

## Beverage Agreement D (Funding)

### Customer Information

(Required)

Name of Business: (MB) TOWN OF MINTO

Customer E-mail: \_\_\_\_\_

Primary Contact: \_\_\_\_\_

COF Number(s): \_\_\_\_\_  
(include all numbers) See Schedule B

Address: 5941 HWY 89

City: HARRISTON

State: ON

Zip: N0G 1Z0

Business Phone: \_\_\_\_\_ Cell #: \_\_\_\_\_

Business Owner: \_\_\_\_\_

### PBC Information

### Agreement Term

PBC Location(s): OWEN SND ON C\$

Created By: Nicole Walton Route #: \_\_\_\_\_

Agreement Start Date: 2/1/2016

PBC Market Unit: ONTARIO MU C\$ Phone #: \_\_\_\_\_

Agreement End Date: 1/31/2021

Sales Method: (check one) ☐ Pepsi Direct ☐ Pre-Sell (Route # )

(Check Boxes and Specify, as applicable)

### PBC Agrees To:

<input checked="" type="checkbox"/>	Loan at no charge (except where prohibited by law - in which event PBC shall charge the minimum legal rental fee allowed), where and as necessary coolers, fountain or other equipment to the Customer, to be placed and operated pursuant to the terms and conditions of this Agreement (as specified on reverse side).
<input checked="" type="checkbox"/>	Initial Equipment Placement shall be as follows (fill out as applicable): Coolers: One-Door Two-Door Three-Door Counter-top Energy Fountain: 6 Valve 8 Valve Bar guns ( button) Other (Specify):
<input checked="" type="checkbox"/>	PBC shall provide, at no charge to the Customer (except where prohibited by law), periodic maintenance, necessary service and repairs to all Equipment loaned to Customer pursuant to this Agreement.
<input checked="" type="checkbox"/>	PBC shall make available for purchase by Customer Pepsi branded cups and CO <sub>2</sub> ("Ancillary Products") at prices as determined by PBC. (Based on availability)
	For additional local PBC Field input:

### Customer Agrees To:

	<b>Volume Based Term (Check box if applicable)</b> The Term of this Agreement shall commence on the Agreement Start Date listed above, and end on the later of (1) the Agreement End Date listed above or (2) the date on which Customer purchases from PBC Gallons/Cases for sale in the Outlets ("Termination Volume").
<input checked="" type="checkbox"/>	<b>EXCLUSIVE</b> - Customer agrees to exclusively serve the Products indicated below at the Customer's Outlet. The Products shall be the only beverages of their respective types sold, dispensed or otherwise made available, or in any way advertised, displayed, represented or promoted at or in connection with the Customer's Outlet.
	<b>NON-EXCLUSIVE</b> - Customer agrees to grant PBC the right to have its Products sold, dispensed or otherwise made available, and advertised, displayed, represented or promoted at or in connection with the Customer's Outlet. Notwithstanding the foregoing, if PBC has provided Customer with fountain Equipment, Customer agrees to serve PBC's postmix Products exclusively at its Outlet.
<input checked="" type="checkbox"/>	<b>DSD</b> - Customer agrees to purchase all Products directly from the PBC Location(s) indicated above, and sell only those Products purchased from PBC from the Equipment provided to the Customer by PBC. <b>Customer shall not stock any non-PBC Products (food or beverages) in Equipment (whether coolers or fountain equipment).</b>
<input checked="" type="checkbox"/>	<b>MINIMUM THRUPUT</b> - In order to qualify for applicable Equipment, Customer shall purchase a minimum annual average of ____ Cases per door for each cooler and ____ Gallons per each fountain dispensing unit (minimum requirement may exclude bar guns at PBC's discretion) at the Outlet.
<input checked="" type="checkbox"/>	<b>REQUIRED PRODUCTS.</b> Purchase, stock and distribute at least each of the Products (as specified below) at all times during the Term.

