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Becker

**ATTORNEY GENERAL  
DEPARTMENT OF JUSTICE**

33 CAPITOL STREET  
CONCORD, NEW HAMPSHIRE 03301-6397

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JOSEPH A. FOSTER  
ATTORNEY GENERAL

ANN M. RICE  
DEPUTY ATTORNEY GENERAL



June 1, 2015

Her Excellency, Governor Margaret Wood Hassan  
And the Honorable Council  
State House  
Concord, NH 03301

REQUESTED ACTION

Authorize the Department of Justice to enter into a **sole source** contract with Attorney David F. Conley of Concord, NH, in the amount of \$50,000 for the purpose of serving as a Hearing Officer on an as-needed basis for appeals before any of the environmental councils of the Department of Environmental Services effective July 1, 2015 through June 30, 2017. 100% Transfer from other agencies (Environmental Services).

Funding is available in account #02-20-20-200510-2613-500460, Department of Justice, Environmental Bureau as follows with the authority to adjust encumbrances in each of the State fiscal years through the Budget Office if needed and justified and anticipated to be available upon the availability and continued appropriation of funds in the future operating budget.

<u>Class</u>	<u>Description</u>	<u>SFY 2016</u>	<u>SFY 2017</u>
046-500460	Consultants-non-benefitted	\$25,000	\$25,000

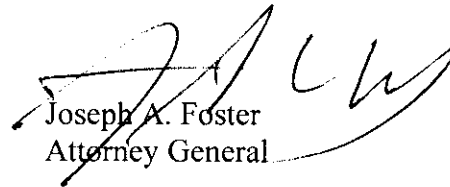
EXPLANATION

**This item is sole source because Attorney Conley is currently performing these functions for the DOJ and it is important that we maintain continuity for the integrity of the program.**

Chapter 354, Laws of 2010 ("Chapter 354"), an act relative to appeals of decisions by the Department of Environmental Services, authorized the Attorney General to appoint one or more individuals to serve as a hearings officer for appeals to any of the environmental councils established by RSA 21-O. On October 20, 2010 the Attorney General and the Commissioner of the Department of Environmental Services entered into a memorandum of understanding for this purpose.

Attorney David F. Conley was originally selected from other applicants and appointed to serve on an as-needed basis to act as the Hearings officer. This amendment will allow him to continue to serve as needed through the end of Fiscal Year 2017.

Respectfully submitted,



Joseph A. Foster  
Attorney General

Enc.

#1214582

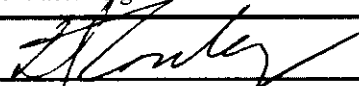
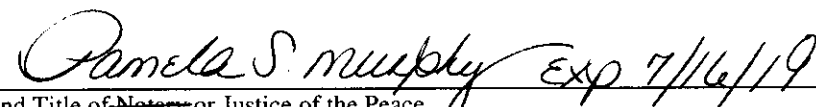
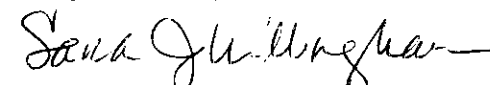
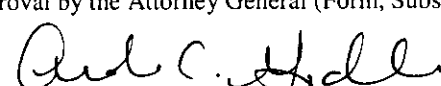
Subject: Agreement with David Conley FORM NUMBER P-37 ( version 1/09)

### AGREEMENT

The State of New Hampshire and the Contractor hereby mutually agree as follows:

#### GENERAL PROVISIONS

##### 1. IDENTIFICATION.

1.1 State Agency Name Department of Justice		1.2 State Agency Address 33 Capitol Street, Concord, NH 03301	
1.3 Contractor Name David Conley, Esq.		1.4 Contractor Address 20 Westbourne Road, Concord, NH 033011	
1.5 Contractor Phone Number (603)224-4324	1.6 Account Number 2613-046-500460	1.7 Completion Date JUNE 30, 2017	1.8 Price Limitation \$50,000
1.9 Contracting Officer for State Agency K. Allen Brooks		1.10 State Agency Telephone Number (603) 271-4900	
1.11 Contractor Signature 		1.12 Name and Title of Contractor Signatory David Conley, Esq.	
1.13 Acknowledgement: State of <u>NH</u> , County of <u>Merrimack</u> On <u>5/20/15</u> , before the undersigned officer, personally appeared the person identified in block 1.12, or satisfactorily proven to be the person whose name is signed in block 1.11, and acknowledged that s/he executed this document in the capacity indicated in block 1.12.			
1.13.1 Signature of <del>Notary Public</del> or Justice of the Peace [Seal]  exp 7/16/19			
1.13.2 Name and Title of <del>Notary</del> or Justice of the Peace Pamela S. Murphy			
1.14 State Agency Signature Kathleen Carr		1.15 Name and Title of State Agency Signatory Kathy Carr, Director of Administration	
1.16 Approval by the N.H. Department of Administration, Division of Personnel (if applicable) By:  Director, On: 5-21-15			
1.17 Approval by the Attorney General (Form, Substance and Execution) By:  On: 5/27/15			
1.18 Approval by the Governor and Executive Council By: _____ On: _____			

