
  - .2 third party claims filed or reasonable evidence indicating possible filing of such claims;
  - .3 failure of the *Contractor* to make undisputed payments promptly to *Subcontractors*, *Suppliers* or for labour. *Products* or equipment:
  - .4 damage to *Work* of other contractors; or
  - .5 unsatisfactory prosecution of the *Work* by the *Contractor* or any *Subcontractor*.
- 5.3.4 If the *Owner* has reasonable grounds for believing that any amount included in previous applications for payment of the *Contractor* or paid to the *Contractor* by the *Owner* has not been paid to *Subcontractors*, *Suppliers* or other third parties to whom such amounts are due, then the *Owner* may withhold payment in respect of such amount from the current application until satisfactory evidence of payment is provided to the *Owner* by the *Contractor*.
- 5.3.5 All progress payments are not conclusive as to the value or quality of services provided and are subject to further evaluation and readjustment on future and final progress payments. The submission of monthly draw amounts by the *Contractor* and *Subcontractors* must reflect accurate valuations for *Work* completed and installed. The *Contractor* shall review and evaluate all *Work* performed by *Subcontractors* and be responsible for verifying the monthly draw amounts claimed.
- 5.3.6 Once Substantial Performance of the Work has been achieved, the Contractor shall not submit, and the Owner shall not be obliged to pay, any further applications for payment until the Contractor's final application for payment under GC 5.5 FINAL PAYMENT, and the Consultant will not be required to certify the completion of any Work or application for payment unless and until Total Performance of the Work has been achieved and all deficiencies corrected."

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## GC 5.4 – SUBSTANTIAL PERFORMANCE OF THE WORK AND PAYMENT OF HOLDBACK

# 54. <u>Delete</u> paragraphs 5.4.1 to 5.4.6 and replace with the following:

- "5.4.1 The Contractor shall provide the Owner with Notice in Writing of the expected date for Substantial Performance of the Work at least 30 days, and not more than 60 days, in advance of attaining Substantial Performance of the Work. Such Notice in Writing will include a final checklist of items to be completed in order to attain Substantial Performance of the Work (the "Substantial Performance Checklist") setting out all required Work remaining in order to attain Substantial Performance of the Work, including the correction of all deficiencies and delivery of all deliverables required under the Contract Documents.
- 5.4.2 When the Contractor considers that the Work has attained Substantial Performance of the Work, the Contractor shall, within 1 Working Day, deliver to the Consultant and to the Owner, for their approval, a final Contract Price Breakdown, and a comprehensive list of items to be completed or corrected (the "Completion List"), including all uncompleted items of work set out on the Substantial Performance Checklist, together with (1) a schedule of the estimated value and cost to complete all of the Work and items identified in the Completion List in order to attain Readyfor-Takeover (the "Completion List Costs"), and (2) a written application for a review by the Consultant to establish and certify Substantial Performance of the Work. Failure to include an item on the Completion List does not alter the responsibility of the Contractor to complete all of the Work required by the Contract Documents.
- In addition to the requirements of *Construction Act* and for a *Proper Invoice* under this *Contract*, the *Contractor* shall submit, with the written application for a certificate of *Substantial Performance* of the *Work*, all guarantees, warranties, and certificates, distribution system diagrams, any spare parts or materials required by the *Contract Documents* or left over from the *Work* by the *Contractor* and wanted by *Owner*, "as built" drawings in CAD and PDF electronic formats, testing and balancing reports, maintenance manuals, reports from authorities having jurisdiction, shop drawings, inspection certificates, keys, maintenance materials, Form 6 under the *Construction Act*, confirmation of all require training having been performed to the Owner's satisfaction, and any other materials or documentation required to be submitted under the *Contract*, in acceptable manner and condition, together with written proof, acceptable to *Owner* and *Consultant*, that the *Work* has been substantially performed in conformity with the requirements of the municipal or governmental authorities and utilities having jurisdiction. For clarity, the *Consultant* shall be at liberty to refuse to certify *Substantial Performance of the Work* in the event that the *Contractor* refuses or neglects to provide any of the items listed in this paragraph.
- 5.4.4 Immediately following the issuance of the Certificate of *Substantial Performance of the Work*, the *Contractor*, in consultation with the *Consultant*, shall establish a reasonable date for finishing the *Work*.
- 5.4.5 The acceptance by the *Contractor* of the certificate of *Substantial Performance of the Work*, or the acceptance of a certificate by a *Subcontractor* or for any payment due thereunder shall constitute a waiver by either the *Contractor*, or the *Subcontractor*, as the case may be, of all claims whatsoever against the *Owner* under this *Contract* or any trade subcontract whether for a change in the *Contract Price*, extension of *Contract Time*, or otherwise, except those made in writing prior to the *Contractor's* application for payment upon *Substantial Performance of the Work* and still unsettled, those relating solely to *Work* performed after the date of *Substantial Performance of the Work*, and those not permitted to be waived under *Applicable Laws*.
- 5.4.6 The Owner may withhold additional funds from any payment owing to the Contractor up to an amount equal to 200% of the Completion List Costs. With respect to any manuals, operations instructions or other deliverables required to be delivered under the Contract Documents but which have not been delivered, the Owner may include in the Completion List Costs an amount equal to the greater of the Owner's reasonable estimate of the actual cost of the Owner producing such deliverables itself and 1% of the Contract Price. The Owner will pay the Contractor such withheld amounts on the later to occur of: (1) the date the Contractor completes all of the Work under the Contract (including correction of all deficiencies) as certified by the Consultant, (2) the date of the final calculation of all costs (including the costs of the Owner

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- correcting any deficiencies and subtracting such costs from amounts owing to the *Contractor*), and (3) the date specified in a binding decision of an arbitrator or order of a court.
- 5.4.7 After the issuance of the certificate of *Substantial Performance of the Work*, the *Contractor* shall, within 30 days of the date of the certificate, deliver to the *Owner* all of the documents and information required for a *Proper Invoice*, and the following additional documents:
  - .1 a declaration that no notices of adjudication have been received by the *Contractor* from any *Subcontractor* or *Supplier* in relation to the *Work* that could extend the date of the expiration of any applicable lien period under the *Construction Act*; and
  - .2 a declaration that no written notices of lien have been received, or, if received, the underlying lien has been discharged, vacated or otherwise removed."

#### GC 5.5 - FINAL PAYMENT

## 55. Replace paragraph 5.5.4 with the following:

"5.7.4 Subject to the provision of paragraph 10.4.1 of GC 10.4 – WORKERS' COMPENSATION and the *Construction Act*, and subject to any *Milestones* or other payment process set out in the *Special Conditions*, the *Owner* shall, on the earlier of 10 days after the issuance of a final certificate for payment by the *Consultant* and the 28th *Day* following receipt by the *Consultant* of the final application for payment from the *Contractor* that includes all of the documents and information required for a *Proper Invoice*, pay the *Contractor* as provided in Article A-5."

## 56. Add the following as new paragraph 5.5.5:

"5.5.5 The Contractor shall submit, with the application for final payment upon Ready-for-Takeover, in the form attached as Schedule 1, a Statutory Declaration and a written statement that the Work has been performed to the requirements of the Contract Documents and all Completion List items have been completed. The Consultant may refuse to approve the Contractor's application for final payment if the Contractor is not able to provide such documents or, acting reasonably, believes them to not be accurate. The Contractor's application for final payment may include a claim for all outstanding Deficiency Holdbacks and Performance Holdbacks that the Owner continues to retain."

