

GOVERNMENT OF PUERTO RICO
PUERTO RICO ELECTRIC POWER AUTHORITY

FOURTH AMENDMENT
CONTRACT 2019-P00105 D

-----APPEAR-----

AS FIRST PARTY: The Puerto Rico Electric Power Authority, hereinafter referred to as ("PREPA"), a public corporation and government instrumentality of the Commonwealth of Puerto Rico, created by Act 83 of May 2, 1941 (Act 83), as amended, represented in this act by its Chief Executive Officer/Executive Director, mister José F. Ortiz Vázquez, of legal age, married, executive, and resident of San Juan, Puerto Rico.-----

AS SECOND PARTY: Lord Construction Group, Inc., ("Contractor"), a corporation organized and existing under the laws of Puerto Rico, with a place of business at San Juan, Puerto Rico herein represented by its Chief Executive Officer, Manuel Rosabal, of legal age, married, and resident of San Juan, Puerto Rico, who has authority to enter into this contract by virtue of Corporate Resolution dated of March 3, 2020.-----



Both PREPA and Contractor are herein individually referred to as a "Party" and collectively referred to as the "Parties".-----

WITNESSETH

In consideration of the mutual covenants and agreements contained in this Amendment, hereinafter stated, the Parties agree themselves, their personal representatives, and successors as follows:-----

STATE

WHEREAS: PREPA, by virtue of Act 83, has the authority to engage those professional, technical and consulting services necessary and convenient for the activities, programs, and operations of PREPA.-----

WHEREAS: The appearing Parties executed Contract 2019-P00105 ("the Contract") on May 7, 2019 and effective until June 30, 2019, with a not to exceed amount of four million five hundred sixty-five thousand two hundred seventeen dollars with thirty-nine cents (\$4,565,217.39) (the "Contract Amount"). Through this Contract, the Contractor shall provide labor, equipment and any incidental work necessary to completely repair existing, hurricane-damaged, streetlights assigned by PREPA.-----

WHEREAS: In accordance with Article 4.3, Contract Term, on June 30, 2019, the Parties executed the First Amendment to extend its term until June 30, 2020.-----

WHEREAS: On October 10, 2019, the Parties executed the Second Amendment to modify Article 3, Consideration, to increase the Contract Amount by three million dollars (\$3,000,000), from four million five hundred sixty-five thousand two hundred seventeen dollars with thirty-nine cents (\$4,565,217.39) to seven million five hundred sixty-five thousand two hundred seventeen dollars with thirty-nine cents (\$7,565,217.39).-----

WHEREAS: On January 16, 2020, the Parties executed the Third Amendment to modify Article 3, Consideration, to increase the Contract Amount by four million five hundred thousand dollars (\$4,500,000), from seven million five hundred sixty-five thousand two hundred seventeen dollars with thirty-nine cents (\$7,565,217.39) to twelve

million sixty-five thousand two hundred seventeen dollars with thirty-nine cents
(\$12,065,217.39).-----

WHEREAS: On March 2020, the Governor of Puerto Rico issued Executive Orders
OE-2020-023 and OE-2020-029 due to the Coronavirus (COVID-19) pandemic.
This situation halted all the works under this Contract. Due to these
circumstances, the streetlighting repair work assigned, which would have been finished
on June 30, 2020, will not be completed by said date.-----

WHEREAS: For the abovementioned situation the Program Management,
Restructuring and Fiscal Affairs Office (PMO), requested a time extension to the
Contract, from July 1 to September 30, 2020, in order to continue the streetlighting
repair work.-----



NOW THEREFORE, in order to continue receiving the Contractor's services the
appearing Parties hereby agree to enter into this Fourth Amendment under the
following:-----

TERMS AND CONDITIONS

FIRST: The Parties agree to amend Article 4.3 of the Contract, to extend its Term from
July 1, 2020 to September 30, 2020.-----

All payments to be made under this Contract, as amended will be charged to account
number 01-1747-17595-550-474.-----

SECOND: To the extent permitted by the emergency situation caused by the
COVID-19 global pandemic, Contractor will continue complying with all applicable State

Law, Regulations or Executive Orders that regulate the contracting process and requirements of the Commonwealth of Puerto Rico. The Contractor shall provide, the following documents:-----