### Required Packages for this Agreement:

Fountain Postmix/BIB ☒ 591 ml 2 Liter Cans \_ 547 ml  
Fountain Premix/Tanks (Limited Market Availability) Cups CO2  
☒ Other : 50ml Dole/ Ocean Spray

### FOUNTAIN/POSTMIX SKU REQUIREMENTS: (Must carry minimum of Six)

Pepsi Dt Pepsi 7UP Mountain Dew Brisk Tea  
Mug Dr Pepper Crush Lemonade  
Clamato Orange Juice Cranberry Juice

### BOTTLE SKU REQUIREMENTS: Must Check One Level

(All shall be 591ml bottles unless otherwise indicated)

	<b>Platinum:</b> Must Purchase Pepsi, Dt Pepsi, 7UP, Brisk Tea, Aquafina Mountain Dew <b>plus any TWO</b> additional skus from brands below:
	<b>Gold:</b> Must Purchase <b>SIX</b> skus from brands below:
<input checked="" type="checkbox"/>	<b>Silver:</b> Silver: Must Purchase <b>FOUR</b> skus from brands below:
	Pepsi Dt Pepsi Mountain Dew Diet Mountain Dew Brisk Tea 7UP Aquafina Pepsi Max Gatorade G2 Lipton Iced Tea Dole Crush Dr Pepper Pepsi NEXT Starbucks 405ml AMP Energy Rockstar Pure Leaf
<input checked="" type="checkbox"/>	<b>Comply with the Terms of this Agreement</b>

### AGREED TO AND ACCEPTED BY:

For PepsiCo Beverages Canada

Signature: \_\_\_\_\_

Date: \_\_\_\_\_

Print Name: \_\_\_\_\_

Title: \_\_\_\_\_

For Customer

Signature: \_\_\_\_\_

Date: \_\_\_\_\_

Print Name \_\_\_\_\_

Title \_\_\_\_\_



Name of Business:		Customer E-mail:		(Required)
(MB) TOWN OF MINTO				
Primary Contact:		COF Number(s):		
		(include all numbers)		
		See Schedule B		
Address:				
5941 HWY 89				
City:				
HARRISTON				
State:		Business Phone:		Cell #:
ON				
Zip Code:		Business Owner:		
N9C 1Z6				

### Agreement Term

PBC Location(s):	OWEN SNO ON C\$		
Created By:	Nicole Walton	Route #:	
		Agreement Start Date:	2/1/2016
PBC Market Unit:	ONTARIO MU C\$	Phone #	
		Agreement End Date:	1/31/2021

## SCHEDULE A

X	<p>Customer shall provide a list of the current locations of all Equipment loaned or rented to Customer by PBC ("Equipment List"), which shall include addresses and serial and asset numbers. Customer shall provide PBC with access to such Equipment at any time upon request. Failure to provide a complete Equipment List to PBC may result in:</p> <p><input checked="" type="checkbox"/> Removal of Equipment</p> <p><input checked="" type="checkbox"/> Forfeiture of all funds payable by PBC hereunder</p>
X	<p><b>PBC shall pay Development Funds Upfront as follows:</b></p> <p><u>X</u> Annually: \$ <b>3000</b>    Semi-Annually: \$    Quarterly: \$</p> <p>Development Funds shall be paid for the years <b>1 - 5</b> and shall not exceed <b>\$15000</b> total payments.</p>
	<p><b>PBC shall pay Development Funds Premiums* as follows:</b></p> <p>Annually: \$    Semi-Annually: \$    Quarterly: \$</p> <p><i>*Development Funds Premiums shall be used for mutually agreed marketing and other programs. Development Funds may not, represent a cash payment or be cumulative</i></p>
X	<p><b>PBC shall accrue Rebates* on purchased Products based on Schedule A:</b></p> <p>Annually    Semi-Annually    <u>X</u> Quarterly</p> <p><b>*Detailed in Schedule A under "Rebates per Case/Pkg"</b></p> <p><b>***Based on 24 units/case unless otherwise noted in Schedule A</b></p>
X	<p><b>PBC shall pay accrued Rebate amounts within 90 days of the end of PBC's quarter or year end, as applicable.</b></p> <p><b>PBC shall pay a one-time Signing Bonus of \$</b></p>
X	<p><b>If Customer receives shells and pallets from PBC they must be returned</b></p>

[illegible]

## Exclusions

The following Products are excluded from Schedule A and will not receive any rebates


**Development Funds, Rebates, Signing Bonus.** All such amounts set forth in this Agreement shall be earned over the quarter, year or term, as applicable, and shall be refunded pro rata by Customer if this Agreement is terminated prior to the Agreement End Date.

