

**AMENDMENT NO. 1 TO CONTRACT**

Between the State of Nevada  
Acting By and Through Its

Colorado River Commission

and

James H. Davenport, LLC.

1. **AMENDMENTS.** For and in consideration of mutual promises and/or other valuable consideration, all provisions of the Original Contract entered into by the Colorado River Commission ("Commission") and James H. Davenport, LLC, now known as JHDavenport, LLC, (collectively "the Parties") dated October 10, 2006, which is attached hereto in Attachment A, remain in full force and effect with the exception of the following:

A. The term of the Contract shall be extended from October 10, 2006 to June 30, 2011.

**Current Contract Language**

3. The Contract shall be effective from the date of the Board of Examiners' approval and all other approvals are obtained (anticipated to be October 2006) to June 30, 2009, unless sooner terminated by either party as specified in paragraph (10).

**Amended Contract Language:**

3. The Contract shall be effective from October 10, 2006 to June 30, 2011, unless sooner terminated by either party as specified in paragraph (10).

B. The monthly rate for services performed under this Contract shall be decreased by \$5,000 per month, for a monthly rate of \$5,000 per month plus expenses.

**Current Contract Language:**

6. The parties agree that Contractor will provide the services specified in paragraph (5) at a cost of \$10,000 per month (state the exact cost or hourly, daily or weekly rate exclusive of travel or per diem expenses) with the total Contract not to exceed \$500,000. The State does not agree to reimburse Contractor for expenses unless otherwise specified in the incorporated attachments. Any intervening end to a biennial appropriation period shall be deemed an automatic renewal (not changing the overall Contract term) or termination as the results of legislative appropriation may require.

**Amended Contract Language:**

6. The parties agree that Contractor will provide the services specified in paragraph (5) at a cost of \$5,000 per month (state the exact cost or hourly, daily or weekly rate exclusive of travel or per diem expenses) with the total Contract not to exceed \$500,000. The State does not agree to reimburse Contractor for expenses unless otherwise specified in the incorporated attachments. Any intervening end to a biennial appropriation period shall be deemed an automatic renewal (not changing the overall Contract term) or termination as the results of legislative appropriation may require.

C. The Scope of the Work, found in Incorporated Attachment A, shall be amended to provide for legal advise, counsel and representation on water and natural resource issues.

**Current Contract Language:**

Contractor shall:

- (1) Represent Nevada and the Commission at meetings with the U.S. Department of the Interior, the Bureau of Reclamation and meetings of the several states of the Colorado River system pertaining to Colorado River management;
- (2) Participate in meetings and discussions of groups organized or impaneled to study or advance the law or policy of western water management, and to report on the development of such law or policy to the Commission;
- (3) Participate in meetings and discussions of groups of Nevada users of Colorado River water relevant to maintenance and enhancement of the Colorado River resource in Nevada;
- (4) Organize and facilitate the presentation of seminars and conferences dispensing information regarding current legal and public policy issues relevant to the Colorado River system;
- (5) Meet with users of Colorado River water in other states where opportunities may exist to pursue transactions through which the Colorado River resource in Nevada may be enhanced;
- (6) Represent Nevada and the Commission in litigation in which either is or may become a party, pursuant to existing or future designations of authority from Nevada's Attorney General to act as a Special Deputy Attorney General. *See* Attachment C, appointment of James H. Davenport as Special Deputy Attorney General; and
- (7) Periodically report to and advise the Commission regarding the above-described activities.

**Amended Contract Language:**

Contractor shall provide legal advice, counsel and representation on water and natural resources issues, pursuant to assignments from the Commission's Executive Director, the Manager of Water and Natural Resources, or the Commission's assigned Senior Deputy Attorney General.

- B. Incorporated Attachment B, entitled Consideration, shall be amended to remove the hourly payment option and revise the reimbursement provision to require prior approval of reimbursable expenses.

**Current Contract Language:**

(1) In any month that the Executive Director determines that the monthly payment in Section 6 of the Contract is disproportionately large or small, given the amount of work which the Executive Director desires to be performed under this Contract, Contractor shall invoice the Commission in the amount of \$350.00 per hour for work performed in lieu of the monthly payment.

(2) The Commission shall reimburse Contractor for all its costs and expenses directly incurred or advanced for relevant office expenses (including without limitation, long distance telephone calls, postage and delivery services, and computer, reproduction and telecopying services, meeting registrations), and transportation, lodging and meals away from the home office, required insurance and other expenditures deemed reasonable and necessary by the Commission. The travel reimbursement procedures and rates under this Contract are those applicable to employees of the State of Nevada at the time expenses are incurred. Any such reimbursable costs and expenses must be specifically identified, and if incurred in conjunction with services for another Contractor's clients, those costs and expenses must be equitably prorated between the Commission and the Contractor's other clients.