1. Filing of Puerto Rico Income Tax Returns

In compliance with Executive Order Number OE-1991-24 of June 18, 1991, Contractor hereby certifies that it has filed all the necessary and required income tax returns to the Government of Puerto Rico for the last five (5) years. As evidence thereof, Contractor has delivered to PREPA an Income Tax Return Filing Certificate, issued by the Treasury Department of Puerto Rico assuring that Contractor has filed his Income Tax Return for the last five (5) tax years.-----



2. Payment of Puerto Rico Income Taxes

In compliance with Executive Order Number OE-1991-24 of June 18, 1991, Contractor, hereby certifies that it has complied and is current with the payment of all income taxes that are, or were due, to the Government of Puerto Rico. As evidence thereof, Contractor has delivered to PREPA a certification issued by the Treasury Department of Puerto Rico indicating that Contractor does not owe taxes to the Commonwealth of Puerto Rico; or is paying such taxes by an installment plan in full compliance with its terms. During the term of this Contract, Contractor agrees to pay and/or to remain current with any repayment plan agreed to by the Contractor with the Government of Puerto Rico.-----

3. Compliance with Requirements of the Department of Labor and Human Resources of the Commonwealth of Puerto Rico.-----

Pursuant to Executive Order Number 1992-52, dated August 28, 1992 amending OE-1991-24, Contractor certifies and warrants that it has made all payments required for unemployment benefits, workmen's compensation and social security for chauffeurs, whichever is applicable, or that in lieu thereof, has subscribed a payment plan in connection with any such unpaid items and is in full compliance with the terms thereof. As evidence thereof, Contractor has delivered to PREPA:-----

a. A certification issued by the Bureau of Employment Security (*Negociado de Seguridad de Empleo*) of the Puerto Rico Department of Labor and Human Resources certifying that Contractor does not owe taxes regarding Unemployment or Disability Insurance.-----



b. A certification issued by the Program for Social Security for Chauffeurs and Other Employees of the Puerto Rico Department of Labor and Human Resources certifying that Contractor has no debt with respect to such program.-----

4. Real and Personal Property Taxes

Contractor hereby certifies and guarantees that it does not have any current debt regarding property taxes that may be registered with the Government of Puerto Rico's Municipal Tax Collection Center (*Centro de Recaudación de Ingresos Municipales* ("CRIM")). Contractor further certifies to be current with the payment of any and all property taxes that are or were due to the Government of Puerto Rico.----

Contractor shall provide:-----

a. A certification issued by the Municipal Revenues Collection Center (“MRCC”), assuring that Contractor does not owe any tax accruing during the last five (5) years to such governmental agency with respect to personal property; or negative Debt certification issued by the MRCC with respect to personal property taxes and a sworn statement executed by Contractor indicating that (i) its revenues are derived from the rendering of professional services, (ii) during the last 5 years (or the time in which it has been providing professional services) it has had no taxable business or personal property on the 1st of January of each year, (iii) that for such reasons it has not been required to file personal property tax returns, as required under Article 6.03 of Act 83-1991, as amended and (iv) that for such reason it does not have an electronic tax file in the MRCC’s electronic system.-----

Amend

b. All Concepts Debt Certification issued by the MRCC assuring that Contractor does not owe any taxes to such governmental agency with respect to real and personal property; or Negative certification issued by the MRCC with respect to real property taxes.-----

5. Sales and Use Taxes

Contractor has delivered to PREPA:-----

a. Certification issued by the Puerto Rico Treasury Department indicating that Contractor does not owe Puerto Rico Sales and Use taxes to the Commonwealth

of Puerto Rico; or is paying such taxes by an installment plan and is in full compliance with its terms.-----

b. Puerto Rico Sales and Use Tax Filing Certificate, issued by the Treasury Department of Puerto Rico assuring that Contractor has filed his Puerto Rico Sales and Use Tax for the last sixty (60) contributory periods.-----

c. A copy of Contractor's Certificate of Merchant's Registration issued by the Treasury Department of Puerto Rico.-----

6. Puerto Rico Child Support Administration (ASUME)

Contractor hereby certifies that it is not duty bound to pay child support, or if so, that Contractor is up to date or has a payment plan to such effects. As evidence thereof, Contractor has delivered to PREPA a certification issued by the Puerto Rico Child Support Administration (*Administración Para el Sustento de Menores* (ASUME) certifying that Contractor have any debt, outstanding debt, or legal procedures to collect child support payments that may be registered with ASUME.-----



7. Organization Documents

Contractor shall provide:-----

a. a Good Standing Certificate issued by the Department of State of Puerto Rico.----

b. a Certification of Incorporation, or Certification of Organization or Certificate of Authorization to do business in Puerto Rico issued by the Department of State of Puerto Rico.-----