**Additional Notes (if needed)**

Development Funds Upfront Comments: Exclusivity

For Customer:	
Print Name	Date:
Signature:	



## Beverage Agreement D (Funding)

COF: 7547782

This sets forth the agreement ("Agreement") between PepsiCo Beverages Canada, a business unit of PepsiCo Canada ULC, ("PBC") and the Customer identified on the front page of this Agreement (the "Customer"), with respect to the purchase of Products.

1. **Definitions.** As used in this Agreement, the following capitalized terms shall have the respective meanings assigned thereto below.

- a. **"Agreement Year"** shall mean each twelve-month period beginning with the Agreement Start Date.
- b. **"Beverages"** means all carbonated and non-carbonated, non-alcoholic drinks, however dispensed, within the following categories: (i) colas and other flavored carbonated drinks; (ii) fruit juice, fruit juice containing and fruit flavoured drinks; (iii) chilled coffee drinks; (iv) chilled tea products; (v) hypertonic, isotonic and hypotonic drinks (sports drinks and fluid replacements); (vi) energy drinks, (vii) bottled or canned water whether carbonated or still (spring, mineral or purified), and (viii) any future categories of nonalcoholic beverage products that may be distributed by PBC.
- c. **"Cases"** shall mean the number of cases of bottle/can Products purchased by the Customer from PBC to be delivered in sizes, quantities and types of containers as determined by PBC from time to time.
- d. **"Equipment"** shall mean all coolers, fountain and other beverage dispensing equipment loaned or rented to the Customer by PBC during the Term.
- e. **"Gallons"** shall mean the gallons of postmix Product purchased by the Customer from PBC.
- f. **"Outlet"** shall mean the Customer's outlet located at the address indicated under the Customer information section, and any expansions thereof, including any restaurant, outlet or other facility in the Customer's system that may be opened or acquired by the Customer within PBC's bottling territory during the Term (the "Outlets"). In the event that new Outlets are added during the Term of this Agreement, the parties shall create and attach an updated schedule of Outlets, COFs and addresses, to be automatically included as part of the Agreement.
- g. **"Products"** shall mean Beverage products (including postmix or bottle and can ("B&C") manufactured, sold or distributed by PBC which may be amended by PBC from time to time.
- h. **"Term"** the term of this Agreement shall be for the period commencing on the Agreement Start Date and expiring on the Agreement End Date or per the "Volume Based Term" as indicated on the front page of this Agreement, unless sooner terminated or extended as provided for herein. In the event the Termination Volume is not met by the Agreement End Date, PBC shall have the option, in its sole and absolute discretion, in lieu of termination, to extend the respective term of the Agreement until such time as the Customer's purchases meet the Termination Volume. Where PBC exercises this right, PBC shall have no further obligation to Customer in respect of any annual fixed amounts payable hereunder or to provide any additional free product.