**2. EMPLOYMENT OF CONTRACTOR/SERVICES TO BE PERFORMED.** The State of New Hampshire, acting through the agency identified in block 1.1 ("State"), engages contractor identified in block 1.3 ("Contractor") to perform, and the Contractor shall perform, the work or sale of goods, or both, identified and more particularly described in the attached EXHIBIT A which is incorporated herein by reference ("Services").

**3. EFFECTIVE DATE/COMPLETION OF SERVICES.**

3.1 Notwithstanding any provision of this Agreement to the contrary, and subject to the approval of the Governor and Executive Council of the State of New Hampshire, this Agreement, and all obligations of the parties hereunder, shall not become effective until the date the Governor and Executive Council approve this Agreement ("Effective Date").  
3.2 If the Contractor commences the Services prior to the Effective Date, all Services performed by the Contractor prior to the Effective Date shall be performed at the sole risk of the Contractor, and in the event that this Agreement does not become effective, the State shall have no liability to the Contractor, including without limitation, any obligation to pay the Contractor for any costs incurred or Services performed. Contractor must complete all Services by the Completion Date specified in block 1.7.

**4. CONDITIONAL NATURE OF AGREEMENT.**

Notwithstanding any provision of this Agreement to the contrary, all obligations of the State hereunder, including, without limitation, the continuance of payments hereunder, are contingent upon the availability and continued appropriation of funds, and in no event shall the State be liable for any payments hereunder in excess of such available appropriated funds. In the event of a reduction or termination of appropriated funds, the State shall have the right to withhold payment until such funds become available, if ever, and shall have the right to terminate this Agreement immediately upon giving the Contractor notice of such termination. The State shall not be required to transfer funds from any other account to the Account identified in block 1.6 in the event funds in that Account are reduced or unavailable.

**5. CONTRACT PRICE/PRICE LIMITATION/PAYMENT.**

5.1 The contract price, method of payment, and terms of payment are identified and more particularly described in EXHIBIT B which is incorporated herein by reference.  
5.2 The payment by the State of the contract price shall be the only and the complete reimbursement to the Contractor for all expenses, of whatever nature incurred by the Contractor in the performance hereof, and shall be the only and the complete compensation to the Contractor for the Services. The State shall have no liability to the Contractor other than the contract price.  
5.3 The State reserves the right to offset from any amounts otherwise payable to the Contractor under this Agreement those liquidated amounts required or permitted by N.H. RSA 80:7 through RSA 80:7-c or any other provision of law.

5.4 Notwithstanding any provision in this Agreement to the contrary, and notwithstanding unexpected circumstances, in no event shall the total of all payments authorized, or actually made hereunder, exceed the Price Limitation set forth in block 1.8.

**6. COMPLIANCE BY CONTRACTOR WITH LAWS AND REGULATIONS/ EQUAL EMPLOYMENT OPPORTUNITY.**

6.1 In connection with the performance of the Services, the Contractor shall comply with all statutes, laws, regulations, and orders of federal, state, county or municipal authorities which impose any obligation or duty upon the Contractor, including, but not limited to, civil rights and equal opportunity laws. In addition, the Contractor shall comply with all applicable copyright laws.  
6.2 During the term of this Agreement, the Contractor shall not discriminate against employees or applicants for employment because of race, color, religion, creed, age, sex, handicap, sexual orientation, or national origin and will take affirmative action to prevent such discrimination.  
6.3 If this Agreement is funded in any part by monies of the United States, the Contractor shall comply with all the provisions of Executive Order No. 11246 ("Equal Employment Opportunity"), as supplemented by the regulations of the United States Department of Labor (41 C.F.R. Part 60), and with any rules, regulations and guidelines as the State of New Hampshire or the United States issue to implement these regulations. The Contractor further agrees to permit the State or United States access to any of the Contractor's books, records and accounts for the purpose of ascertaining compliance with all rules, regulations and orders, and the covenants, terms and conditions of this Agreement.