**Amended Contract Language:**

The Commission shall reimburse Contractor for expenses incurred in carrying out requested representation, provided that such expenses are approved in advance in writing by Commission staff. The travel reimbursement procedures and rates under this Contract are those applicable to employees of the State of Nevada at the time the expenses are incurred. If reimbursable costs and expenses are incurred in conjunction with services for other clients of the Contractor, these costs and expenses must be equitably prorated between the Commission and Contractor's other clients.

The Executive Director may authorize payments to Contractor that vary from the regular monthly payment schedule set forth in Section 6 of the Contract provided that the total payments for each year do not exceed the amount authorized for that year by the Commission.

7. **INCORPORATED DOCUMENTS.** Attachment A (Original Contract) is attached hereto, incorporated by reference herein and made a part of this amended contract.

8. REQUIRED APPROVAL. This amendment to the original contract shall not become effective until and unless approved by the Nevada State Board of Examiners.


IN WITNESS WHEREOF, the parties hereto have caused this amendment to the original contract to be signed and intend to be legally bound thereby.

**JAMES H. DAVENPORT, LLC**

  
James H. Davenport, Esq.

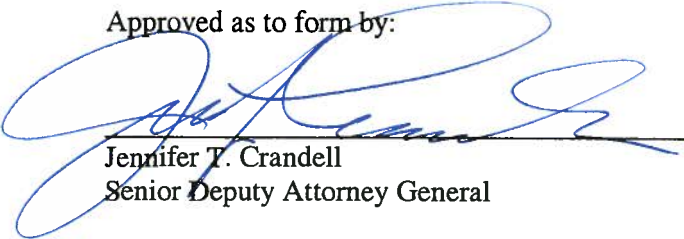
4/22/09  
Date

**COLORADO RIVER COMMISSION  
OF NEVADA**

  
George M. Caan  
Executive Director


4/22/09  
Date

Approved as to form by:

  
Jennifer T. Crandell  
Senior Deputy Attorney General

4/15/09  
Date

**APPROVED BY BOARD OF EXAMINERS**

  
for Andrew K. Clinger  
Clerk, Board of Examiner

05/18/09  
Date

**ATTACHMENT A**

# ATTACHMENT A

## CONTRACT FOR SERVICES OF INDEPENDENT CONTRACTOR

A Contract Between the State of Nevada  
Acting By and Through Its

**Colorado River Commission**

and

**James H. Davenport, LLC**

WHEREAS, NRS 284.173 authorizes elective officers, heads of departments, boards, commissions or institutions to engage, subject to the approval of the Board of Examiners, services of persons as independent contractors, and

WHEREAS, it is deemed that the service of Contractor is both necessary and in the best interests of the State of Nevada;

NOW THEREFORE, in consideration of the aforesaid premises, the parties mutually agree as follows:

1. **REQUIRED APPROVAL.** This Contract shall not become effective until and unless approved by the Nevada State Board of Examiners.

2. **DEFINITIONS.** "State" means the State of Nevada and any state agency identified herein, its officers, employees and immune contractors as defined in NRS §41.0307. "Independent Contractor" means a person or entity that performs services and/or provides goods for the State under the terms and conditions set forth in this Contract. "Fiscal Year" is defined as the period beginning July 1 and ending June 30 of the following year.

3. **CONTRACT TERM.** This Contract shall be effective from the date of the Board of Examiners' approval and all other approvals are obtained (anticipated to be October 2006) to June 30, 2009, unless sooner terminated by either party as specified in paragraph (10).

4. **NOTICE.** Unless otherwise specified, termination shall not be effective until 120 calendar days after a party has served written notice of default, or without cause upon the other party. All notices or other communications required or permitted to be given under this Contract shall be in writing and shall be deemed to have been duly given if delivered personally in hand, by telephonic facsimile with simultaneous regular mail, or mailed certified mail, return receipt requested, postage prepaid on the date posted, and addressed to the other party at the address specified above.

5. **INCORPORATED DOCUMENTS.** The parties agree that the scope of work shall be specifically described; this Contract incorporates the following attachments in descending order of constructive precedence; a Contractor's Attachment shall not contradict or supersede any State specifications, terms or conditions without written evidence of mutual assent to such change appearing in this Contract:

INCORPORATED ATTACHMENT A: SCOPE OF WORK

INCORPORATED ATTACHMENT B: CONSIDERATION

INCORPORATED ATTACHMENT C: OATH OF SPECIAL DEPUTY ATTORNEY GENERAL

6. **CONSIDERATION.** The parties agree that Contractor will provide the services specified in paragraph (5) at a cost of \$10,000 per month (state the exact cost or hourly, daily, or weekly rate exclusive of travel or per diem expenses) with the total Contract not to exceed \$500,000. The State does not agree to reimburse Contractor for expenses unless otherwise specified in the incorporated attachments. Any intervening end to a biennial appropriation period shall be deemed an automatic renewal (not changing the overall Contract term) or a termination as the results of legislative appropriation may require.

7. **ASSENT.** The parties agree that the terms and conditions listed on incorporated attachments of this Contract are also specifically a part of this Contract and are limited only by their respective order of precedence and any limitations specified.

8. **TIMELINESS OF BILLING SUBMISSION.** The parties agree that timeliness of billing is of the essence to the contract and recognize that the State is on a fiscal year. All billings for dates of service prior to July 1 must be submitted to the State no later than the first Friday in August of the same year. A billing submitted after the first Friday in August, which forces the State to process the billing as a stale claim pursuant to NRS 353.097, will subject the Contractor to an administrative fee not to exceed \$100.00. The parties hereby agree this is a reasonable estimate of the additional costs to the State of processing the billing as a stale claim and that this amount will be deducted from the stale claim payment due to the Contractor.

9. INSPECTION & AUDIT.

a. Books and Records. Contractor agrees to keep and maintain under generally accepted accounting principles (GAAP) full, true and complete records, contracts, books, and documents as are necessary to fully disclose to the State or United States Government, or their authorized representatives, upon audits or reviews, sufficient information to determine compliance with all state and federal regulations and statutes.

b. Inspection & Audit. Contractor agrees that the relevant books, records (written, electronic, computer related or otherwise), including, without limitation, relevant accounting procedures and practices of Contractor or its subcontractors, financial statements and supporting documentation, and documentation related to the work product shall be subject, at any reasonable time, to inspection, examination, review, audit, and copying at any office or location of Contractor where such records may be found, with or without notice by the State Auditor, the relevant state agency or its contracted examiners, the Department of Administration, Budget Division, the Nevada State Attorney General's Office or its Fraud Control Units, the State Legislative Auditor, and with regard to any federal funding, the relevant federal agency, the Comptroller General, the General Accounting Office, the Office of the Inspector General, or any of their authorized representatives. All subcontracts shall reflect requirements of this paragraph.

c. Period of Retention. All books, records, reports, and statements relevant to this Contract must be retained a minimum three years and for five years if any federal funds are used in the Contract. The retention period runs from the date of payment for the relevant goods or services by the State, or from the date of termination of the Contract, whichever is later. Retention time shall be extended when an audit is scheduled or in progress for a period reasonably necessary to complete an audit and/or to complete any administrative and judicial litigation which may ensue.

10. CONTRACT TERMINATION.

a. Termination Without Cause. Any discretionary or vested right of renewal notwithstanding, this Contract may be terminated upon written notice by mutual consent of both parties or unilaterally by either party without cause.

b. State Termination for Nonappropriation. The continuation of this Contract beyond the current biennium is subject to and contingent upon sufficient funds being appropriated, budgeted, and otherwise made available by the State Legislature and/or federal sources. The State may terminate this Contract, and Contractor waives any and all claim(s) for damages, effective immediately upon receipt of written notice (or any date specified therein) if for any reason the Contracting Agency's funding from State and/or federal sources is not appropriated or is withdrawn, limited, or impaired.

c. Cause Termination for Default or Breach. A default or breach may be declared with or without termination. This Contract may be terminated by either party upon written notice of default or breach to the other party as follows:

i. If Contractor fails to provide or satisfactorily perform any of the conditions, work, deliverables, goods, or services called for by this Contract within the time requirements specified in this Contract or within the time requirements specified in this Contract or within any granted extension of those requirements; or

ii. If any state, county, city or federal license, authorization, waiver, permit, qualification or certification required by statute, ordinance, law, or regulation to be held by Contractor to provide the goods or services required by this Contract is for any reason denied, revoked, debarred, excluded, terminated, suspended, lapsed, or not renewed; or

iii. If Contractor becomes insolvent, subject to receivership, or becomes voluntarily or involuntarily subject to the jurisdiction of the bankruptcy court; or

iv. If the State materially breaches any material duty under this Contract and any such breach impairs Contractor's ability to perform; or

v. If it is found by the State that any quid pro quo or gratuities in the form of money, services, entertainment, gifts, or otherwise were offered or given by Contractor, or any agency or representative of Contractor, to any officer or employee of the State of Nevada with a view toward securing a contract or securing favorable treatment with respect to awarding, extending, amending, or making any determination with respect to the performing of such contract; or

vi. If it is found by the State that Contractor has failed to disclose any material conflict of interest relative to the performance of this Contract.

d. Time to Correct. Termination upon a declared default or breach may be exercised only after service of formal written notice as specified in paragraph (4), and the subsequent failure of the defaulting party within 15 calendar days of receipt of that notice to provide evidence, satisfactory to the aggrieved party, showing that the declared default or breach has been corrected.

e. Winding Up Affairs Upon Termination. In the event of termination of this Contract for any reason, the parties agree that the provisions of this paragraph survive termination:

i. The parties shall account for and properly present to each other all claims for fees and expenses and pay those which are undisputed and otherwise not subject to set off under this Contract. Neither party may withhold performance of winding up provisions solely based on nonpayment of fees or expenses accrued up to the time of termination;

ii. Contractor shall satisfactorily complete work in progress at the agreed rate (or a pro rata basis if necessary) if so requested by the Contracting Agency;

iii. Contractor shall execute any documents and take any actions necessary to effectuate an assignment of this Contract if so requested by the Contracting Agency;

iv. Contractor shall preserve, protect and promptly deliver into State possession all proprietary information in accordance with paragraph (21).