2. **Consideration.** In consideration of the rights granted in this Agreement, and provided the Customer is not in breach of this Agreement, PBC shall provide the Customer the following – if applicable as indicated on the first two pages of this Agreement:

a. **Equipment.** PBC or one of its affiliates shall retain all right title and interest in the Equipment. PBC will make initial delivery of each piece of Equipment to the Customer's designated location. Prior to the delivery of the Equipment, the Customer shall complete and sign an Equipment Move Order ("EMO") or equivalent with an authorized PBC representative, providing the location name and address where the Equipment will be located. PBC shall install the Equipment at Customer's above address with no additional cost to Customer, provided that Customer shall make available necessary electrical and plumbing facilities as required by city, provincial and Federal regulations. At all times during the Term, Customer shall comply with PBC's Product merchandising standards, and policies and procedures regarding the operation and use of PBC's Equipment, as such standards and policies may be updated or modified by PBC from time to time. Customer agrees not to remove or cause to be removed or otherwise encumber the Equipment from the location above designated without the written consent of PBC. Customer agrees to promptly notify PBC if the Equipment needs to be repaired or serviced. Customer further agrees to fully cooperate with PBC in effecting any necessary repairs or service. Provided the Customer is in compliance with all terms and conditions of this Agreement, PBC agrees to provide free service and repair of the Equipment (except where prohibited by law). Customer shall keep the Equipment free from any liens or encumbrances except those caused by PBC. Customer shall be liable to PBC for careful use and return of the Equipment in good condition, and any Equipment or parts lost or damaged by fire, theft, accident, or for any other reason, shall be paid for, at the time of loss, by Customer. PBC shall have the right, during Customer's usual business hours, to enter the premises where the Equipment is located and shall have free access thereto for purposes of inspecting or removing the Equipment. Failure to comply with this provision shall be deemed a material breach of this Agreement.

b. Such other consideration as indicated on the front page of this Agreement, including that based on exclusive/non-exclusive status of the Customer.

c. The Customer acknowledges and agrees that all consideration set forth herein is to be earned by the Customer based on its full compliance with the terms, and requirements of this Agreement and PBC shall provide such consideration provided the Customer (1) has paid in full, without offsets, auto or other deductions, all invoices for Products delivered to the Customer, and (2) is not in breach of its obligations under this Agreement.

### 3. Product Price and Payment.

a. The prices for Products ("Prices"), as of the Agreement Start Date, are listed in Schedule A, and are exclusive of any applicable product, deposits, fees or sales/excise taxes (local, provincial or federal). PBC reserves the right, at its sole discretion, to change Prices at any time during the Agreement upon 30 days written notice to Customer. Payment of PBC invoices shall be in accordance with their stated terms which, if credit is granted, are currently net 30 days from the date of invoice. Customer shall complete a PBC credit application prior to delivery of any Product and Customer shall be subject to PBC's credit policies. PBC shall extend credit payment terms, if any, in accordance with PBC's credit policies, acting reasonably. Title and risk of loss to/of ordered Products shall pass to Customer immediately upon delivery of same.

### 4. General Terms

a. **Breach and Termination.** In the event either party breaches a provision of this Agreement, the non-breaching party shall give the other party written notice of such breach. Upon receipt of such written notice, the breaching party shall have ten (10) days to cure a monetary breach and thirty (30) days to cure any other breach. If such breach is not cured within the specified time period, the non-breaching party may terminate this Agreement upon the expiration of such cure period upon written notice to the breaching party.

b. **Remedies.** If PBC terminates this Agreement due to Section 4(a) above or Customer terminates this Agreement for any reason other than default by PBC, then in addition to any other remedies, including but not limited to the recovery of lost profits, to which PBC may be entitled by reason of any breach, Customer shall: (i) immediately reimburse PBC for the cost of installation and removal of the Equipment; (ii) immediately reimburse PBC for the unearned portion of any payments (e.g. Initial Support Payment) provided by PBC to the Customer, prorated from the date of the breach and the expected duration of the Term; and (iii) not receive any consideration pursuant to this Agreement which has not been fully earned or redeemed by Customer (including Pepsi Reward Points) as of the date of such breach.

c. **Failure to purchase average number of Cases/Gallons.** At the end of each Agreement Year, or at any time upon thirty (30) days notice, if Customer fails to, or if Customer purchase trends indicate that Customer will fail to, purchase the average number of Cases/Gallons as indicated on the front page of this Agreement ("Minimum Thruput"), then PBC shall have the right to remove Equipment completely and terminate this Agreement, or substitute Equipment as necessary such that the average Cases/Gallons is achieved. The Customer shall return the Equipment within 20 days after written notice from PBC.

d. **Equipment upon Expiration or Termination of this Agreement.** If this Agreement is terminated or if at the end of the Term, the Agreement expires and the parties do not enter into a subsequent agreement, then the Customer shall fully cooperate with PBC to ensure that PBC is able to pick up its Equipment. Within 15 days after the expiration or termination the Customer shall coordinate with PBC so that PBC may pick up its Equipment at the Customer's locations. Once PBC has picked up and inspected the Equipment, PBC shall notify the Customer of any damage to or missing Equipment/parts (excluding reasonable wear and tear). Customer shall immediately pay to PBC all applicable costs, expenses, and fees associated with the repair/replacement of the Equipment or associated parts. Failure to make such payment shall be deemed a material breach of this Agreement.

e. **Right of Offset.** PBC reserves the right to withhold payments due hereunder as an additional remedy for breach, or as an offset (partial or whole) against any amounts not paid by Customer to PBC pursuant to this Agreement, including the payments set forth in Sections 4(b) and 4(d), above.

f. **Customer Representation.** Customer represents and warrants to PBC that Customer has right, power, authority and capacity to enter into this Agreement and perform its obligations hereunder and that the execution, delivery and performance of this Agreement by Customer will not violate any agreements with, or rights of, third parties.

g. **Non-Disclosure.** Except as may otherwise be required by law or legal process, Customer shall not disclose to unrelated third parties the terms and conditions of this Agreement without the written consent of PBC.

h. **Assignment/Acquisition.** The Customer shall not sell, assign, transfer or otherwise encumber any interest in the Agreement without prior written consent of PBC. In the event that the Customer sells, assigns or transfers its assets to a third party or there is a change in control of the Customer, the Customer shall cause the transferee to assume all of the Customer's obligations under this Agreement prior to such sale, assignment or transfer. In the event the transferee has an existing local agreement with PBC or national agreement with PepsiCo (which agreement covers the purchase of Products), the agreement with the transferee shall continue and PBC's obligations under this agreement shall terminate. PBC may assign this Agreement at any time to an affiliate without any prior consent.

i. **Unauthorized Reselling and/or Transshipment.** PBC reserves the right to limit quantities, deduct/withhold funding, charge transshipment fines, or terminate this Agreement immediately (i.e. without notice/cure period as set forth in Section 4(a), above) if the Customer: (i) resells Products in a manner not authorized by this Agreement, including to other resellers/distributors; (ii) sells Products directly or indirectly for resale outside of the PBC Location's exclusive territory; or (iii) purchases same-branded products as the PBC Products outside PBC Location's exclusive territory and resells such products within such exclusive territory. PBC will have the right to inspect Customer's warehouse for the purpose of verifying product production codes.

j. **Trademarks.** All displays of PBC, PepsiCo Canada ULC and/or PepsiCo, Inc. trademarks, trade names, slogans and/or logos (whether owned or licensed) shall be subject to PBC's prior approval. Customer has no right, title or interest in or to any such trademark, trade name, slogan or logo.

k. **Governing Law.** This Agreement shall be governed by, and construed in accordance with, the laws of the Province of Ontario and the federal laws of Canada applicable therein.

l. **Right of First Negotiation.** As of the commencement of this Agreement until ninety (90) days prior to the expiration of the Term, the Customer hereby agrees to grant PBC exclusive negotiation rights with respect to extending the current Agreement or entering into a new agreement for Beverage sales/distribution rights at/to the Outlets.

m. **Entire Agreement.** This Agreement contains the entire agreement between the parties hereto regarding the subject matter hereof and supersedes all other agreements between the parties, including prior funding commitments relating to the purchase of the Products by Customer. This Agreement may be amended or modified only by a writing signed by each of the parties.

PepsiCo Canada ULC o/a PepsiCo Beverages Canada		Customer	
Signature:	Date:	Signature:	Date:

## Beverage Agreement D (Funding)

### