Release Summary Sheet

Contract (PO) Number: 15036

Release Number: 21

Specification Number: 51701

Name of Contractor: FHP TECTONICS CORP.

City Department: DEPT OF GENERAL SERVICES

Title of Contract: DEPT. OF GENERAL SERVICES-JOB ORDER CONTRACT REHABILITATION OF CITY FACILITIES

Dollar Amount of Release: $807,181.11

Release Description: GENERAL CONSTRUCTION-PUBLIC WORKS RELATED

Procurement Services Contact Person: LYLIANIS RODRIGUEZ

Vendor Number: 50067181
Submission Date:
CITY OF CHICAGO
BLANKET RELEASE

SUBJECT TO SUBCONTRACTOR CERTIFICATION
Furnish the supplies and/or services described below in conformance with conditions set forth herein and in your offer

<table>
<thead>
<tr>
<th>RELEASE DATE</th>
<th>PURCHASE ORDER</th>
<th>RELEASE NUMBER</th>
<th>SPECIFICATION NUMBER</th>
<th>VENDOR NUMBER</th>
<th>SITE NAME</th>
<th>DELIVERY DATE</th>
<th>PAGE NUMBER</th>
</tr>
</thead>
<tbody>
<tr>
<td>1/15/2010</td>
<td>15036</td>
<td>21</td>
<td>51701</td>
<td>50067181</td>
<td>A</td>
<td></td>
<td>1</td>
</tr>
</tbody>
</table>

DELCIVER TO: 38-038
038-0030
30 N. L.A. SALLE ST.
ROOM 3700
Chicago, IL 60602-2500

DELIVERY CHARGES to be PREPAID
TITLE TO PASS ON DELIVERY

ORDERED FROM:
FHP TECTONICS CORP.
8725 W. HIGGINS ROAD

CHICAGO, IL 60631

CONTACT: HYUN WOON LEE

PO DESCRIPTION: DEPT. OF GENERAL SERVICES-JOB ORDER CONTRACT REHABILITATION OF CITY FACILITIES

BLANKET RELEASE

THIS SIGNED RELEASE IS YOUR AUTHORITY TO FURNISH THE SPECIFIED SUPPLIES AND/OR SERVICES IN ACCORDANCE WITH THE TERMS AND CONDITIONS OF THE BLANKET AGREEMENT NUMBER: 15036

THIS PURCHASE IS FOR DEPARTMENT: 38 - DEPT OF GENERAL SERVICES

SUBMIT THE ORIGINAL INVOICE TO:

<table>
<thead>
<tr>
<th>PO Line</th>
<th>Ship Line</th>
<th>COMMODITY INFORMATION</th>
<th>QUANTITY</th>
<th>UOM</th>
<th>UNIT COST</th>
<th>TOTAL COST</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>1</td>
<td>96842</td>
<td>807,181.11</td>
<td>USD</td>
<td>1.00</td>
<td>807,181.11</td>
</tr>
</tbody>
</table>

GENERAL CONSTRUCTION-PUBLIC WORKS RELATED
REQ# 47719; FHP-09-016.A; RENOVATE SPACE INTO NEW LIBRARY; N-9-002; BATCHMAN; CIP 130-14-34048

SHIPEMENT TOTAL: 807,181.11

PAYMENT ON THIS ORDER WILL BE MADE UPON RECEIPT OF AN ORIGINAL INVOICE FROM FHP. MARK ALL PACKAGES WITH THE PURCHASE NUMBER.

Any deliveries containing overshipments will be reflected unless otherwise authorized in this purchase.