**7. PERSONNEL.**

7.1 The Contractor shall at its own expense provide all personnel necessary to perform the Services. The Contractor warrants that all personnel engaged in the Services shall be qualified to perform the Services, and shall be properly licensed and otherwise authorized to do so under all applicable laws.  
7.2 Unless otherwise authorized in writing, during the term of this Agreement, and for a period of six (6) months after the Completion Date in block 1.7, the Contractor shall not hire, and shall not permit any subcontractor or other person, firm or corporation with whom it is engaged in a combined effort to perform the Services to hire, any person who is a State employee or official, who is materially involved in the procurement, administration or performance of this Agreement. This provision shall survive termination of this Agreement.  
7.3 The Contracting Officer specified in block 1.9, or his or her successor, shall be the State's representative. In the event of any dispute concerning the interpretation of this Agreement, the Contracting Officer's decision shall be final for the State.

**8. EVENT OF DEFAULT/REMEDIES.**

8.1 Any one or more of the following acts or omissions of the Contractor shall constitute an event of default hereunder ("Event of Default"):

- 8.1.1 failure to perform the Services satisfactorily or on schedule;
- 8.1.2 failure to submit any report required hereunder; and/or
- 8.1.3 failure to perform any other covenant, term or condition of this Agreement.

8.2 Upon the occurrence of any Event of Default, the State may take any one, or more, or all, of the following actions:

- 8.2.1 give the Contractor a written notice specifying the Event of Default and requiring it to be remedied within, in the absence of a greater or lesser specification of time, thirty (30) days from the date of the notice; and if the Event of Default is not timely remedied, terminate this Agreement, effective two (2) days after giving the Contractor notice of termination;
- 8.2.2 give the Contractor a written notice specifying the Event of Default and suspending all payments to be made under this Agreement and ordering that the portion of the contract price which would otherwise accrue to the Contractor during the period from the date of such notice until such time as the State determines that the Contractor has cured the Event of Default shall never be paid to the Contractor;
- 8.2.3 set off against any other obligations the State may owe to the Contractor any damages the State suffers by reason of any Event of Default; and/or
- 8.2.4 treat the Agreement as breached and pursue any of its remedies at law or in equity, or both.

**9. DATA/ACCESS/CONFIDENTIALITY/PRESERVATION.**

9.1 As used in this Agreement, the word "data" shall mean all information and things developed or obtained during the performance of, or acquired or developed by reason of, this Agreement, including, but not limited to, all studies, reports, files, formulae, surveys, maps, charts, sound recordings, video recordings, pictorial reproductions, drawings, analyses, graphic representations, computer programs, computer printouts, notes, letters, memoranda, papers, and documents, all whether finished or unfinished.

9.2 All data and any property which has been received from the State or purchased with funds provided for that purpose under this Agreement, shall be the property of the State, and shall be returned to the State upon demand or upon termination of this Agreement for any reason.

9.3 Confidentiality of data shall be governed by N.H. RSA chapter 91-A or other existing law. Disclosure of data requires prior written approval of the State.

**10. TERMINATION.** In the event of an early termination of this Agreement for any reason other than the completion of the Services, the Contractor shall deliver to the Contracting Officer, not later than fifteen (15) days after the date of termination, a report ("Termination Report") describing in detail all Services performed, and the contract price earned, to and including the date of termination. The form, subject matter, content, and number of copies of the Termination

Report shall be identical to those of any Final Report described in the attached EXHIBIT A.

**11. CONTRACTOR'S RELATION TO THE STATE.** In the performance of this Agreement the Contractor is in all respects an independent contractor, and is neither an agent nor an employee of the State. Neither the Contractor nor any of its officers, employees, agents or members shall have authority to bind the State or receive any benefits, workers' compensation or other emoluments provided by the State to its employees.

**12. ASSIGNMENT/DELEGATION/SUBCONTRACTS.** The Contractor shall not assign, or otherwise transfer any interest in this Agreement without the prior written consent of the N.H. Department of Administrative Services. None of the Services shall be subcontracted by the Contractor without the prior written consent of the State.

**13. INDEMNIFICATION.** The Contractor shall defend, indemnify and hold harmless the State, its officers and employees, from and against any and all losses suffered by the State, its officers and employees, and any and all claims, liabilities or penalties asserted against the State, its officers and employees, by or on behalf of any person, on account of, based or resulting from, arising out of (or which may be claimed to arise out of) the acts or omissions of the Contractor. Notwithstanding the foregoing, nothing herein contained shall be deemed to constitute a waiver of the sovereign immunity of the State, which immunity is hereby reserved to the State. This covenant in paragraph 13 shall survive the termination of this Agreement.

**14. INSURANCE.**


14.1 The Contractor shall, at its sole expense, obtain and maintain in force, and shall require any subcontractor or assignee to obtain and maintain in force, the following insurance:

14.1.1 comprehensive general liability insurance against all claims of bodily injury, death or property damage, in amounts of not less than \$250,000 per claim and \$2,000,000 per occurrence; and

14.1.2 fire and extended coverage insurance covering all property subject to subparagraph 9.2 herein, in an amount not less than 80% of the whole replacement value of the property.

14.2 The policies described in subparagraph 14.1 herein shall be on policy forms and endorsements approved for use in the State of New Hampshire by the N.H. Department of Insurance, and issued by insurers licensed in the State of New Hampshire.

14.3 The Contractor shall furnish to the Contracting Officer identified in block 1.9, or his or her successor, a certificate(s) of insurance for all insurance required under this Agreement. Contractor shall also furnish to the Contracting Officer identified in block 1.9, or his or her successor, certificate(s) of insurance for all renewal(s) of insurance required under this Agreement no later than fifteen (15) days prior to the expiration date of each of the insurance policies. The certificate(s) of insurance and any renewals thereof shall be

Contractor Initials   
Date 5/20/15

attached and are incorporated herein by reference. Each certificate(s) of insurance shall contain a clause requiring the insurer to endeavor to provide the Contracting Officer identified in block 1.9, or his or her successor, no less than ten (10) days prior written notice of cancellation or modification of the policy.

**15. WORKERS' COMPENSATION.**

15.1 By signing this agreement, the Contractor agrees, certifies and warrants that the Contractor is in compliance with or exempt from, the requirements of N.H. RSA chapter 281-A ("*Workers' Compensation*").

15.2 To the extent the Contractor is subject to the requirements of N.H. RSA chapter 281-A, Contractor shall maintain, and require any subcontractor or assignee to secure and maintain, payment of Workers' Compensation in connection with activities which the person proposes to undertake pursuant to this Agreement. Contractor shall furnish the Contracting Officer identified in block 1.9, or his or her successor, proof of Workers' Compensation in the manner described in N.H. RSA chapter 281-A and any applicable renewal(s) thereof, which shall be attached and are incorporated herein by reference. The State shall not be responsible for payment of any Workers' Compensation premiums or for any other claim or benefit for Contractor, or any subcontractor or employee of Contractor, which might arise under applicable State of New Hampshire Workers' Compensation laws in connection with the performance of the Services under this Agreement.

**16. WAIVER OF BREACH.** No failure by the State to enforce any provisions hereof after any Event of Default shall be deemed a waiver of its rights with regard to that Event of Default, or any subsequent Event of Default. No express failure to enforce any Event of Default shall be deemed a waiver of the right of the State to enforce each and all of the provisions hereof upon any further or other Event of Default on the part of the Contractor.

**17. NOTICE.** Any notice by a party hereto to the other party shall be deemed to have been duly delivered or given at the time of mailing by certified mail, postage prepaid, in a United States Post Office addressed to the parties at the addresses given in blocks 1.2 and 1.4, herein.

**18. AMENDMENT.** This Agreement may be amended, waived or discharged only by an instrument in writing signed by the parties hereto and only after approval of such amendment, waiver or discharge by the Governor and Executive Council of the State of New Hampshire.

**19. CONSTRUCTION OF AGREEMENT AND TERMS.**

This Agreement shall be construed in accordance with the laws of the State of New Hampshire, and is binding upon and inures to the benefit of the parties and their respective successors and assigns. The wording used in this Agreement is the wording chosen by the parties to express their mutual

intent, and no rule of construction shall be applied against or in favor of any party.