## **GG 5.8 - LIENS**

## 57. Add new GC 5.8 - LIENS as follows:

## **"GG 5.8 - LIENS**

- 5.10.1 Notwithstanding anything else in this GC 5, but subject to the *Construction Act*, the *Owner* or the *Consultant* shall not be obligated to issue a certificate for payment in accordance with the *Contract*, and the *Owner* shall not be obligated to make payment to the *Contractor*, if, and to the extent, at the time such certificate or payment was otherwise due:
  - a claim for lien has been registered against the *Project* site, the *Owner* has received a written notice of lien by the *Contractor* or any *Subcontractor* or *Supplier*;
  - .2 the Owner is not permitted to make payment under Applicable Laws; or
  - .3 the *Owner* reasonably believes that any party may retain or has retained any right, title or interest to *Products* or materials in respect of which an application for payment has been made including, *without limitation*, a claim under the *Personal Property Security Act (Ontario)* or similar legislation applicable to the *Place of the Work*, a lien, attachment or secured claim.

For clarity, the *Owner*'s entitlement to withhold payment to the *Contractor* pursuant to this GC 5.8 - LIENS shall be limited to claims for liens and written notices of lien by *Subcontractors*, *Suppliers* and those for whom the *Contractor* is otherwise responsible."

## PART 6 - CHANGES IN THE WORK

#### GC 6.1 - OWNER'S RIGHT TO MAKE CHANGES

## 58. Replace paragraph 6.1.2 with the following:

"6.1.2 No changes in the Work shall proceed without a written Change Order or Change Directive signed by the Owner and no claim for any change in the Contract Price or for any extension or alteration of the Contract Time shall be valid except as shown on the Change Order or Change Directive, as the case may be. This requirement is of the essence and it is the express intention of the Parties hereto that any claims for a change in the Contract Price shall be based, and that the Contract Time shall be altered, only upon strict compliance with the requirements of Part 6 of the General Conditions – CHANGES IN THE WORK. Accordingly, no course of conduct or dealing between the Parties, no express or implied acceptance of alterations or additions to the Work and no claim that the Owner has been unjustly enriched by any alteration or addition to the Work, whether in fact there is any such unjust enrichment or not, shall be the basis of a claim for payment under this Contract or any extension of the Contract Time without a Change Order or Change Directive."

# 59. Add the following as new paragraphs 6.1.3 to 6.1.6:

- 6.1.3 If any change is approved for which a cash allowance or contingency allowance has been established in the budget for the *Project*, the costs of such change *Work* and any mark-up shall be drawn from such allowance first before any increase in the *Contract Price*, and shall be subject to the limitations set out in paragraph 6.1.5.
- 6.1.4 If any change or deviation in, or omission from the *Work* is made by which the amount of *Work* to be done is decreased, or if the whole or a portion of the *Work* is dispensed with, no compensation is claimable by the *Contractor* or any *Subcontractor* for any loss of anticipated profit in respect thereof.
- 6.1.5 Subject to first drawing from an allowance in accordance with paragraph 6.1.3, when the valuation of a change in the *Work* is to be determined either by estimate and acceptance in a lump sum, or by cost and fixed, or, percentage fee, the valuation shall be in accordance with the following:
  - .1 Mark Up Cost of net increases or decreases to the *Contract Price* due to changes in the *Work* shall be marked-up as follows:
    - (a) for *Work* performed by *Contractor's* own forces, *Contractor* shall be entitled to 10% on actual costs of materials and labour for all overhead and profit;
    - (b) for *Work* performed by *Subcontractors*, *Subcontractors* shall be entitled to 10% on actual costs of material and labour for all overhead and profit, and the *Contractor* shall be entitled to 3% of *Subcontractor's* actual costs of material and labour (excluding overhead and profits); and
    - in all cases, overhead and profit shall be deemed to include all costs, including additional supervision, coordination, bonding, insurance, taxes, hoisting, cleanup, office administration, and photocopying.
  - .2 The costs for the following items shall be considered to be included in the allowance for overhead and profit:
    - (a) Contractor's head office expenses,
    - (b) Wages of project managers, superintendents, assistants, watchpersons and administrative personnel,
    - (c) Temporary site office expenses, including costs for telephone,
    - (d) Small tools,
    - (e) Insurance and bonding premiums,
    - (f) As built drawings, and

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- (g) Time for estimating changes in the Work
- .3 Substantiation When requested, the *Contractor* shall submit details, quantities, prices, and fees together with substantiating documentation for all *Change Orders*.
- .4 Time for submission and acceptance of quotations The *Contractor* shall co-operate in the pricing of changes by submitting quotations within 10 calendar days of the *Consultant's* request. Quotations shall remain open for acceptance for 21 *Working Days* from the date of submission.
- 6.1.6 If changes to the *Contract* become in excess of 10% of the *Contract Price*, the *Contractor* shall inform insurance or surety company or companies who have applicable performance bonds, liability insurance and property insurance for this *Contract*, of these changes. Where required by the above-noted sureties, the *Contractor* shall initiate and pay such adjustments on behalf of the *Owner* and a *Change Order* will be issued by the *Consultant*, to reimburse the *Contractor*. Where the sureties do not require such adjustments, the *Owner* may waive the requirement to such adjustment."

## **GC 6.2 – CHANGE ORDER**

## 60. Replace paragraph 6.2.1 with the following:

"6.2.1 When a change in the Work is proposed or required, subject to first drawing from an allowance in accordance with paragraph 6.1.3, the Consultant will provide the Contractor with a written description of the proposed change in the Work. The Contractor shall promptly present, in a form acceptable to the Consultant, the proposed amount of adjustment for the Contract Price (which amount shall be determined in the same manner as the adjustment in the Contract Price is determined pursuant to GC 6.1 - OWNER'S RIGHT TO MAKE CHANGES and GC 6.3 -CHANGE DIRECTIVE), if any, and any adjustment in the Contract Time, if any, for the proposed change in the Work. The Contractor may only propose a change in the Work together with any resulting claim for a change in the Contract Price or Contract Time if the Contractor demonstrates (a) a reasonable and justifiable increased cost to the Contractor; and/or (b) a reasonable and justifiable claim for extension of the Contract Time which ultimately, as determined by critical path methodology, delays the Contract Time; (c) the Contractor has submitted a Notice in Writing of its intention to submit a proposal to the Owner for a change in the Work within ten (10) Working Days of the date the Contractor knew or ought to have known that the circumstances giving rise to increased costs or delays occurred; and, (d) the Contractor has exercised reasonable due diligence, without incurring material extra costs, in time and effort in order to mitigate the circumstances giving rise to the increased cost or delay."

## **GC 6.3 – CHANGE DIRECTIVE**

- 61. Delete paragraphs 6.3.2 and 6.3.3.
- 62. In the second line of paragraph 6.3.6.2, replace the word "without" with the word "with."
- 63. Replace paragraph 6.3.6.3 with the following:
  - ".3 The *Contractor's* fee for changes shall be calculated as set out in paragraph 6.1.5.1 or as otherwise agreed by the *Parties*; and
  - .4 Upon receipt of a *Change Directive*, the *Contractor* shall provide the *Owner* a non-binding written estimate of the costs associated with the related change in the *Work* within five (5) *Working Days* of receiving any such *Change Directive*."

## 64. Add to the end of paragraph 6.3.7.1 the following:

"in each case, other than such paid in relation to the work required to correct mistakes, deficiencies or damage attributable to the *Contractor*;"

**65. At the end of paragraph 6.3.7.10,** <u>add</u> **the words** "unless such charges result from the failure of the *Contractor* to perform its obligations under this Agreement or in accordance with *Applicable Laws*".

## 66. Add the following as new paragraphs 6.3.14 and 6.3.15:

- "6.3.14 Notwithstanding anything in this *Contract* to the contrary, the *Owner*, without invalidating the *Contract*, may make minor adjustments in the *Work* consistent with the intent of the *Contract Documents* by delivering a *Change Directive*. Such adjustments in the *Work* shall not involve adjustment to the *Contract Price* or the *Contract Time* if they are within the general scope of the *Work*, if the *Change Directive* indicates that no adjustment shall be made to the *Contract Price* or the *Contract Time* as a result thereof and if such minor adjustments are reasonably inferable in the *Contract Documents* even though not expressly included.
- 6.3.15 Upon receipt of a *Change Directive*, the *Contractor* may be directed by either the *Owner* or the *Consultant* to proceed with extra work on the basis of daily force account sheets (also referred to as "daily extra work order sheet", "daily work records", or "daily time sheet") provided:
  - .1 pre-approved. all inclusive, labour, material, and equipment rental charge out unit rates are on file with the *Consultant*.
  - .2 whenever extra work is being performed in accordance with paragraph 6.3.15, the *Contractor* shall submit daily force account sheets for approval to/by the *Consultant* showing the quantities of labour, materials and equipment used directly in carrying out each order for work on the preceding day, together with substantiating documentation. No claim for compensation for extra work will be considered in absence of such force account sheets. The *Consultant* will not allow any compensation for the cost of repairs to equipment or for damage to anything used in performing such extra work, and
  - .3 the *Contractor* shall not be entitled to interest on any bill for extra work on account of delay in the approval of such extra work by the *Consultant*, or the *Owner*."

## GC 6.4 - CONCEALED OR UNKNOWN CONDITIONS

# 67. Replace GC 6.4 in its entirety with the following:

- "6.4.1 The Contractor confirms that, prior to entering into the Contract, it has carefully investigated the Place of the Work, the character of the Work and of all local conditions which might affect its obligations and has satisfied itself as to the nature and extent of the Work to be done under the Contract Documents and as to the facilities and difficulties attending the execution of the Work, including subsurface conditions. The Contractor confirms that it applied to that investigation the degree of skill and care described in GC 3.9 OPERATIONAL RISKS and GC 3.10 CONTRACTOR'S STANDARD OF CARE.
- Notwithstanding anything in the *Contract* to the contrary, to the extent the *Contractor* has not so investigated, it is willing to assume and does hereby assume responsibility for all loss and damage from any cause whatsoever which such an investigation might have avoided and agrees to indemnify the *Owner* from all risk thereof and of conditions arising and developing in the course of the *Work* which might make it more onerous and more expensive to fulfil or perform than was contemplated or known when this *Contract* was signed. For greater clarity, the *Contractor* is not entitled to any additional compensation or to an extension of the *Contract Time* for conditions which could reasonably have been ascertained by the *Contractor* by such careful investigation undertaken prior to the execution of the *Contract* and as described in GC 1.8 EXAMINATION OF DOCUMENTS AND SITE AND GC 3.9 OPERATIONAL RISKS.
- 6.4.3 Notwithstanding anything in the *Contract* to the contrary, the *Contractor* acknowledges and declares that in entering into this *Contract* it did not and does not rely upon the information furnished by the *Owner*, its officers and employees and the *Contractor* confirms its understanding and awareness that any information from such source or sources was approximate and speculative only and was and is not in any manner guaranteed by the *Owner*."

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## GC 6.5 - DELAYS

# 68. Replace paragraph 6.5.1 with the following:

- "6.5.1 If the *Contractor* is delayed in the performance of the *Work* by an action or omission of the *Owner*, or anyone directly employed or engaged by the *Owner*, contrary to the provisions of the *Contract Documents*, then provided:
  - .1 the delay impacts the critical path of the *Project* as determined by the construction schedule; and
  - .2 the *Contractor* uses commercially reasonable efforts to mitigate its *Losses* suffered as a result of such delay, the *Contract Time* shall be extended for such reasonable time as the *Owner* may agree in consultation with the *Contractor* and *Consultant*, and the *Contractor* shall be reimbursed by the *Owner* for reasonable costs (except any indirect or consequential costs or *Losses*) incurred by the *Contractor* as a result of such delay.

For greater certainty, the *Parties* acknowledge and agree that the *Owner* shall not be liable for any delay or part thereof that occurs concurrently with an independent cause of delay for which the *Owner* is not responsible. In addition, in the event the *Owner* is responsible for two or more separate causes of delay that run in whole or in part parallel to each other, those two or more events shall be considered as one for the purpose of determining the duration of the extension of the *Contract Time* to be provided to the *Contractor*.

Where the *Contractor* is delayed or otherwise hindered in the performance of the *Work* in a manner for which it is not responsible under the provisions of this *Contract*, a change to the *Contract Time* may be determined by the *Owner* in accordance with the provisions of Part 6 – Changes in the *Work* of the General Conditions of the *Contract*, as amended by these Supplementary Conditions. Such change shall be considered only where the *Contractor* experiences repeated and significant impediments to its accomplishment of the construction schedule that:

- could not have been foreseen by the Contractor through its inspection and examination of all existing conditions affecting the Work and its ways and means of accomplishment, as required by the Contract Documents;
- 2. substantially affects the construction schedule as determined by critical path method evaluation;
- 3. have been adequately demonstrated to the satisfaction of the Owner; and
- 4. that other means of attaining the required performance have been exhausted."

# 69. <u>Amend</u> paragraph 6.5.2 by deleting the last sentence of the paragraph and replacing with the following:

"The Contractor acknowledges and agrees that a stop work order shall not include any government directives, Orders in Council or legislation made or enacted to respond to public health emergencies, including, without limitation, government directives, Orders in Council or legislation made or enacted under the Emergency Management and Civil Protection Act, R.S.O. 1990, c. E. 9, as amended. As compensation for the delay described in this paragraph, the *Contractor* shall be entitled to a reasonable amount for the actual and reasonable costs incurred by the *Contractor* relating directly to the delay and approved by the *Owner* in accordance with the *Change Order* or *Change Directive* procedures of the *Contract*. The parties agreethat such reasonable amount shall not include any consequential, incidental, indirect or special damages including, without limitation, loss of profits, loss of opportunity or loss of productivity resulting from such delay. Notwithstanding any other provision in the *Contract*, the *Contractor's* sole and entire compensation for a delay under this paragraph is as set out in this paragraph."

## 70. Replace paragraph 6.5.3 with the following:

"If the Contractor is delayed in the performance of the Work by an event of Force Majeure, then the Contract Time shall be extended for such reasonable time as the Consultant may recommend in

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consultation with the *Contractor*. The extension of time shall not be less than the time lost on the critical path as the result of the *Force Majeure* event, unless the *Contractor* agrees to a shorter extension. The *Contractor* shall not be entitled to payment for costs incurred by a *Force Majeure* event, unless such *Force Majeure* event results from actions of the *Owner*.