This purchase is subject to the City of Chicago General Conditions for Supplies, Work, or Professional Consulting Services; Special Conditions, Disclosure Ownership, Acceptance Page, as applicable, which are attached hereto or incorporated herein by reference.
Sub-Order Total: $807,181.11

Disclosure of Retained Parties

A. Definitions and Disclosure Requirements
1. As used herein, the term "Contractor" means a person or entity who has any contract lease with the City of Chicago.
2. Pursuant to Executive Order 97-1, every city contract and lease must be accompanied by a disclosure statement.
3. The Contractor is not required to disclose employees who are paid solely through the Contractor's regular payroll.
4. "Lobbyist" means any person (a) who for compensation or on behalf of any person other than himself undertakes to influence any legislative or administrative action, or (b) any part or whose duties as an employee of another includes undertaking to influence any legislative or administrative action.

B. Certification
Contractor hereby certifies as follows:

1. This Disclosure relates to the following transaction:
   - Project name: FHP-98-018 A
   - Specification, loan or other identifying number: 15536
   - West Town Branch Library Demolition / Structural

2. Name of Contractor:
   - FHP Tectonics, Corp.

3. EACH AND EVERY attorney, lobbyist, accountant, consultant, subcontractor, or other person retained or anticipated to be retained by the Contractor with respect to or in connection with the contract or lease is listed below (attach additional pages if necessary):

<table>
<thead>
<tr>
<th>Name</th>
<th>BUSINESS ADDRESS</th>
<th>MBE</th>
<th>WBE or Non</th>
<th>RelationShip (attorney, lobbyist, subcontractor, etc.)</th>
<th>FEE (indicate whether paid or estimated)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Jade Carpentry Contractors, Inc.</td>
<td>6575 N. Avondale Ave. Chicago, IL, 60631</td>
<td>WBE</td>
<td>Subcontractor</td>
<td>$76,000.00 Est.</td>
<td></td>
</tr>
<tr>
<td>State Mechanical Services</td>
<td>1701 Quincy Avenue Suite 10</td>
<td>Non</td>
<td>Subcontractor</td>
<td>$58,500.00 Est.</td>
<td></td>
</tr>
<tr>
<td>Great Lakes Plumbing and Heating</td>
<td>4521 W. Diversey Ave. Chicago, IL, 60639</td>
<td>Non</td>
<td>Subcontractor</td>
<td>$6,810.00 Est.</td>
<td></td>
</tr>
<tr>
<td>OBI Deconstruction, LLC</td>
<td>8 Timber Lane Northbrook, IL, 60062</td>
<td>Non</td>
<td>Subcontractor</td>
<td>$58,246.00 Est.</td>
<td></td>
</tr>
<tr>
<td>Floor Systems of Chicago</td>
<td>1616 Berkley St. Elgin, IL, 60123</td>
<td>Non</td>
<td>Subcontractor</td>
<td>$57,080.00 Est.</td>
<td></td>
</tr>
<tr>
<td>Cable Communications, Inc.</td>
<td>8200 S. Oakley Chicago, IL, 60636</td>
<td>WBE</td>
<td>Subcontractor</td>
<td>$115,000.00 Est.</td>
<td></td>
</tr>
<tr>
<td>Fullerton Industrial Supply, Inc.</td>
<td>1456 W. Fullerton Chicago, IL, 60614</td>
<td>MBE</td>
<td>Supplier</td>
<td>$60,000.00 Est.</td>
<td></td>
</tr>
<tr>
<td>Production Distribution Companies</td>
<td>3815 W. 127th Street Alsip, IL, 60803</td>
<td>MBE</td>
<td>Supplier</td>
<td>$10,000.00 Est.</td>
<td></td>
</tr>
<tr>
<td>Valor Technologies, Inc.</td>
<td>3 Northpoint Court Bolingbrook, IL, 60440</td>
<td>MBE</td>
<td>Subcontractor</td>
<td>$62,900.00 Est.</td>
<td></td>
</tr>
<tr>
<td>L&amp;S Masonry</td>
<td>10540 S. Western Ave. Suite 309</td>
<td>MBE</td>
<td>Subcontractor</td>
<td>$24,780.00 Est.</td>
<td></td>
</tr>
<tr>
<td>Brongiel Plumbing</td>
<td>13939 S. Kostner Crestwood, IL, 60445</td>
<td>Non</td>
<td>Subcontractor</td>
<td>$8,000.00 Est.</td>
<td></td>
</tr>
<tr>
<td>L&amp;M Welding Corp., Inc.</td>
<td>4619 W. Armitage Ave. Chicago, IL, 60639</td>
<td>MBE</td>
<td>Subcontractor</td>
<td>$35,600.00 Est.</td>
<td></td>
</tr>
<tr>
<td>Ashlar Construction Company, Inc.</td>
<td>509 East 75th Street Chicago, IL, 60619</td>
<td>MBE</td>
<td>Subcontractor</td>
<td>$30,000.00 Est.</td>
<td></td>
</tr>
</tbody>
</table>
4. The Contractor understands and agrees that the city may rely on the information provided herein and that providing any false, incomplete or inaccurate information shall constitute default under the contract and may result in termination of the contract or lease.