11. **REMEDIES.** Except as otherwise provided for by law or this Contract, the rights and remedies of the parties shall not be exclusive and are in addition to any other rights and remedies provided by law or equity, including, without limitation, actual damages, and to a prevailing party reasonable attorneys' fees and costs. It is specifically agreed that reasonable attorneys' fees shall include without limitation \$125 per hour for State-employed attorneys. The State may set off consideration against any unpaid obligation of Contractor to any State agency in accordance with NRS 353C.190.

12. **LIMITED LIABILITY.** The State will not waive and intends to assert available NRS chapter 41 liability limitations in all cases. Contract liability of both parties shall not be subject to punitive damages. Liquidated damages shall not apply unless otherwise specified in the incorporated attachments. Damages for any State breach shall never exceed the amount of funds appropriated for payment under this contract, but not yet paid to Contractor, for the fiscal year budget in existence at the time of the breach. Damages for any Contractor breach shall not exceed 150% of the contract maximum "not to exceed" value. Contractor's tort liability shall not be limited.

13. **FORCE MAJEURE.** Neither party shall be deemed to be in violation of this Contract if it is prevented from performing any of its obligations hereunder due to strikes, failure of public transportation, devil or military authority, act of public enemy, accidents, fires, explosions, or acts of God, including, without limitation, earthquakes, floods, winds, or storms. In such an event the intervening cause must not be through the fault of the party asserting such an excuse, and the excused party is obligated to promptly perform in accordance with the terms of the Contract after the intervening cause ceases.

14. **INDEMNIFICATION.** To the fullest extent permitted by law, Contractor shall indemnify, hold harmless and defend, not excluding the State's right to participate, the State from and against all liability, claims, actions, damages, losses, and expenses, including, without limitation, reasonable attorneys' fees and costs, arising out of any alleged negligent or willful acts or omissions of Contractor, its officers, employees and agents.

15. **INDEPENDENT CONTRACTOR.** Contractor is associated with the State only for the purposes and to the extent specified in this Contract, and in respect to performance of the contracted services pursuant to this Contract, Contractor is and shall be an independent contractor and, subject only to the terms of this Contract, shall have the sole right to supervise, manage, operate, control, and direct performance of the details incident to its duties under this Contract. Nothing contained in this Contract shall be deemed or construed to create a partnership or joint venture, to create relationships of an employer-employee or principal-agent, or to otherwise create any liability for the State whatsoever with respect to the indebtedness, liabilities, and obligations of Contractor or any other party. Contractor shall be solely responsible for, and the State shall have no obligation with respect to: (1) withholding of income taxes, FICA or any other taxes or fees; (2) industrial insurance coverage; (3) participation in any group insurance plans available to employees of the State; (4) participation or contributions by either Contractor or the State to the Public Employees Retirement System; (5) accumulation of vacation leave or sick leave; or (6) unemployment compensation coverage provided by the State. Contractor shall indemnify and hold State harmless from, and defend State against, any and all losses, damages, claims, costs, penalties, liabilities, and expenses arising or incurred because of, incident to, or otherwise with respect to any such taxes or fees. Neither Contractor nor its employees, agents, or representatives shall be considered employees of the State. The State and Contractor shall evaluate the nature of services and term negotiated in order to determine "independent contractor" status and shall monitor the work relationship throughout the term of the Contract to ensure that the independent contractor relationship remains as such. To assist in determining the appropriate status (employee or independent contractor), Contractor represents as follows:

*This space blank intentionally*

**Contractor's Initials**

	YES	NO
1. Does the Contracting Agency have the right to require control of when, where and how the independent contractor is to work?	_____	_____X_____
2. Will the Contracting Agency be providing training to the independent contractor?	_____	_____X_____
3. Will the Contracting Agency be furnishing the independent contractor with worker's space, equipment, tools, supplies or travel expenses?	_____X_____	_____
4. Are any of the workers who assist the independent contractor in performance of his/her duties employees of the State of Nevada?	_____X_____	_____
5. Does the arrangement with the independent contractor contemplate continuing or recurring work (even if the services are seasonable, part-time, or of short duration)?	_____X_____	_____
6. Will the State of Nevada incur an employment liability if the independent contractor is terminated for failure to perform?	_____	_____X_____
7. Is the independent contractor restricted from offering his/her services to the general public while engaged in this work relationship with the State?	_____	_____X_____

16. **INSURANCE SCHEDULE.** Unless expressly waived in writing by the State, Contractor, as an independent contractor and not an employee of the State, must carry policies of insurance in amounts specified in this Insurance Schedule and pay all taxes and fees incident hereunto. The State shall have no liability except as specifically provided in the Contract. The Contractor shall not commence work before:

1) Contractor has provided the required evidence of insurance and obtained approval from the Contracting Agency of the State, and

2) The Contracting Agency has approved the insurance policies provided by the Contractor.