71. Following the words "given to the *Consultant*" in the first line of paragraph 6.5.4, <u>add</u> the words "and the *Owner*". Add the following at the end of this paragraph:

"The Contractor's Notice in Writing must expressly include an estimate of any extension of time, in order to be entitled to an extension of the Contract Time, and an estimate of any increase in the Contract Price in order to be entitled to an increase in the Contract Price."

# 72. Add new subparagraph 6.5.6:

"6.5.6 If the Contractor is delayed in the performance of the Work by an act or omission of the Contractor or anyone employed or engaged by the Contractor directly or indirectly, or by any cause within the Contractor's control, then the Contractor will make all reasonable efforts to eliminate or reduce any delay or mitigate the consequences of such delay, including working overtime and weekend, and, in any event, will not be entitled to any extension in the Contract Time without the express written approval of the Owner. If the Owner approves any such extension, the Contract Time shall be extended for such reasonable time as the Consultant may decide in consultation with the Contractor and expressly approved in writing by the Owner. The Owner shall be reimbursed by the Contractor for all reasonable costs incurred by the Owner as the result of such delay, including all services required by the Owner from the Consultant as a result of such delay by the Contractor and, in particular, the cost of the Consultant's services during the period between the date of Substantial Performance of the Work stated in Article A-1 herein as the same may be extended through the provisions of these General Conditions and any later, actual date of Substantial Performance of the Work achieved by the Contractor."

# 73. Add new subparagraph 6.5.8:

- 6.5.8 If the Owner is delayed in the performance of any of its obligations under this *Contract* or by third parties on which the *Owner* relies, including:
  - .1 labour disputes, strikes, lock-outs;
  - .2 fire, unusual delay by common carriers or unavoidable casualties,
  - .3 Abnormal Weather Conditions,
  - .4 an order, shut down or closure of a court or other public authority, or
  - .5 any other cause beyond the *Owner's control*,

then, upon the *Owner's Notice in Writing*, such *Owner's* obligations shall be suspended for a duration of not less than the time the *Owner* was prevented or delayed in performing its obligation, unless the *Owner* agrees to a shorter extension, and the *Contract Time* shall be extended for a corresponding amount of time.

# GC 6.6 - CLAIMS FOR A CHANGE IN CONTRACT PRICE

- **74. At the end of paragraph 6.6.3, <u>add</u>** "The claim shall also identify the provisions of the *Contract* upon which the party relies in making the claim."
- 75. In the second line of paragraph 6.6.5, <u>add</u> the words "as noted in paragraph 6.6.3", after the words "of the claim".
- 76. At the end of paragraph 6.6.5, delete the period and add the words "and the Consultant".

## 77. Add new paragraph 6.6.7:

"6.6.7 The *Owner* may make claims arising out of the costs incurred for additional services provided by the *Consultant* resulting directly from the *Contractor's* failure to reasonably perform the Work in accordance with the terms and conditions of the Contract, including the *Contractor's* issuance of unnecessary requests for information, including any additional *Consultant's* fees."

#### **PART 7 – DEFAULT NOTICE**

# GC 7.1 – OWNER'S RIGHT TO PERFORM THE WORK, TERMINATE THE CONTRACTOR'S RIGHT TO CONTINUE WITH THE WORK OR TERMINATE THE CONTRACT

- 78. In the second line of paragraph 7.1.2, <u>replace</u> the words "and if the *Consultant* has given a written statement to the *Owner* and *Contractor* which provides the detail of such neglect to perform the *Work* properly or such failure to comply with the requirements of the *Contract* to a substantial degree" with the words "including, but not limited to, the failure of the *Contractor* to pay its *Subcontractors*, *Suppliers* or workmen on a timely basis".
- 79. In paragraph 7.1.3.1, <u>add</u> the words "acceptable to the *Owner*" after the words "specified time" and add the words "in a manner acceptable to the *Owner*" after the word "correction".
- 80. Add the following sentence at the end of paragraph 7.1.3.2:

"An "acceptable schedule" as referred in this paragraph means a schedule accepted by the *Owner* wherein the default can be corrected within the balance of the *Contract Time* and shall not cause delay to any other aspect of the *Work* or the work of *Other Contractors*, and in no event shall it be deemed to give a right to extend the *Contract Time*."

- 81. At the end of paragraph 7.1.3.3, add the words "to the satisfaction of the Owner".
- **82.** In the first line of paragraph 7.1.4, after the words "subsequently agreed in writing by the parties," <u>add</u> the words "or if the *Contractor* is delayed for 180 days or longer in the performance of the *Work* and notwithstanding anything else herein provided,".
- **83.** At the end of the first sentence in paragraph 7.1.4.1, <u>delete</u> the words "provided the *Consultant* has certified such cost to the *Owner* and the *Contractor*".
- 84. Add the following as new paragraphs 7.1.7 to 7.1.11:
  - "7.1.7 The *Consultant* or the *Owner* in consultation with the *Consultant* may stop any portion of the *Work*, if, in its judgement, the weather is such as to prevent the *Work* being properly done. In such circumstances, the *Contractor* shall take commercial reasonable efforts to protect the *Work*, and *Products* and equipment, including covering and heating if applicable. No compensation of any kind will be made for such stoppage except an extension of time for the completion of the *Work* as provided in paragraph 6.5.3 of GC 6.5 DELAYS.
  - 7.1.8 In addition to the rights set out in this GC 7.1, if the *Owner* has reasonable grounds for believing and does believe that the *Contractor* will not fulfil his contractual obligations hereunder, then the *Owner* shall also be entitled, on the giving of seven (7) days' *Notice in Writing*, to terminate the *Contractor*'s right to continue with the *Work* in whole or in part or terminate the *Contract*, and in such event the *Contractor* shall be entitled to be paid for all *Work* performed to the date of termination and the *Contractor* shall, at the request of the *Owner*, assign to the *Owner* all of its rights under any subcontractors that the *Owner* may specify and the *Owner* shall thereafter assume all obligations under such subcontracts. The *Owner* shall not be liable to the *Contractor* for any other costs or damages whatsoever arising from such early termination of the *Contract*, including, without limitation, any amount on account of lost profit or unabsorbed overhead.
  - 7.1.9 Termination pursuant to paragraph 7.1.8 shall not relieve the *Contractor* of its obligations related to the *Work* performed to the date of termination.
  - 7.1.10 The *Owner* may suspend the *Contract*, terminate the *Contract* or terminate the right of the *Contractor* to continue performing the *Work* for the *Owner's* convenience at any time for any reason or no reason. Such suspension or termination will be effective on the date set out in the

Owner's Notice in Writing. The Owner may concurrently provide the Contractor with a Notice in Writing terminating the Contract or the right of the Contractor to continue performing the Work for any other reason permitted in this GC 7.1, if applicable, in which case such other notice will have priority. If the Owner suspends or terminates under this paragraph:

- .1 in the case of a suspension under this paragraph, the *Contractor* shall be entitled to an extension of the *Contract Time* for such reasonable time as the *Consultant* may recommend in consultation with the *Contractor*, and to be reimbursed by the *Owner* for the reasonable costs incurred by the *Contractor* as the direct result of such delay;
- .2 in the case of a termination of the *Contract* or the right of the *Contractor* to continue with the *Work*, the *Contractor* shall only be entitled to receive payment for all work performed up to the date of termination and the direct costs associated with the termination incurred by the *Contractor*, including the costs of the demobilization, losses sustained on *Products* and construction equipment and *Subcontractor* cancellation costs (which costs shall not include loss of profit claims) reasonably incurred by the *Contractor*. The *Contractor* shall not be entitled to any additional reimbursement on account of the termination including, without limitation, indirect, incidental, special, consequential or other damages, including loss of profits, notwithstanding any other provision of the *Contract Documents*.