**20. THIRD PARTIES.** The parties hereto do not intend to benefit any third parties and this Agreement shall not be construed to confer any such benefit.

**21. HEADINGS.** The headings throughout the Agreement are for reference purposes only, and the words contained therein shall in no way be held to explain, modify, amplify or aid in the interpretation, construction or meaning of the provisions of this Agreement.

**22. SPECIAL PROVISIONS.** Additional provisions set forth in the attached EXHIBIT C are incorporated herein by reference.

**23. SEVERABILITY.** In the event any of the provisions of this Agreement are held by a court of competent jurisdiction to be contrary to any state or federal law, the remaining provisions of this Agreement will remain in full force and effect.

**24. ENTIRE AGREEMENT.** This Agreement, which may be executed in a number of counterparts, each of which shall be deemed an original, constitutes the entire Agreement and understanding between the parties, and supersedes all prior Agreements and understandings relating hereto.

## **EXHIBIT A**

### **SCOPE OF SERVICES**

**Date:** Effective upon Governor and Council approval through June 30, 2017

**Contractor Name:** David F. Conley  
**Contractor Address:** 20 Westbourne Road  
Concord, NH 03301

Services to be provided:

1. The Contractor, when appointed by the Attorney General, shall provide services as a Hearings Officer on a part time basis and on an as needed basis, for appeals to any of the Department of Environmental Services Councils.
2. The Contractor will act in accordance with RSA 21-M:3.
3. The Contractor will begin to provide services upon Governor and Council approval and will continue to provide services until June 30, 2017.
4. The Contractor must provide the Department of Justice 30 days notice prior to terminating the contract.
5. The Department of Justice may suspend or terminate this contract at any time and without cause upon written notice to the Contractor.

## EXHIBIT B

### CONTRACT PRICE AND METHOD OF PAYMENT

Contract period on or after Governor and Council approval through June 30, 2017

1. The total amount of all payments made to the Contractor for the performance of the services during the period of the contract shall not exceed ~~\$30,000~~. The hourly rate of pay is \$40.00. *29,500 LJC*
2. The Contractor shall utilize time sheets to accurately track the work provided for the Department of Justice.
3. Invoices shall be submitted by the Contractor to the Department of Justice Business Office on a biweekly basis. The Contractor shall be paid on a biweekly basis. An invoice for the proceeding two weeks must be completed and received by the Department of Justice Business Office prior to payment.



**EXHIBIT C**  
**SPECIAL PROVISIONS**

Contract period on or after Governor and Council approval through June 30, 2017

1. Sections 7.1, 7.2, 13, 14 of the General Provisions do not apply to this contract.
2. Section 11 of the General is deleted and modified as follows:

CONTRACTOR'S RELATION TO THE STATE, In the performance of the agreement the Contractor is in all respects an independent contractor, and is neither an agent nor an employee of the State. The Contractor will not receive any benefits, worker's compensation or other emoluments provided by the State to its employees.

3. The protections of RSA 99-D afforded to State officials and employees are hereby extended to the Contractor.
4. The Contractor will fall under the supervision of the Administrative Prosecutions Unit of the Consumer Protection Bureau of the Department of Justice.

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**DAVID F. CONLEY** is a sole practitioner in Concord, NH, where his private practice consists of tax, business and estate planning. Mr. Conley has served as a law clerk for the U.S. Tax Court and as an attorney in the Office of Chief Counsel, U.S. Treasury Department. He chaired the tax department of Sulloway & Hollis, PLLC from 1980 until his retirement in 2002. Following retirement, Mr. Conley has served as special counsel to the New Hampshire Securities Bureau and is of counsel to Germani Martemucci & Hill in Portland, Maine. He has served as a prosecutor for the New Hampshire Department of Justice, handling professional disciplinary matters before the Boards of Accountancy and Appraisers. Mr. Conley also presides over appeals of New Hampshire Department of Environmental Services decisions. He is a member and past chair of the Tax Section of the New Hampshire Bar Association and former chair of the Greater Concord Chamber of Commerce. He currently serves as a member of the Board of Trustees of the Concord Hospital Trust. Mr. Conley is admitted to practice in New Hampshire, Maine, and the District of Columbia. He is honored to have been listed in *The Best Lawyers in America* under several tax categories for more than twenty-five years. Mr. Conley is a graduate of the University of Nebraska and the Arizona State University College of Law.

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