Prior approval of the insurance policies by the Contracting Agency shall be a condition precedent to any payment of consideration under this Contract and the Contracting Agency's approval of any changes to insurance coverage during the course of performance shall constitute an ongoing condition subsequent this Contract. Any failure of the Contracting Agency to timely approve shall not constitute a waiver of the condition.

**Insurance Coverage:** The contractor shall, at the Contracting Agency's expense as provided for in Attachment B, paragraph 2, procure, maintain and keep in force for the duration of the Contract such insurance as required by law, conforming to the minimum requirements specified below. Unless specifically specified herein or otherwise agreed to by the State, the required insurance shall be in effect prior to the commencement of work by the Contractor and shall continue in force as appropriate until the latter of:

1. Final acceptance by the State of the completion of this Contract; or
2. Such time as the insurance is no longer required by the State under the terms of this Contract.

Any insurance or self-insurance available to the State shall be excess of and non-contributing with any insurance required from Contractor. Contractor's insurance policies shall apply on a primary basis. Until such time as the insurance is no longer required by the State, Contractor shall provide the State with renewal or replacement evidence of insurance no less than thirty (30) days before the expiration or replacement of the required insurance. If at any time during the period when insurance is required by the Contract, an insurer or surety shall fail to comply with the requirements of this Contract, as soon as Contractor has knowledge of any such failure, Contractor shall immediately notify the State and immediately replaced such insurance or bond with an insurer meeting the requirements.

**Workers' Compensation and Employer's Liability Insurance--OPTIONAL**

- 1) Contractor shall provide proof of worker's compensation insurance as required of Nevada Revised Statutes Chapters 616A through 616D inclusive.
- 2) Employer's Liability insurance with a minimum limit of \$500,000 each employee per accident for bodily injury by accident or disease.

If this contract is for temporary or leased employees, an *Alternate Employer* endorsement must be attached to the Contractor's workers' compensation insurance policy.



- 3) If the Contractor qualifies as a sole proprietor as defined in NRS Chapter 616A.310, and has elected to not purchase industrial insurance for himself/herself, the sole proprietor must submit to the contracting State agency a fully executed "Affidavit of Rejection of Coverage Under NRS 616B.627 and NRS 617.210 form.

**Commercial General Liability Insurance—NOT REQUIRED**

- 1) Minimum Limits required:
  - \$ N/A General Aggregate
  - \$ \_\_\_\_\_ Products & Completed Operations Aggregate
  - \$ \_\_\_\_\_ Personal and Advertising Injury
  - \$ \_\_\_\_\_ Each Occurrence
- 2) Coverage shall be on an occurrence basis and shall be at least as broad as ISO 1996 form CG 00 01 (or a substitute from providing equivalent coverage); and shall cover liability arising from premises, operations, independent contractors, completed operations, personal injury, products, civil lawsuits, Title VII actions and liability assumed under an insured contract (including the tort liability of another assumed in a business contract).

**Business Automobile Liability Insurance—NOT REQUIRED**

- 1) Minimum Limit required: \$ N/A Each Occurrence for bodily injury and property damage.
- 2) Coverage shall be for "any auto" (including owned, non-owned and hired vehicles).  
The policy shall be written on ISO form CA 00 01 or a substitute providing equivalent liability coverage. If necessary, the policy shall be endorsed to provide contractual liability coverage.

**Professional Liability Insurance**

- 1) Minimum Limit required: \$500,000 Each Claim.
- 2) Retroactive date: Prior to commencement of the performance of the contract.
- 3) Discovery period: Three (3) years after termination date of contract.
- 4) A certified copy of this policy may be required.

**Umbrella or Excess Liability Insurance—NOT REQUIRED**

- 1) May be used to achieve the above minimum liability limits.
- 2) Shall be endorsed to state it is "As Broad as Primary Policy"

**Commercial Crime Insurance—NOT REQUIRED**

Minimum Limit required: \$ N/A Per Loss for Employee Dishonesty

This insurance shall be underwritten on a blanket form amending the definition of "employee" to include all employees of the Vendor regardless of position or category.

**Performance Security—NOT REQUIRED**

Amount required: \$ N/A

- 1) Security may be in the form of surety bond, Certificate of Deposit or Treasury Note payable to the State of Nevada, only.
- 2) The security shall be deposited with the contracting State agency no later than ten (10) working days following award of the Contract to Contractor.
- 3) Upon successful Contract completion, the security and all interest earned, if any, shall be returned to the Contractor.