The *Contractor* shall, as a condition of receiving the payments set out in this paragraph, execute and deliver such releases and assignments and take such reasonable action as the *Owner* may require for the purpose of giving effect to this paragraph without further jeopardy to the *Owner*, including the legal assignment in the *Contractor*'s subcontracts.

7.1.11 In the case of either a termination or a suspension under GC 7.1 - OWNER'S RIGHT TO PERFORM THE WORK, SUSPEND OR TERMINATE THE CONTRACTOR'S RIGHT TO CONTINUE WITH THE WORK OR TERMINATE THE CONTRACT or GC 7.2 - CONTRACTOR'S RIGHT TO SUSPEND THE WORK OR TERMINATE THE CONTRACT, the *Contractor* shall use its best commercial efforts to mitigate the financial consequences to the *Owner* arising out of the termination or suspension, as the case may be."

## GC 7.2 - CONTRACTOR'S RIGHT TO SUSPEND THE WORK OR TERMINATE THE CONTRACT

- **85.** Add the following to paragraph 7.2.1: "A duplicate of this notice shall be sent concurrently to the Consultant."
- 86. <u>Delete</u> paragraph 7.2.3.1.
- 87. Replace paragraph 7.2.3.2 with the following:
  - ".2 the *Owner* fails to pay the *Contractor* when due undisputed amounts certified by the *Consultant* or awarded by adjudication, arbitration or court within a reasonable time, or"
- **88.** In the middle of paragraph **7.2.3.4**, <u>delete</u> the words ", except for GC 5.1 FINANCING INFORMATION REQUIRED OF THE *OWNER*,".
- 89. Add the following at the end of paragraph 7.2.3.4:

"; provided that, if any default referred to in the *Contractor's Notice in Writing* is the subject of an adjudication, mediation, arbitration or court proceedings, the *Contractor* shall be estopped from suspending the *Work* or terminating the *Contract* until resolution or termination of such proceedings."

- 90. Add the following as new paragraph 7.2.3.5:
  - ".5 The foregoing defaults in contractual obligations shall not apply to the withholding of certificates or payments, or both, in accordance with the General Conditions, because of the *Contractor's* failure to pay all claims promptly, nor because of the registration of liens against the *Owner's* property, until such claims and liens are discharged."

- 91. In the middle of paragraph 7.2.4, replace the words "5 Working Days" with "30 Working Days".
- 92. Add new paragraphs 7.2.6 and 7.2.7 as follows:
  - "7.2.6 If the *Contractor* stops the *Work* or terminates the *Contract* in accordance with the paragraphs above, it shall leave the *Place of the Work* and the *Work* in a secure condition as required by jurisdictional authorities and the *Contract Documents*.
  - 7.2.7 The provisions of this GC 7.2 shall not apply in the case of, and a non-payment by the *Owner* will not be considered a default if resulting from, the withholding of certificates and/or payments because of the Contractor's failure to pay all just claims promptly, or because of the registration of a lien against the *Place of the Work*, nor shall they apply to the *Owner's* withholding, set-off, or deduction of monies to cover costs incurred in correcting deficiencies as provided or permitted under the *Contract*."

#### **PART 8 – DISPUTE RESOLUTION**

#### GC 8.1 - AUTHORITY OF THE CONSULTANT

- 93. Add the following new paragraph 8.1.4:
  - "8.1.4 The provisions of Part 8 DISPUTE RESOLUTION shall apply to all disputes, and a party may commence the dispute resolution process set out in this Part, notwithstanding the commencement of any adjudication proceedings required by *Applicable Law*."

#### GC 8.2 - ADJUDICATION

- 94. Add new paragraph 8.2.2 as follows:
  - "8.2.2 The commencement of an adjudication under applicable *Payment Legislation* will not be deemed to be a stay, suspension, termination or bar of any other dispute resolution process under Part 8 DISPUTE RESOLUTION."

#### GC 8.3 - NEGOTIATION, MEDIATION AND ARBITRATION

- 95. In the second line of paragraph 8.3.6, replace the word "refer" with "propose to the other party for".
- 96. Add the following new paragraphs 8.3.9 to 8.3.12:
  - "8.3.9 Notwithstanding anything in Part 8 of the General Conditions DISPUTE RESOLUTION to the contrary, if any person that is not a party to this *Contract* brings a claim against the *Owner* by way of an application, notice of adjudication, action, counterclaim, third party claim or any other manner which also involves or relates in any way to a dispute or an issue in dispute between the *Owner* and the *Contractor*, then the *Parties* shall cause all such claims and disputes to be resolved in the court having jurisdiction over the claim brought against the *Owner* by such third party.
  - 8.3.10 Notwithstanding anything else in this *Contract*, in the event of a dispute relating to payment arising prior to the completion of the *Work*, the *Parties* may adjudicate such dispute in accordance with the *Construction Act*. If the *Contractor* issues a notice of adjudication to the *Owner*, it will include with such notice a description of the reasons for its dispute that includes a reference to the applicable application for payment and *Proper Invoice*, all *Notices in Writing* demanding payment, authority for the claim under the *Contract* (including copies of any applicable *Change Order*, *Change Directive*, requests for any related change, and written approval of any related change).
  - 8.3.11 The *Parties* acknowledge and agree that the adjudication of a payment dispute in accordance with the *Construction Act* will not stay, pause, withdraw, terminate, discontinue, or prejudice any mediation, arbitration, or court proceeding that relates to the same matter and that was commenced prior to the delivery of a notice of adjudication under the *Construction Act*, unless the *Parties* otherwise agree in writing.

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8.3.12 For the purposes of Part II.1 of the *Construction Act*, the Parties consent to exchange notices of adjudication by email in accordance with paragraph 6.1 of Article A-6 of the Agreement - RECEIPT OF AND ADDRESSES FOR NOTICES IN WRITING."

#### GC 8.4 - RETENTION OF RIGHTS

# 97. Add the following as new paragraph 8.4.3:

"8.4.3 Notwithstanding any dispute, neither party may suspend the performance of its obligations under the Contract, including remedying any material breach under GC 7.1 – OWNER'S RIGHT TO PERFORM THE WORK, TERMINATE THE CONTRACTOR'S RIGHT TO CONTINUE WITH THE WORK OR TERMINATE THE CONTRACT, while the Parties are following for that dispute the dispute resolution procedures contemplated under the Contract. Notwithstanding the preceding sentence, and without prejudice to paragraph 2.4.3 of GC 2.4 – DEFECTIVE WORK, the Owner may, acting reasonably, withhold payment of disputed amounts in invoices while the Parties are making efforts to resolve the dispute over those amounts. The Owner will pay these amounts promptly after the dispute is resolved, to the extent it is resolved in the Contractor's favour."

