



DIESEL MACHINERY, INC.

3801 North Deadwood Ave. • P.O. Box 2473 • (605) 348-7438 • Rapid City, SD 57709

Diesel Machinery, Inc.
3801 N. Deadwood Avenue
Rapid City, SD 57702
(605) 348-7438
FAX (605) 348-0370



SERVICE AGREEMENT

This Service Agreement is entered into by Diesel Machinery, Inc. of Rapid City, SD, and the generator set owner named below (herein called owner), for the purpose of setting forth the terms and conditions governing Diesel Machinery, Inc. obligations to maintain the owner's emergency standby generating set(s) and associated equipment listed below. This service will minimize the necessity of emergency service attention, thus assuring upkeep practices performed by trained and qualified personnel at a minimum of expense.

Upon acceptance of this agreement, Diesel Machinery, Inc. Of Rapid City, SD, agrees to perform the services listed below on the equipment as described in Appendix B. this work shall be performed during regular business hours at least twice each year (unless specified otherwise in this contract) that this agreement remains in effect. Time between regular bi-annual visits shall not be less than four (4) months nor more than seven (7) months.

Services to be performed:

- 1) Inspect fuel/ignition systems for condition and operation, i.e. spark plugs, spark plug wires, points condenser and coil where applicable. Diesel fuel injection systems i.e. fuel lines, fuel pump, fuel transfer pump and injectors.
- 2) Check and verify that generator safeties are functioning properly. (Low oil pressure, overtemperature, over speed)
- 3) Engine crankcase oil, engine oil filter, fuel filter(s), and air cleaner when required are included in agreed price of this maintenance contract.
- 4) The entire equipment is to be lubricated, and the oil will be changed if the running time meter indicates more than 150 hours operation since the last oil change. The crankcase oil will be changed annually, regardless of the number of operating hours. Unless otherwise specified by the owner.
- 5) Fuel tanks and lines will be inspected for the purpose of determining if excessive sludge or rust is collecting. All fuel filters and sediment bowls will be cleaned or replaced when necessary.

6) All batteries and battery connections will be inspected and reports made of any action necessary for recharging or replacing.

7) The cooling system will be checked for leaks and the anti-freeze protection level will be checked (water-cooled), while air cooled engines will be checked for proper air discharge and any, evidence of overheating. Any louvers, vents, or fans checked for proper operation.

8) The exhaust system will be checked for leaks and any signs of deterioration.

9) All fan belts will be inspected and adjusted when necessary.

10) Automatic transfer switches will be checked for proper operation, provided we can test under owner's load, and all moving parts therein will be lubricated as required. A record of transfer switch operating times will be recorded and reported to the customer.

11) All instruments will be checked for proper operation and indication. A written record will be made and included with each report.

12) After all of the above services have been completed, Diesel Machinery, Inc. will operate the generating set and automatic transfer switch, and conduct tests under the owner's load providing the owner has authorized such load.

13) Diesel Machinery, Inc. will submit a report to the owner of the entire inspection, advising the owner of any additional parts and labor that maybe necessary.

Any additional labor or parts, other than those specifically mentioned above will be billed to the owner at standard rates. Diesel Machinery, Inc. will consult with the owner or his representative before performing any additional labor or installing any additional parts other than those specifically mentioned above. A complete report of the work performed will be submitted with your invoice.

Emergency service between regular inspections will be provided during regular business hours at standard rates for labor, plus current prices for parts, plus traveling charges from Rapid City, SD. Emergency service other than during regular week day business hours will be billed at regular current prices for parts, and one and one half times the regular rate for labor. On Sundays and holidays only, the labor rates will be twice the regular rates. This agreement does not include the expenses to repair damage caused by abuse, accident, theft, acts of a third party, forces of nature, or altering the equipment. Diesel Machinery, Inc. shall not be responsible for failure to render the service for causes beyond its control, including strikes and labor disputes.

This agreement is not assignable without the consent of Diesel Machinery, Inc. of Rapid City, SD, and will remain in force until cancelled by either party through written notice to the other party, said notice providing that cancellation shall be effective 30 days after receipt of the notice.

The service consists of 2 service calls per year to cover the specific items outlined in this agreement. The cost for this service agreement is \$ 1198⁰⁰ per year for the 2 units as listed in Appendix B. Billing shall be made after each visit at the rate applicable plus any additional charges for parts and labor not covered by the basic parts and labor allowances, if any.

Please sign this service agreement and return it to:

Diesel Machinery, Inc.
3801 N. Deadwood Avenue
Rapid City, SD 57702
(605) 348-7438 phone
(605) 348-0370 fax

Upon receipt of it, we will immediately put this agreement into effect.

Accepted: Zed Davis Diesel Machinery Inc. 5/29/01

Equipment Owner

Address

City

State

Zip Code

Telephone

Signature

Title

Date

APPENDIX B

EQUIPMENT COVERED AND ANNUAL SERVICE RATE

The owner's equipment as described below is covered by this service agreement at the annual rate shown.

EQUIPMENT MANUFACTURER	MODEL NUMBER	SERIAL NUMBER	LOCATION	ANNUAL RATE
<u>ONAN</u>	<u>400DFN</u>	<u>A890200165</u>	<u>RC</u>	<u>3578⁰⁰</u>
<u>ROPER</u>	<u>500R02071</u>	<u>320728</u>	<u>R.C.</u>	<u>620⁰⁰</u>
			<u>TOTAL</u>	<u>\$1198⁰⁰</u>
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Annual Rate subject to review and change.