



## TERMS AND CONDITIONS

1. **Purchase Order and Part Number.** Buyer's Purchase Order (also referred to herein as "P.O.") numbers must appear on all invoice and packing lists. Purchase Order number must show on all Bills of Lading, cartons, containers, etc.
2. **Price.** This order is not to be filled at a higher price than last charged or quoted unless so authorized in writing by Buyer's Procurement Services Division.
3. **Inspection.** All materials ordered are subject to inspection and test by Buyer. Buyer shall have the right to reject or to require correction of material found not to conform to this purchase order. At Buyer's option, rejected material will be held for Seller's instruction and at Seller's risk or returned at Seller's expense. Payment for material prior to inspection shall not constitute Buyer's acceptance.
4. **Entire Contract.** The terms and conditions stated herein and stated in any Invitation For Bid, Request For Proposal, Request For Quotation and/or any other Contract Documents from which this P.O. is derived, shall constitute the entire contract between Buyer and Seller and no agreement or other understanding in any way modifying the same shall be binding unless made in writing signed by a duly authorized representative of Buyer. For purposes of this P.O., the term "Contract Documents" refers to any Invitation For Bid, Request For Proposal, Request For Quotation or any other terms and conditions issued by Buyer to which this P.O. applies.
5. **Acceptance.** Acceptance is limited to the provisions set forth in this order including these terms and conditions and those on the face hereof or incorporated herein by reference. Seller's performance of any work or shipment of materials covered by this order without having received Buyer's express written assent to a modification of or addition to the terms hereof shall constitute Seller's acceptance of these terms despite any language to the contrary in Seller's quotation, acknowledgement, confirmation or other communication made in response to this order, and such action by Seller shall constitute a waiver of any such language. Buyer's silence or acceptance of any work performed or materials shipped shall in no event be deemed Buyer's acceptance of any terms contained in Seller's quotation, acknowledgement, confirmation, or other communication received from Seller which are different from or in addition to the terms hereof.
6. **Delivery.** Time is of the essence in the filling of this order. No delays in shipment of material or rendition of services will be permitted except as authorized by Buyer in writing. Please notify Buyer at once of anticipated delay. Excessive or unusual transportation changes caused by Seller's inability to deliver by specified date and in specified quantities shall be charged back to Seller. Right is reserved to cancel order if the foregoing is not complied with. In the event of cancellation pursuant to this clause, Buyer may procure similar articles or services elsewhere or secure the manufacture and delivery of the articles by purchase order or otherwise, and Seller shall be liable to Buyer for any excess cost.
7. **Packing and Shipping.** All goods shall be packed, crated and braced to prevent damage or deterioration and classified on Bills of Lading in accordance with National Motor Freight or Uniform Freight Classification rules and regulations and carriers tariffs. No charge shall be paid by Buyer for preparation, packing, crating, or cartage unless separately stated in this order. All shipments to be forwarded on one day to one address shall be consolidated and shipped to protect lowest transportation charge. Buyer's count or weight shall be final and conclusive on shipments.
8. **Changes and Cancellation.** Buyer may at any time by written order make changes in the materials or work ordered, including changes in drawings and specifications or require additional work or materials. If such changes cause an increase or decrease in Seller's cost or in the time required for performance, an equitable adjustment shall be made and this order shall be modified in writing. Failure to agree to an adjustment shall not excuse the Seller from proceeding with this order as changed. Buyer reserves the right to cancel or suspend all or from time to time, any undelivered or unexecuted portion of this order. Changes shall not be binding upon Buyer until agreed to in writing by a member of Buyer's Purchasing Department.
9. **Warranty.** In addition to any warranty implied by fact or law, Seller expressly warrants all items to be free from defects in design, workmanship and material; to conform strictly to applicable specifications, drawings, approved samples, if any; and to be fit and sufficient for the purpose intended, and to be merchantable. Such warranties, together with all other service warranties of Seller, shall run to Buyer. All warranties shall survive inspection, test, acceptance of and payment by Buyer. In the event of breach of warranty, Buyer may, at its option, either return for credit or require prompt correction or replacement of the defective or nonconforming material to the satisfaction of the Buyer. In the event that Seller is unable to correct or replace the same, Buyer, at its elect, may correct or replace the same and Seller shall reimburse Buyer for the full cost of making such correction or replacement.
10. **Warranty-Price.** Seller warrants the Buyer shall not be billed at prices higher than stated on this Purchase Order unless authorized by a Purchase Order Change Notice issued and signed by Buyer. Seller represents that the price charged for the goods or services covered by this order, is the lowest price charged by the Seller to buyers of a class similar to Buyer under conditions similar to those specified in this order and the prices comply with applicable government regulations in effect at time of quotation, sale or delivery. Seller agrees that any price reduction made in items covered by this order subsequent to the placement of this order will be applicable to this order.
11. **Patents and Design Rights.** Seller agrees to defend, protect and save Buyer harmless against all suits and from all damages, claims, and demands for actual or alleged infringement of any patents by reason of any manufacture, use of materials covered by this order except insofar as any such suit, damage, claim or demand is directly attributable to such materials being manufactured by Seller according to Buyer's detailed design. Seller hereby agrees that this order covers development work and any discoveries, inventions or patents result therefrom, the entire right, title and interest in and to such discoveries, inventions and patents shall belong exclusively to Buyer.
12. **Indemnification.** Seller agrees to indemnify, defend and hold Buyer, its officers, employees and agents, harmless from any and all costs, losses, expenses, damages, claims, suits or any liability whatsoever, including attorney's fees resulting from injury, including death, to person or damage to property arising out of or in any manner connected with the performance of this order, whether arising out of, caused by or contributed to in whole or in part by the acts or omissions of the Seller, or its subcontractors or their respective employees. Seller agrees to maintain, and require its sub contractors to maintain (1) public liability and property damage insurance in amounts satisfactory to Buyer to cover obligations set forth above, and (2) Workmen's Compensation insurance covering all employees engaged in the performance of this order. Seller shall furnish to Buyer certificates evidencing such insurance.
13. **Compliance with Laws and Regulations.** Seller agrees that it will comply with all federal, state and local laws and regulations applicable to the production; sale and delivery of the goods or the furnishing of any labor or services called for by this order, and any provisions required thereby to be included herein shall be deemed to be incorporated herein by reference. Without limiting the generality of the foregoing: (a) There is incorporated herein by reference the contract provisions of paragraphs (1) through (7) of Section 202 of Executive Order 11246, as amended, provided that where necessary to make the context thereof applicable to this order the term "Contractor" shall mean Seller and the term "Contract" shall mean this order. The Seller certifies that the goods called for by this order have been or will be produced in compliance with the requirements of the Fair Labor Standards Act of 1938, as amended, and a certification evidencing such compliance shall be printed, stamped or typed on the Seller's invoices.
14. **Occupational Safety and Health.** Seller represents that all goods and/or services sold or furnished to Buyer hereunder will comply with all applicable laws and government regulations relating to the occupational safety and health of employees, specifically including the Federal Occupational Safety and Health Act of 1970 and any rules, regulations, standards or orders issued thereunder, (herein collectively called, "Occupational Safety and Health Requirements") and Seller agrees to indemnify and hold harmless Buyer against any claims, losses, damages, fines, penalties, costs and expenses suffered or incurred by Buyer as a result of any violation of or non-compliance with any Occupational Safety and Health Requirements caused or contributed to by the failure of such goods and/or services to so comply. Seller agrees upon request to furnish to Buyer any and all information regarding the ingredients of goods sold or furnished to Buyer hereunder and to comply with any other reasonable request of Buyer made in connection with the application of any Occupational Safety and Health Requirements to Buyer, its employees and property.
15. **No Waiver of Sovereign Immunity.** No provision of this contract is intended, or shall be construed, to be a waiver for any purpose by KUA of its sovereign immunity, and any accompanying limitations on KUA's liability pursuant to same, as set forth in Florida Statutes, Chapter 768, Section 768.28.
16. **No Third Party Beneficiaries.** No provisions of this contract shall be construed to benefit in any way any party not a signatory hereto.
17. **Jurisdiction, Venue and Application of Florida Law.** Jurisdiction and venue under any claim or cause of action arising under the contract, or related to performance thereunder, shall lie in the courts of competent jurisdiction of Osceola County, Florida. All claims or causes of action arising under the contract shall be resolved in accordance with the laws of the State of Florida.
18. **Miscellaneous.** This order and the performance by the parties hereunder shall be construed and governed by the law of the State of Florida.