## PART 9 - PROTECTION OF PERSONS AND PROPERTY

#### GC 9.1 - PROTECTION OF WORK AND PROPERTY

# 98. Replace paragraph 9.1.1.1 with the following:

".1 errors or omissions in the *Contract Documents* which the *Contractor* could not have discovered applying the *Standard of Care*;"

# 99. Add the following as new paragraphs 9.1.5 to 9.1.9:

- "9.1.5 When carrying out excavation work and the *Work*, the *Contractor* may encounter utilities. The *Contractor* shall be fully responsible for any breakage or damage to such utilities, and the *Contractor* shall pay the full cost of repairing such damages and making good any *Losses* caused as a result of its operations in carrying out this *Contract*.
- 9.1.6 It shall be the *Contractor's* responsibility to obtain written permission from any *Person* and to make any arrangements with the owners of any adjacent properties which the *Contractor* may need to encroach.
- 9.1.7 The *Contractor* shall furnish and bear the cost of any security or other supervisory personnel it may require for protection to perform this *Contract*.
- 9.1.8 If the *Contractor* has caused damage to the *Work* of another contractor on the *Project*, the *Contractor* agrees upon due *Notice in Writing* to settle with the other contractor by negotiation or arbitration. If the other contractor makes a claim against the *Owner* on account of damage alleged to have been so sustained, the *Owner* shall notify the *Contractor* and may require the *Contractor* to defend the action at the *Contractor*'s expense. The *Contractor* shall satisfy a final order or judgment against the *Owner* and pay the costs incurred by the *Owner* arising from such action.
- 9.1.9 The Contractor shall be responsible for securing the Work, Products delivered or to be delivered to the Place of the Work at all times and shall take all reasonable precautions necessary to protect the Work, Products delivered or to be delivered to the Place of the Work, and the Place of the Work, its contents, materials (including Owner-supplied materials) and the public from loss or damage during and after working hours."

#### GC 9.2 – TOXIC AND HAZARDOUS SUBSTANCES

- 100. Delete paragraphs 9.2.1.
- 101. Delete paragraph 9.2.4.
- **102. In the third line of paragraph 9.2.5.2,** <u>delete</u> **the words** "or which were disclosed but have not been dealt with as required under paragraph 9.2.4".

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## 103. Add to paragraph 9.2.6 after the word "responsible", the following new words:

"or whether any toxic or hazardous substances or materials already at the *Place of the Work* (and which were then harmless or stored, contained or otherwise dealt with in accordance with legal and regulatory requirements) were dealt with by the *Contractor* or anyone for whom the *Contractor* is responsible in a manner which does not comply with legal and regulatory requirements, or which threatens human health and safety or the environment, or material damage to the property of the *Owner* or others."

## 104. Replace paragraphs 9.2.7, 9.2.8 and 9.2.9 in their entirety, with the following:

- "9.2.7 The *Contractor* shall indemnify and hold harmless the *Owner*, *Consultant*, other consultants, *Subcontractors*, *Suppliers* and their agents and employees, from *Losses* arising out of or resulting from exposure to, or the presence of, toxic and hazardous substances or materials which were brought onto or made at the *Place of the Work* after the *Contractor* commenced the *Work*. This obligation shall not be construed to negate, abridge, or reduce other rights or obligations of indemnity set out in GC 13.1 INDEMNIFICATION or which otherwise exist respecting a *Person* or party described in this paragraph."
- 9.2.8 In this *Contract*, the term "toxic and hazardous substances" means any substance, waste, liquid, gaseous or solid matter, fuel, micro-organism, sound, vibration, ray, heat, odour, radiation, energy vector, plasma, organic or inorganic matter which is or is deemed to be, alone or in any combination, hazardous, hazardous waste, solid or liquid waste, toxic, a pollutant, a deleterious substance, a contaminant or a source of pollution or contamination, regulated by any *Applicable Law* relating to the environment and the *OHSA*."

#### GC 9.4 – CONSTRUCTION SAFETY

## 105. Replace paragraph 9.4.1 with the following paragraphs:

- "9.4.1 The *Contractor* agrees, in addition to the obligations set forth elsewhere in the *Contract*, to comply with all applicable legislation, rules, regulations and practices pertaining to employment standards, human rights, occupational health and safety, labour relations, workers' compensation, pay equity and employment equity and all other legislation applicable to its employees. The *Contractor* will ensure that all of its employees and all of the employees of any *Subcontractor* and any agent of the *Contractor* are covered by worker's compensation insurance or other similar legislative compensation scheme in force at the *Place of the Work*.
- 9.4.2 The *Contractor* shall be solely responsible for construction health and safety within the *Place of the Work* and for compliance with the *OHSA* and shall be responsible for maintaining and supervising all safety precautions and programs in connection with the performance of the *Work*. So as to avoid any misunderstanding as to the extent of the *Contractor's* responsibility, the *Contractor*, by executing the *Contract*, unequivocally acknowledges that the *Contractor* is the *Constructor* for the purposes of the *OHSA*.
- 9.4.3 The *Contractor* shall also comply at a minimum in accordance with any health and safety policies and procedures provided by the *Owner* prior to the commencement of the *Work*.
- 9.4.4 The *Contractor* agrees to submit to the *Owner* prior to the commencement of *Work*:
  - .1 a current Workplace Safety & Insurance Board Clearance Certificate or the *Contractor's* WSIB account number to permit the *Owner* to review status as and when required;
  - .2 copies of the *Contractor's* insurance policies having application to the *Project* or certificates of insurance, at the option of the *Owner*;
  - .3 copies of the performance bond and labour and material payment bond required under the *Contract Documents*, the *Procurement Documents* and/or the *Construction Act*;
  - .4 documentation setting out the *Contractor's* in-house safety programs; and
  - .5 a copy of the Notice of Project filed with the Ministry of Labour naming itself as Constructor.

9.4.5 The *Contractor* shall indemnify, save harmless, and defend the *Owner*, its agents, officers, directors, employees, consultants, successors, appointees, and assigns from and against the consequences of any and all safety infractions committed by the *Contractor* under the relevant *OHSA*, including the payment of legal fees and disbursements on a solicitor and client basis."

#### GC 9.5 - MOULD

- **106. Following the word "Owner" in paragraph 9.5.2.4, <u>add</u> the words "and the Consultant, their agents and employees,".**
- 107. Delete paragraph 9.5.3.4.

#### **PART 10 – GOVERNING REGULATIONS**

## **GC 10.1 - TAXES AND DUTIES**

# 108. Replace paragraph 10.1.2 with the following:

"10.1.2 Any increase or decrease in cost to the *Contractor* due to changes in government sales taxes, custom duties or excise taxes occurring after the date of the tender shall increase or decrease the *Contract Price* accordingly. For greater certainty, the *Parties* agree that the *Contractor* is not entitled to any mark up for profit, overhead or otherwise in connection with any increase in taxes or duties and that the *Contract Price* will be increased only by the actual amount of increased taxes or duties actually paid to the government. If any such taxes or duties be retroactively reduced, the *Owner* shall be entitled to withhold payment to the *Contractor* of a sum equal to the amount of such tax or duty reduction but only after the *Contractor* has received the benefit of such tax or duty reduction."

# 109. Add the following as new paragraphs 10.1.3 and 10.1.4:

- "10.1.3 When an exemption from or recovery of, government sales taxes, customs duties or excise taxes is applicable to the *Contract*, the *Contractor* shall, at the request of the *Owner* (or his agent) assist, join in, or make application for any exemption, recovery or refund of all such taxes and duties and all amounts recovered or exemptions obtained shall be for the sole benefit of the *Owner*. The *Contractor* agrees to endorse over to the *Owner* any cheques received from governmental authorities as may be required to implement the foregoing.
- 10.1.4 Customs duties, penalties, or any other penalty, fine or assessment levied against the *Contractor* shall not be treated as a tax or customs duty for purposes of this GC 10.1 TAXES AND DUTIES."

## GC 10.2 - LAWS, NOTICES, PERMITS, AND FEES

## 110. Replace paragraph 10.2.2 with the following:

- "10.2.2 Unless otherwise stated, the *Contractor* shall obtain and pay for all of the approvals, permits, licenses, inspections, authorizations, and agreements necessary for the performance of the *Work* which were in force at the time of the proposal or bid closing. The *Owner* shall only be responsible to obtain and pay for the permanent easements and rights of servitude. The *Contractor* shall, in the case of its *Subcontractors*, be held responsible for and shall ensure that they obtain all necessary approvals, permits, licenses, inspections, authorizations, and agreements and all insurance in connection with the *Work* as may be required by the *Applicable Laws*."
- **111. At the end of paragraph 10.2.4**, <u>add</u> **the following new sentence:** "Whenever standards of the *Applicable Laws*, relating to the *Work* differ, the most stringent standards shall govern.".
- **112. In the first line of paragraph 10.2.5,** <u>replace</u> **the word** "not" **with** ", to the extent only of the *Contractor*'s expertise, experience and knowledge,".
- 113. In the second line of paragraph 10.2.6, replace the words "knowing it to be" with the words "that is".

## **PART 11 – INSURANCE**

#### GC 11.2 - CONTRACT SECURITY

## 114. Add new GC 11.2 – CONTRACT SECURITY as follows:

#### "GC 11.2 - CONTRACT SECURITY:

- "11.2.1 The *Contractor* shall, within five (5) days of their notification of award of *Contract* and prior to *Contract* signing, provide any contract security specified in the *Contract Documents* or as required for "public contracts" as defined in the *Construction Act*, including without limitation, the performance bond and labour and material bonds described in paragraphs 11.2.2 and 11.2.3. Each of the bonds shall be properly executed by a surety or by an agent or attorney in fact for the surety, in which latter case, the *Contractor* shall submit with such bonds a power of attorney executed by the surety to evidence the authority of the agent or the attorney in fact.
- 11.2.2 If required in the *Contract Documents*, the *Procurement Documents*, or the *Construction Act*, the *Contractor*, together with a surety company approved by the *Owner* and authorised by *Applicable Laws* to carry on business in the Province in Ontario, shall furnish a Labour and Materials Payment Bond to the *Owner* using the form prescribed in the *Construction Act* in the amount of 50% of the *Contract Price*. The bond shall remain in effect until twelve (12) months after the date of *Ready-for-Takeover*.
- 11.2.3 If required in the *Contract Documents*, the *Procurement Documents*, or the *Construction Act*, the *Contractor*, together with a surety company approved by the *Owner* and authorised by *Applicable Laws* to carry on business in the Province of Ontario, shall furnish a Performance Bond to the *Owner* using the form prescribed in the *Construction Act* in in the amount of 50% of the *Contract Price*.
- 11.2.4 In lieu of the bonds specified in paragraphs 11.2.1 and 11.2.2, the *Contractor* may provide unconditional and irrevocable letters of credit, in a form acceptable to the *Owner* and/or a certified cheque made out to the *Owner*, but only if permitted under the *Construction Act* and the *Procurement Documents*.
- 11.2.5 Each bond shall have an endorsement reading: "This bond will not be cancelled, transferred, or allowed to lapse without the Owner's prior written approval obtained not less than 30 days before cancellation, transfer or lapsing."

#### **PART 12 – OWNER TAKEOVER**

## GC 12.1 READY-FOR-TAKEOVER

## 115. Add the following as a new paragraph 12.1.1.9:

".9 The Contractor shall have completed the requirements for takeover as set out in Appendix A (Ready-for-Takeover)."

# GC 12.2 EARLY OCCUPANCY BY THE OWNER

#### 116. Delete GC 12.2 and replace with the following:

- "12.2.1 The *Owner* reserves the right to take possession of and use for any intended purpose any portion or all of the undelivered portion of the *Project* even though the *Work* may not be substantially performed, provided that such taking possession and use will not interfere, in any material way, with the progress of the *Work*, including (without limitation) the right to store and cover materials and equipment at the *Place of Work*. The taking of possession or use of any such portion of the *Project* shall not be deemed to be the *Owner's* acknowledgement or acceptance of the *Work* or the *Project*, nor shall it relieve the *Contractor* of any of its obligations under the *Contract*.
- 12.2.2 Whether the *Project* contemplates *Work* by way of renovations in buildings which will be in use or be occupied during the course of the *Work* or where the *Project* involves *Work* that is adjacent to a structure which is in use or is occupied, the *Contractor*, without in any way limiting its responsibilities under the *Contract*, shall take all reasonable steps to avoid interference with fire

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- exits, building access and egress, continuity of electric power and all other utilities, to suppress dust and noise and to avoid conditions likely to propagate mould or fungus of any kind and all other steps reasonably necessary to promote and maintain the safety and comfort of the users and occupants of such structures or adjacent structures.
- 12.2.3 The *Contractor* shall, as directed by the *Consultant*, give priority to certain parts of the *Work* and bring such parts to a "ready for use" or "ready to occupy" status. Such instructions may require installation of temporary stairs and exits and temporary services, all of which shall be provided and subsequently removed.
- 12.2.4 The *Contractor* shall maintain full access to the building for the *Owner's* use, as required. The *Contractor* shall maintain or restore heat and power to the above areas when necessary or as scheduled and keep existing utilities and services functional.
- 12.2.5 The *Contractor* shall keep all insurance or surety company or companies which have issued performance bonds, liability insurance and property insurance for this *Contract* informed of the extent of the occupancy. If the occupancy by the *Owner* requires adjustments of the bonds, or insurances, the *Contractor* shall, subject to the *Owner's* approval, initiate and pay for such adjustments on behalf of the *Owner* and a *Change Order* will be issued.
- 12.2.6 Once the building is occupied, if the *Owner* permits any *Work* (including correction of deficiencies and warranty work) to be performed during regular hours of operation, the *Contractor* may be required by the *Owner*, from time to time, to suspend or alter noisy or otherwise objectionable operations should such operations cause undue interference with the *Owner*'s operations, business or activities. The *Contractor* will not be entitled to any increase in the *Contract Price* as a result of any such suspension."

#### GC 12.3 - WARRANTY

# 117. Replace paragraph 12.3.1 with the following:

"12.3.1 The Contractor warrants that the Work is free from any defect in workmanship and materials and complies in all respects with the provisions of the Contract Documents. Except for the extended warranties referenced in paragraph 12.3.6, the warranty period under the Contract shall expire on the later of the Base Warranty Period set out in the Procurement Documents or those periods specified in the Contract Documents for certain portions of the Work or Products. For work undertaken during the Base Warranty Period, the Contractor shall extend the guarantee on replaced parts and workmanship for a period equal to the later to occur of one (1) year from the date when the defect is corrected and the end of the original Base Warranty Period, and if such defect be corrected more than once the time period for warranty applicable shall begin again from the latest date when such defect is corrected."