8. Dispensation

Any and all necessary dispensations have been obtained from any government entity and that said dispensations shall become part of the contracting record.-----

9. Rules of Professional Ethics

Contractor acknowledges and accepts that it is knowledgeable of the rules of ethics of his or her profession and assumes responsibility for his or her own actions.-----

10. Provisions Required under Act 14-2004, as amended

Contractor agrees that articles extracted, produced, assembled, packaged or distributed in Puerto Rico by enterprises with operations in Puerto Rico, or distributed by agents established in Puerto Rico shall be used when the service is rendered, provided that they are available.-----

11. Contractor hereby agrees to comply with the provisions of Act 2-2018, known as the Anti-Corruption Code for the New Puerto Rico.-----

Contractor shall furnish a sworn statement to the effect that neither Contractor nor any president, vice president, executive director or any member of a board of officials or board of directors, or any person performing equivalent functions for Contractor has been convicted of or has pled guilty to any of the crimes listed in Article 6.8 of Act 8-2017, as amended, known as the Act for the Administration and Transformation of Human Resources in the Government of Puerto Rico or any of the crimes included in Act 2-2018.-----

Contractor hereby certifies that it has not been convicted in Puerto Rico or United States Federal court for under Articles 4.2, 4.3 or 5.7 of Act 1-2012, as amended, known as the Organic Act of the Office of Government Ethics of Puerto Rico, any of the crimes listed in Articles 250 through 266 of Act 146-2012, as amended, known as the Puerto Rico Penal Code, any of the crimes typified in Act 2-2018, as amended, known as the Anti-Corruption Code for a New Puerto Rico or any other felony that involves misuse of public funds or property, including but not limited to the crimes mentioned in Article 6.8 of Act 8-2017, as amended, known as the Act for the Administration and Transformation of Human Resources in the Government of Puerto Rico.-----

PREPA shall have the right to terminate this Contract in the event Contractor is convicted in Puerto Rico or United States Federal court for under Articles 4.2, 4.3 or 5.7 of Act 1-2012, as amended, known as the Organic Act of the Office of Government Ethics of Puerto Rico, any of the crimes listed in Articles 250 through 266 of Act 146-2012, as amended, known as the Puerto Rico Penal Code, any of the crimes typified in Act 2-2018, as amended, known as the Anti-Corruption Code for a New Puerto Rico or any other felony that involves misuse of public funds or property, including but not limited to the crimes mentioned in Article 6.8 of Act 8-2017, as amended, known as the Act for the Administration and Transformation of Human Resources in the Government of Puerto Rico.-----

Consequences of Non-Compliance

Contractor expressly agrees that the conditions outlined throughout this Section are essential requirements of this Contract. Consequently, should any one of these representations, warranties or certifications be incorrect, inaccurate or misleading, in whole or in part, there shall be enough cause for PREPA to render this Contract null and void. If any of the certifications listed in this Section shows a debt, and Contractor has requested a review or adjustment of this debt, Contractor hereby certifies that it has made such request at the time of the Contract execution. If the requested review or adjustment is denied and such determination is final, Contractor will provide, immediately, to PREPA a proof of payment of this debt; otherwise, Contractor accepts that the owed amount be offset by PREPA and retained at the origin, deducted from the corresponding payments. Contractor accepts and acknowledges its responsibility for requiring and obtaining a similar warranty and certification from each and every contractor and subcontractor whose service Contractor has secured in relation with the services to be rendered under this Contract and shall deliver evidence to PREPA as to its compliance with this requirement.-----



Contractor understands and agrees that PREPA is prohibited to process any payment under the Contract until the enumerated certifications and sworn statements are submitted to PREPA.-----

THIRD: The Parties agree that all other terms, conditions, specifications, stipulations, insurances, and requirements established in the Contract shall remain unaltered and fully enforceable.-----

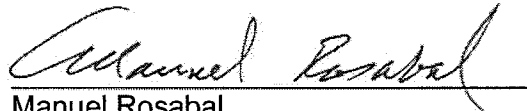
In WITNESS WHEREOF, the Parties hereto have agreed to execute this Fourth Amendment of the Contract in San Juan, Puerto Rico, on this 26 day of June 2020.-----

Puerto Rico Electric Power Authority

Lord Construction Group, Inc.



José F. Ortiz Vázquez
Chief Executive Officer



Manuel Rosabal
Chief Executive Officer

