

## State and Local Licenses and Permits

All contractors, subcontractors, suppliers and other third parties (a "Proposer") providing any proposal in response to Volkswagen's Request for Proposal ("RFP") will likely be required (i) to be licensed as a contractor under applicable Tennessee contractor licensing laws and regulations ("Licensing Laws") and all applicable state and local laws, regulations, codes and ordinances relating to licenses and building and other permits ("State/Local Laws") and (ii) to obtain all building or other permits required by State/Local Laws and authorities.

Proposer must represent in its proposal that it is currently in compliance with, and will comply with, the Licensing Laws and State/Local Laws.

Below is a summary outline of certain licenses and permits that may be required. This list is not exhaustive, may not be relied on as being a complete list of such licenses and permits, and is provided solely for information as to certain licenses and permits that may be required. It is the Proposer's responsibility to determine, obtain and comply with the required licenses and permits.

Proposer may be required to obtain a Tennessee contractor's license and to meet other requirements for licenses and permits before submitting a proposal to the RFP.

- 1) State Licenses
  - a) General Contractors

General contractors and construction managers must be licensed in the applicable classification as required by the Licensing Laws, within such contractor's or construction manager's monetary limits.

- b) Subcontractors

Subcontractors must also be licensed in the applicable classification as required by the Licensing Laws, within such subcontractor's monetary limits. Subcontractors requiring licenses include electrical, mechanical, plumbing and HVAC subcontractors.

- c) Direct Contracts

If a Proposer contracts directly with Volkswagen for construction work or for equipment or materials which the Proposer will install or furnish labor to install, and the cost of the work, equipment/materials or labor exceeds \$25,000, the Proposer may be required to obtain a contractor's license. In some cases, Tennessee refers to or classifies these licenses as specialty licenses.

d) Monetary Limits

Monetary limits are set for each Proposer, based on information submitted to the state licensing authority.

e) Licensing Board

Tennessee contractor licenses are generally issued and regulated by the Tennessee Board for Licensing Contractors.

f) Certificate of Authority

A licensed contractor which is a corporation, limited liability company or other entity generally must obtain a Certificate of Authority or Certificate of Existence from the Tennessee Secretary of State. Entities not formed as Tennessee entities generally must qualify to do business in Tennessee in order to obtain a Certificate of Authority.

2) Local Permits and Business Licenses

a) Local Government

Local permits and business licenses are regulated and issued by the City of Chattanooga and/or Hamilton County.

b) General Contractors

General contractors may be required to obtain certain permits, including land disturbing, building and stormwater permits.

c) Subcontractors

Subcontractors may be required to obtain certain permits, including electrical, mechanical, plumbing and gas permits.

d) Business Licenses

Any Proposer which performs work or engages in business in the City of Chattanooga or Hamilton County is required to obtain business licenses from the City of Chattanooga and Hamilton County.