## 118. Add the following at the end of paragraph 12.3.2:

"The Contractor expressly warrants and guarantees to the Owner that the Work performed by the Contractor and by all workers, Suppliers and Subcontractors conforms to the requirements of the Contract Documents and is performed in a safe and careful manner."

- 119. In paragraph 12.3.3, delete the words ", through the Consultant," and "one year".
- 120. At the beginning of paragraph 12.3.4, <u>add</u> the words "Except for the provisions of paragraph 12.3.6 and".
- 121. At the end of paragraph 12.3.4, <u>replace</u> the words "one-year warranty period" with the words "warranty periods specified in the *Contract Documents*."
- 122. Replace paragraph 12.3.6 with the following:
  - "12.3.6 The Contractor shall be responsible for obtaining Product warranties in excess of one year on behalf of the Owner from the manufacturer if required in the Procurement Documents. The Product warranties shall be issued by the manufacturer in favour of the Owner or if not issued to the Owner extended warranties beyond the Base Warranty Period after the date of acceptance of the Work will be assigned to the Owner. The Contractor shall ensure that such

warranties commence on the date of completion of the *Work* as approved of by the Consultant and the *Owner*. The *Contractor* shall remain jointly liable with the manufacturer to the *Owner* with respect to such *Products* warranties to the extent required in the *Contract Documents*, notwithstanding any limitation in the manufacturer's warranty (which, for greater certainty, will not extend past the *Base Warranty Period*)."

## 123. Add the following as new paragraphs 12.3.7 to 12.3.10:

- "12.3.7 The Contractor shall commence to correct any warranty item, defect or deficiency within two (2) Working Days after receiving a Notice in Writing from the Owner, and complete the warranty item, defect or deficiency work as expeditiously as possible, except that in case the warranty item, defect or deficiency would prevent maintaining security or keep basic systems essential to the ongoing business of the Owner, operational as designed, all necessary corrections and/or installation of temporary replacements shall be carried out immediately as an emergency service. Should the Contractor fail to provide this emergency service within two (2) hours of a request made during normal business hours of the Contractor, the Owner is authorized, regardless of paragraph 3.1.1 to carry out all necessary repairs or replacements at the Contractor's expense.
- 12.3.8 The carrying out of replacement work and the making good of defects shall be at the sole cost of the *Contractor* and shall be executed at times convenient to the *Owner*. Additional charges for overtime *Work* in this regard shall be borne by the *Contract* at his expense.
- 12.3.9 The *Contractor* shall also pay at his own expense for any damage to other *Work* or *property* or to *Persons* resulting from any defects or deficiencies in the *Work* which appear during the warranty period.
- 12.3.10 The Contractor further acknowledges that, if the Owner is unable to contact the Contractor and/or obtain the corrective work within such time period required by the Owner, the Owner's own forces may take such emergency steps as are reasonable and appropriate to correct such warranty items, defects, deficiencies or non-compliant items in the Work, at the Contractor's sole cost and expense and, except in the case of damage caused by the Owner's own forces, such emergency steps taken by the Owner's own forces shall not invalidate any warranties in respect of such portion of the Work affected by such corrective actions of the Owner's own forces. The Contractor shall remain bound by the terms of this Contract in respect of the Work, including such corrected Work, as if such corrective actions were performed by it."

#### **PART 13 – INDEMNIFICATION AND WAIVER**

# **GC 13.1 – INDEMNFICATION**

124. Replace "\$2,000,000" with "\$5,000,000" in paragraph 13.1.2.2.

## GC 13.2 - WAIVER OF CLAIMS

125. <u>Delete</u> paragraphs 13.2.3, 13.2.4 and 13.2.5 in their entirety.

#### GC 14 - SET OFF

126. Add new GC 14 – SET OFF as follows:

## "GC 14 - SET OFF

- 14.1.1 The *Owner* shall be entitled to deduct from or set off against any payment of the *Contract Price* and any other amounts payable by the *Owner* to the *Contractor* under this *Agreement*:
  - .1 any amount expended by the *Owner* in exercising the *Owner*'s rights under this *Agreement* to perform any of the *Contractor*'s obligations that the *Contractor* has failed to perform;
  - .2 any amount paid by the *Owner* directly to *Subcontractors* in respect of *Work* for which the *Owner* previously paid the *Contractor*;

- any damages, costs or expenses (including, *without limitation*, reasonable legal fees and expenses) incurred by the *Owner* as a result of the failure of the *Contractor* to perform any of its obligations under this *Agreement*;
- a reasonable amount on account of any outstanding Work or any outstanding deficiencies, including the deficiency holdback described in paragraph 2.4.7 of GC 2.4 DEFECTIVE WORK and the Completion List Costs holdback described in GC 5.4 SUBSTANTIAL PERFORMANCE OF THE WORK AND PAYMENT OF HOLDBACK; and
- .5 any other amount owing from the *Contractor* to the *Owner* under this *Agreement*."

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## **Appendix A to Supplementary Conditions**

# Ready-for-Takeover

Ready-for-Takeover shall not be considered achieved until the following has occurred:

- 1. The Consultant has certified or verified the Substantial Performance of the Work;
- 2. Evidence of compliance with the requirements for occupancy or occupancy permit;
- 3. Completion of final cleaning and waste removal, as required by the Contract Documents;
- 4. Delivery of operations and maintenance documents to the *Owner*, as required by the *Contract Documents*, including operation and maintenance manuals;
- 5. Completion and provision of to-date as-built drawings on site;
- 6. Startup testing and call commissioning completed for immediate occupancy, as required by the Contract Documents;
- 7. Secure access to the *Place of the Work* has been provided to the *Owner*;
- 8. Demonstration and training, as required by the *Contract Documents*, has been scheduled by the *Contractor*, acting reasonably;
- 9. Punchlist of deficiencies and incomplete items of the *Work* approved by the *Consultant* and the *Owner*, acting reasonably, and a plan for correcting or completing all punchlist items approved by the *Consultant* and the *Owner*, acting reasonably;
- 10. Certificate of Search of Title from a solicitor testifying there are no liens registered relative to the Work;
- 11. Submission of guarantees, warranties and certificates;
- 12. As-built drawings, Submittals and a copy of all Shop Drawings processed in accordance with GC 3.8 SHOP DRAWINGS AND OTHER SUBMITTALS showing all notations and amendments made by the Contractor and the Consultant;
- 13. Testing and balancing reports, as required by the Contract Documents;
- 14. Systems demonstrations/diagrams and instruction of *Owner* in the operation of systems, as required by the *Contract Documents*;
- 15. Samples, as required by the Contract Documents; and
- 16. Submission of all spare parts and maintenance materials, and other materials or documentation required to be submitted under the Contract, as required by the *Contract Documents*, together with written proof acceptable to the Owner and the Consultant that the Work has been substantially performed in conformance with the requirements of municipal, governmental, and utility authorities having jurisdiction in the Place of the Work.

END OF SUPPLEMENTARY CONDITIONS —————

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