5. The Contractor understands and agrees that in any case in which the Contractor is uncertain whether a disclosure is required under the Executive order, the Contractor must either ask the city whether disclosure is required or make the disclosure.

Under the Penalties of perjury, I certify that I am authorized to execute this Disclosure on behalf of the Contractor that the information disclosed herein is true and complete, and that no relevant information has been withheld.

Signature

[Signature]

Name (Type or Print)

[Name]

Date

[Date]

Title

[Title]

Subscribed and sworn to before me this [Day] day of [Month] 2010

[Notary Public Signature]

Notary Public Signature

[Official Seal]

DANIELLE GAC
NOTARY PUBLIC, STATE OF ILLINOIS
MY COMMISSION EXPIRES 4-1-2013

Disclosure Statement
March 05 2009

Mr. Montel M. Gayles  
Chief Procurement Officer  
Department of Procurement Services  
City Hall, Room 403  
121 North LaSalle Street  
Chicago, Il 60602

Attn: Carolyn Johnson  
JOC Manager

Re: JOC Project Number: FHP-09-016.A / N-9-002
Project Title: New West Town Library
Address: 1615 W. Chicago Ave.
Estimated Cost: 5,000,000.00
Specification Number: 51701
Funding Source: TBD

Dear Mr. Gayles:

We request that the above referenced project be contracted under the Job Order Contracting (JOC) Method. Attachment A describes the scope of work and the appropriateness for using JOC for this project.

Please direct all technical inquiries to Project Manager Ivan Hansen at (312) 742-1336 and all other inquiries to Staci-Rae Bixler at 744-1636.

If you concur with our recommendation, please sign below and return a copy for our files.

Sincerely,

Michi E. Peña  
Commissioner

APPROVED: Montel M. Gayles  
Chief Procurement Officer  

Approved: Nicholas Ahrens  
Mary Capecci  
Arthur Andros

* MBE Goal and WBE Goal must be met or exceeded for this project.
The Department of General Services is proposing to use the JOC procurement system for the New West Town Branch Library, at the Goldblatt's building for a number of reasons.

**Project Overview:** The Project will consist of Interior Renovations Project is approximately $5 million dollar remodel that DGS proposes to be completed in multiple phases.

The 1st reason DGS proposes to use JOC is the **flexibility** to complete the project in multiple phases without incurring high change order costs if the phasing plan changes. One such example is the relocation of existing employees working inside the building. There are personnel that are going to be displaced during the course of the project. Some may be moved across the floor while others may be moved to different areas of the building. If the relocation plan is changed during the course of the project, we believe the change order cost under traditional bid would be higher than Job Order Contracting. Under traditional bid, the Contractor can claim their bid was submitted for relocating people to a certain area. If that relocation area changes, the traditional bid Contractor can submit a claim for additional cost as their bid would have been higher if they had known what the final plan was. That additional cost under traditional bid is negotiated, a process that usually favors the Contractor. By utilizing JOC, DGS has the flexibility to change plans without incurring high change order costs as JOC credits give back dollar for dollar and additional work is fixed price as opposed to a negotiated cost. Also, the work being done will include tying into existing Electrical, Mechanical, and Plumbing systems. Using the JOC system, we can better control the change order process for unforeseen conditions.

The 2nd reason DGS proposes to use JOC is the location of the Contractor's staging area is in such a place that it will be difficult for the Contractor to remove materials as well as bring new material to the site. Under traditional bidding, the Contractor will increase their base bid for the purpose of covering the additional cost associated with such a difficult staging area. With the JOC procurement system, the cost of moving materials is included in the Contractor's Adjustment Factor. Also included in the Contractor's Adjustment Factor is project size, location and complexity. Even if additional cost for moving material is warranted, JOC is a fixed price system which will minimize the cost of moving materials. The fixed price system for moving materials was applied to the JOC project for JB5-001A in which the Contractor had to move all materials up to the 8th floor of City Hall. The Contractor originally tried to submit a price for moving material at $11,780, but after applying the JOC principles, the cost for moving material was reduced to $1,641. Therefore, we believe the JOC process will help to minimize overall project cost due to such a complex staging area.

The 3rd reason DGS proposes to use JOC is the ability to exceed the M/WBE goals. Under traditional bid, the Contractor will show a plan for meeting the M/WBE goals, but if during the course of the Contract they start falling short of those goals, it is difficult to hold the Contractor accountable for what they submitted with their bid. Since Job Order Contracting is a performance-based procurement system. The Contractor understands that if they fall short of their goals on this project, future work will be impacted as DGS has several other JOC Contractors available. Therefore, in order to receive future work on a six year Contract, the Contractor has an incentive to meet or exceed all requirements and goals for the Contractor. Furthermore, the JOC Contractor has agreed to identify those areas in which they intend to utilize M/WBE subcontractors and suppliers on each individual phase. The JOC Contractor will also identify ethnicities that are to be used. All this information will be provided to DGS and DPS prior to the issuance of the Sub Order Release. The JOC Contractor understands that not meeting these goals will impact this and future work.

The 4th reason DGS proposes to use JOC is the **cost savings associated with completing the project quicker.** Using JOC allows DGS to issue the work quicker and less labor on the front end of the project.

The 5th reason DGS proposes to use JOC is the **client (Mary Dempsey from Libraries) has requested** the project be procured with JOC for the quick procurement process and the ability to start work sooner. As the project begins, there are many unforeseen conditions which may arise, and the JOC system allows the flexibility of procuring additional work in a more timely fashion. The line item detail that the JOC system uses gives DGS greater control on the amount of money being spent on each phase of the project.
SCHEDULE D: Affidavit of Prime Contractor
Regarding Minority and Women Business Enterprises

West Town Library Project (Goldblatts) -
Demolition / Structural Scope

Project Name:
Department Project No:
Specification No:

State of ILLINOIS
County (City) of COOK (CHICAGO)

In connection with the above captioned contract, I HEREBY DECLARE AND AFFIRM that I am the

JOC DIVISION MANAGER and duly authorized representative of

FHP TECTONICS CORP

(Title of Affiant) (Name of Prime Contractor)

and that I have personally reviewed that material and facts set forth in and submitted with the attached Schedules of Minority and Women Business Enterprises (MBE/WBE), Schedule C's and Schedule B's (if applicable), being such information.

<table>
<thead>
<tr>
<th>Names of MBE and WBE Firms</th>
<th>Type of Work to be Performed (in accordance with Schedule C's)</th>
<th>Credit Toward MBE Goal</th>
<th>Credit Toward WBE Goal</th>
</tr>
</thead>
<tbody>
<tr>
<td>ValorTechnologies, Inc.</td>
<td>Demolition / Air Quality</td>
<td>$62,900.00</td>
<td></td>
</tr>
<tr>
<td>L&amp;S Masonry</td>
<td>Masonry</td>
<td>$24,780.00</td>
<td></td>
</tr>
<tr>
<td>L&amp;M Welding Corporation, Inc.</td>
<td>Steel for Floor Reenforcement</td>
<td>$35,600.00</td>
<td></td>
</tr>
<tr>
<td>Ashlar Construction, Inc.</td>
<td>Carpenter Demolition</td>
<td>$30,000.00</td>
<td></td>
</tr>
<tr>
<td>Fullerton Industrial Supply, Inc.</td>
<td>HVAC Supply</td>
<td>$60,000.00</td>
<td></td>
</tr>
<tr>
<td>Jade Carpenters, Inc.</td>
<td>Wood for Floor Reenforcement</td>
<td></td>
<td>$76,000.00</td>
</tr>
<tr>
<td>Cable Communications, Inc.</td>
<td>Electrical</td>
<td></td>
<td>$115,000.00</td>
</tr>
<tr>
<td>Production Distribution Companies</td>
<td>Electrical Supply</td>
<td>$10,000.00</td>
<td></td>
</tr>
</tbody>
</table>

Total MBE Participation: $223,280.00  Total MBE %: 27.66%
Total MBE Participation: $191,000.00  Total WBE %: 23.66%
Total Price: $807,181.11

Purchasing: MBE/WBE Schedule D (Rev. 10/92)
DEPARTMENT OF GENERAL SERVICES
Bureau of Architecture, Engineering & Construction Management
JOB ORDER CONTRACT (JOC)
PRE-CONSTRUCTION FUNDING APPROVAL

User Dept: Chicago Public Library Date: March 05, 2009
Originator: Ivan Hansen Phone: (312) 742-1336
Project Number: FHP-09-016.A / N-9-002
Project Name: New West Town Library
Project Scope: Renovate old Consumers Services office space for new Westown Library
Location/Address: 1615 W. Chicago Ave.

Justification: Area has been under served for this service

Est. Project Budget: $5,000,000.00
CIP #:
Funding Strips: TBD

Funding Verified By: Date:

Can this request be completed by one of the following:

1. In-House Trades Yes ☐ No ☑
2. Term Contract Yes ☐ No ☑
3. Competitive Bid Yes ☐ No ☑

If No, for any of the above please explain:

APPROVED:

Nicholas J. Ahrens, Jr., Deputy Commissioner 3-5-09

Migüel E. Peña, Commissioner 3/5/09
The Department of General Services
Attachment A

Utilizing JOC For City Construction Projects
Goldblatts Building
1615 W. Chicago Ave.
Project No: FHP-09-016.A

For all Proposed JOC Projects, Please complete Items 1 and 2 below. As appropriate, Complete items 3,4 and 5. Attach to MOA (JOC Approval Letter)

1. Please describe the major features of this project.

   Approx 19000 SF
   All work to be done per drawing dated

   Remodel the interior of the existing building to accommodate proposed library build out. This will be a multi Phase project. To expedite the construction schedule, we are separating this project out in phases. This will include complete demo, new Mechanical, Electrical, Plumbing, Studs, Drywall, all Finishes and Fixtures and creating a new entrance for the facility. This will be broken out into 4 packages;

Phase 1 Demo $ 700,000.00

Phase 2 Mechanical, Electrical, Plumbing $ 2,200,000.00

Phase 3 Interior Build out $ 1,100,000.00

Phase 4 Finishes $ 950,000.00

2. Please explain why this project could not be bid using the city's traditional bid process and the need to use JOC Procurement system.

   See Attached

3. If the project is a one trade project, please provide an explanation of why it would not be in the city's best interest to do the project using DGS trades or existing term agreements.

   Multi-trade Carpenters, Laborers, Sheet Metal, Painters, Electricians, Pipe Fitters, Plumbers, Sprinkler Fitters, Iron Workers and Masons

4. If it is anticipated that over 25% of the project will consist of Non Pre-Priced items, please provide an explanation on why JOC should be used.

   All items contained in the CTC
5. If some elements of the proposed JOC Project scope of work are covered by city term agreements, these elements should be removed from the JOC Project.

NA