**General Requirements:**

- a. **Additional Insured:** By endorsement to the general liability insurance policy evidenced by Contractor, *The State of Nevada, (the agency), its officers, employees and immune contractors* as defined in NRS41.0307 shall be named as additional insureds for all liability arising from the Contract.
- b. **Waiver of Subrogation:** Each liability insurance policy shall provide for a waiver of subrogation as to additional insureds.
- c. **Cross-Liability:** All required liability policies shall provide cross-liability coverage as would be achieved under the standard ISO separation of insureds clause.

- d. Deductibles and Self-Insured Retentions: Insurance maintained by Contractor shall apply on a first dollar basis without application of a deductible or self-insured retention unless otherwise specifically agreed to by the State. Such approved shall not relieve Contractor from the obligation to pay any deductible or self-insured retention. Any deductible or self-insured retention shall not exceed \$5,000 per occurrence, unless otherwise approved by the Risk Management Division.
- e. Policy Cancellation: Except for ten days notice for non-payment of premium, each insurance policy shall be endorsed to state that; without thirty (30) days prior written notice to the State of Nevada, c/o Contracting Agency, the policy shall not be canceled, non-renewed or coverage and/or limits reduced or materially altered, and shall provide that notices required by this paragraph shall be sent by certified mail to the address below.
- f. Approved Insurer: Each insurance policy shall be:
  - 1) Issued by insurance companies authorized to do business in the State of Nevada or eligible surplus lines insurers acceptable to the State and having agents in Nevada upon whom service of process may be made, and
  - 2) Currently rated the A.M. Best as "A- VII" or better.

**Evidence of Insurance:**

Prior to the start of any Work, Contractor must provide the following documents to the contracting State agency:

- 1) Certificate of Insurance: The Acord 25 Certificate of Insurance form or a form substantially similar must be submitted to the State to evidence the insurance policies and coverages required of Contractor.
- 2) Additional Insured Endorsement: An Additional Insured Endorsement (CG20 10 or C20 26), signed by an authorized insurance company representative, must be submitted to the State to evidence the endorsement of the State as an additional insured per General Requirements, Subsection a above.
- 3) Schedule of Underlying Insurance Policies: If Umbrella or Excess policy is evidenced to comply with minimum limits, a copy of the Underlyer Scheduled from the Umbrella or Excess insurance policy may be required.

Review and Approval: Documents specified above must be submitted for review and approval by the State prior to the commencement of work by Contractor. Neither approval by the State nor failure to disapprove the insurance furnished by Contractor shall relieve Contractor of Contractor's full responsibility to provide the insurance required by this Contract. Compliance with the insurance requirements of this Contract shall not limit the liability of Contractor or its subcontractors, employees or agents to the State or others, and shall be in addition to and not in lieu of any other remedy available to the State under this Contract or otherwise. The State reserves the right to request and review a copy of any required insurance policy or endorsement to assure compliance with these requirements.

**Mail all required insurance documents to the Contracting Agency identified on page one of the contract.**

- 17. COMPLIANCE WITH LEGAL OBLIGATIONS. Contractor shall procure and maintain for the duration of this Contract any state, county, city or federal license, authorization, waiver, permit, qualification or certification required by statute, ordinance, law, or regulation to be held by Contractor to provide the goods or services required by this Contract. Contractor will be responsible to pay all taxes, assessments, fees, premiums, permits, and licenses required by law. Real property and personal property taxes are the responsibility of Contractor in accordance with NRS 361.157 and 361.159. Contractor agrees to be responsible for payment of any such government obligations not paid by its subcontractors during performance of this Contract. The State may set-off against consideration due any delinquent government obligation in accordance with NRS 353C.190.
- 18. WAIVER OF BREACH. Failure to declare a breach or the actual waiver of any particular breach of the Contract or its material or nonmaterial terms by either party shall not operate as a waiver by such party of any of its rights or remedies as to any other breach.
- 19. SEVERABILITY. If any provision contained in this Contract is held to be unenforceable by a court of law or equity, this Contract shall be construed as if such provision did not exist and the nonenforceability of such provision shall not be held to render any other provision or provisions of this Contract unenforceable.
- 20. ASSIGNMENT/DELEGATION. To the extent that any assignment of any right under this Contract changes the duty of either party, increases the burden or risk involved, impairs the chances of obtaining the performance of this Contract, attempts to operate as a novation, or includes a waiver or abrogation of any defense to payment by State, such offending portion of the assignment shall be void, and shall be a breach of this Contract. Contractor shall neither assign, transfer nor delegate any rights, obligations or duties under this Contract without the prior written consent of the State.
- 21. STATE OWNERSHIP OF PROPRIETARY INFORMATION. Any reports, histories, studies, tests, manuals, instructions, photographs, negatives, blueprints, plans, maps, data, system designs, computer code (which is intended to be

consideration under the Contract), or any other documents or drawings, prepared or in the course of preparation by Contractor (or its subcontractors) in performance of its obligations under this Contract shall be the exclusive property of the State and all such materials shall be delivered into State possession by Contractor upon completion, termination, or cancellation of this Contract. Contractor shall not use, willingly allow, or cause to have such materials used for any purpose other than performance of Contractor's obligations under this Contract without the prior written consent of the State. Notwithstanding the foregoing, the State shall have no proprietary interest in any materials licensed for use by the State that are subject to patent, trademark or copyright protection.

22. **PUBLIC RECORDS.** Pursuant to NRS 239.010, information or documents received from Contractor may be open to public inspection and copying. The State will have the duty to disclose unless a particular record is made confidential by law or a common law balancing of interests. Contractor may label specific parts of an individual document as a "trade secret" or "confidential" in accordance with NRS 333.333, provided that Contractor thereby agrees to indemnify and defend the State for honoring such a designation. The failure to so label any document that is released by the State shall constitute a complete waiver of any and all claims for damages caused by any release of the records.

23. **CONFIDENTIALITY.** Contractor shall keep confidential all information, in whatever form, produced, prepared, observed or received by Contractor to the extent that such information is confidential by law or otherwise required by this Contract.

24. **FEDERAL FUNDING.** In the event federal funds are used for payment of all or part of this Contract:

a. Contractor certifies, by signing this Contract, that neither it nor its principals are presently debarred, suspended, proposed for debarment, declared ineligible, or voluntarily excluded from participation in this transaction by any federal department or agency. This certification is made pursuant to the regulations implementing Executive Order 12549, Debarment and Suspension, 28 C.F.R. pt. 67, § 67.510, as published as pt. VII of the May 26, 1988, Federal Register (pp. 19160-19211), and any relevant program-specific regulations. This provision shall be required of every subcontractor receiving any payment in whole or in part from federal funds.

b. Contractor and its subcontractors shall comply with all terms, conditions, and requirements of the Americans with Disabilities Act of 1990 (P.L. 101-136), 42 U.S.C. 12101, as amended, and regulations adopted thereunder contained in 28 C.F.R. 26.101-36.999, inclusive, and any relevant program-specific regulations.

c. Contractor and its subcontractors shall comply with the requirements of the Civil Rights Act of 1964, as amended, the Rehabilitation Act of 1973, P.L. 93-112, as amended, and any relevant program-specific regulations, and shall not discriminate against any employee or offeror for employment because of race, national origin, creed, color, sex, religion, age, disability or handicap condition (including AIDS and AIDS-related conditions.)

25. **LOBBYING.** The parties agree that no federal funding, if any, associated with this contract will be used for any purpose associated with or related to lobbying or influencing or attempting to lobby or influence for any purpose the following:

a. Any federal, state, county or local agency, legislature, commission, counsel or board;

b. Any federal, state, county or local legislator, commission member, counsel member, board member, or other elected official; or

c. Any officer or employee of any federal, state, county or local agency; legislature, commission, counsel or board.

26. **WARRANTIES.**

a. **General Warranty.** Contractor warrants that all services, deliverables, and/or work product under this Contract shall be completed in a workmanlike manner consistent with standards in the trade, profession, or industry; shall conform to or exceed the specifications set forth in the incorporated attachments; and shall be fit for ordinary use, of good quality, with no material defects.

b. **System Compliance.** Contractor warrants that any information system application(s) shall not experience abnormally ending and/or invalid and/or incorrect results from the application(s) in the operating and testing of the business of the State. This warranty includes, without limitation, century recognition, calculations that accommodate same century and multcentury formulas and data values and date data interface values that reflect the century. Pursuant to NRS 41.0321, the State is immune from liability due to any failure of any incorrect date being produced, calculated or generated by a computer or other information system.

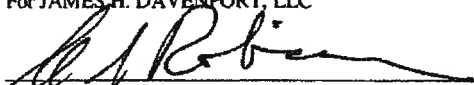
27. **PROPER AUTHORITY.** The parties hereto represent and warrant that the person executing this Contract on behalf of each party has full power and authority to enter into this Contract. Contractor acknowledges that as required by statute or regulation this Contract is effective only after approval by the State Board of Examiners and only for the period of time specified in the Contract. Any services performed by Contractor before this Contract is effective or after it ceases to be effective are performed at the sole risk of Contractor.

28. **GOVERNING LAW; JURISDICTION.** This Contract and the rights and obligations of the parties hereto shall be governed by, and construed according to, the laws of the State of Nevada, without giving effect to any principle of conflict-of-law that would require the application of the law of any other jurisdiction. The parties consent to the jurisdiction of the Nevada district courts for enforcement of this Contract.

29. ENTIRE CONTRACT AND MODIFICATION. This Contract and its integrated attachment(s) constitute the entire agreement of the parties and such are intended as a complete and exclusive statement of the promises, representations, negotiations, discussions, and other agreements that may have been made in connection with the subject matter hereof. Unless an integrated attachment to this Contract specifically displays a mutual intent to amend a particular part of this Contract, general conflicts in language between any such attachment and this Contract shall be construed consistent with the terms of this Contract. Unless otherwise expressly authorized by the terms of this Contract, no modification or amendment to this Contract shall be binding upon the parties unless the same is in writing and signed by the respective Parties hereto and approved by the Office of the Attorney General and the State Board of Examiners.

IN WITNESS WHEREOF, the parties hereto have caused this Contract to be signed and intend to be legally bound thereby.

  
 \_\_\_\_\_  
 JAMES H. DAVENPORT, ESQ. Date Independent's Contractor's Title, Managing Member  
 For JAMES H. DAVENPORT, LLC

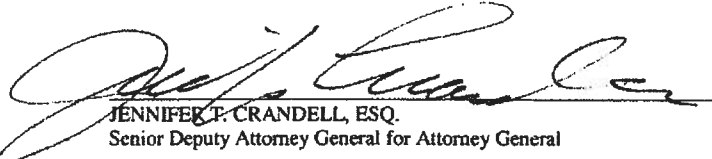
FOR  9-12-06  
 \_\_\_\_\_  
 RICHARD W. BUNKER Date Title: Chairman of the Colorado River Commission of Nevada  
 For COLORADO RIVER COMMISSION OF NEVADA

 9/12/06  
 \_\_\_\_\_  
 GEORGE M. CAAN Date Title: Executive Director of the Colorado River Commission of Nevada  
 For COLORADO RIVER COMMISSION OF NEVADA

\_\_\_\_\_  
 Signature Date Title

  
 \_\_\_\_\_  
 Signature - Board of Examiners APPROVED BY BOARD OF EXAMINERS

Approved as to form by: On 10-10-06  
 \_\_\_\_\_  
 (Date)

  
 \_\_\_\_\_  
 JENNIFER T. CRANDELL, ESQ. On \_\_\_\_\_  
 Senior Deputy Attorney General for Attorney General (Date)

**INCORPORATED ATTACHMENT A**  
**SCOPE OF WORK**

Contractor shall:

- (1) Represent Nevada and the Commission at meetings with the U.S. Department of the Interior, the Bureau of Reclamation and meetings of the several states of the Colorado River system pertaining to Colorado River management;
- (2) Participate in meetings and discussions of groups organized or impaneled to study or advance the law or policy of western water management, and to report on the development of such law or policy to the Commission;
- (3) Participate in meetings and discussions of groups of Nevada users of Colorado River water relevant to maintenance and enhancement of the Colorado River resource in Nevada;
- (4) Organize and facilitate the presentation of seminars and conferences dispensing information regarding current legal and public policy issues relevant to the Colorado River system;
- (5) Meet with users of Colorado River water in other states where opportunities may exist to pursue transactions through which the Colorado River resource in Nevada may be enhanced;
- (6) Represent Nevada and the Commission in litigation in which either is or may become a party, pursuant to existing or future designations of authority from Nevada's Attorney General to act as a Special Deputy Attorney General. *See* Attachment C, appointment of James H. Davenport as Special Deputy Attorney General; and
- (7) Periodically report to and advise the Commission regarding the above-described activities.

**INCORPORATED ATTACHMENT B**  
**CONSIDERATION**

(1) In any month that the Executive Director determines that the monthly payment in Section 6 of the Contract is disproportionately large or small, given the amount of work which the Executive Director desires to be performed under this Contract, Contractor shall invoice the Commission in the amount of \$350.00 per hour for work performed in lieu of the monthly payment.

(2) The Commission shall reimburse Contractor for all its costs and expenses directly incurred or advanced for relevant office expenses (including without limitation, long distance telephone calls, postage and delivery services, and computer, reproduction and telecopying services, meeting registrations), and transportation, lodging and meals away from the home office, required insurance and other expenditures deemed reasonable and necessary by the Commission. The travel reimbursement procedures and rates under this Contract are those applicable to employees of the State of Nevada at the time the expenses are incurred. Any such reimbursable costs and expenses must be specifically identified, and if incurred in conjunction with services for other Contractor's clients, those costs and expenses must be equitably prorated between the Commission and Contractor's other clients.



# State of Nevada

## Office of the Attorney General

I, GEORGE J. CHANOS, the duly appointed, qualified and acting Attorney General of the State of Nevada, do hereby designate and appoint

*JAMES H. DAVENPORT*  
*Special Deputy Attorney General*

of the State of Nevada, effective

*December 28, 2005*

  
GEORGE J. CHANOS, Attorney General

I, James H. Davenport, do solemnly swear that I will support, protect and defend the Constitution and Government of the United States, and the Constitution and Government of the State of Nevada, against all enemies, whether domestic or foreign, and that I will bear true faith, allegiance, and loyalty to the same, any ordinance, resolution of law of any state notwithstanding, and that I will well and faithfully perform all of the duties of the office of

*Special Deputy Attorney General*

on which I am about to enter; so help me God.



Subscribed and Affirmed this  
3rd day of JANUARY, 2006.

  
NOTARY PUBLIC

