

State and Local Licenses and Permits

Appendix P

All contractors, subcontractors, suppliers and other third parties (a "Proposer") providing any proposal in response to a Volkswagen Group of America Chattanooga Operations, LLC ("Volkswagen") Request for Proposal ("RFP") may be required (i) to be licensed as a contractor under applicable State contractor licensing laws and regulations ("Licensing Laws") and all applicable state and local laws, regulations, codes and ordinances relating to businesses, 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 is required by law to obtain the appropriate State Contractor's license and to meet other requirements for licenses and permits before it may legally submit a proposal to the RFP.

1) State Contractors' Licenses

a) General Contractors

General contractors, equipment installers, and construction managers must be licensed in the applicable classification and maintain a sufficient monetary limit 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, but are not limited to, electrical, mechanical, plumbing, and HVAC subcontractors.

c) Direct Contracts

d) 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 shall be required to obtain a commercial contractor's license. In some cases, the State of the project location may

require a specialty license; check with your attorney to clarify what may be needed. Monetary Limits

Monetary limits may be set for each Proposer, based on information submitted to the State's Board for Licensing Contractors.

e) Licensing Board

State contractor licenses are generally issued and regulated by the project State's 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 if performing work in Tennessee. Entities not formed as Tennessee entities generally must qualify to do business in Tennessee in order to obtain a Certificate of Authority and must also be qualified as a Contractor by the Tennessee Board for Licensing Contractors. For other States' business law requirements check with your legal counsel.

2) Local Permits and Business Licenses

a) Local Government

Local permits and business licenses are generally regulated and issued by the City where the project will take place.

b) General Contractors

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

c) Subcontractors

Subcontractors may be required to obtain certain permits, including commercial construction, 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. For other States' business license requirements check with your legal counsel.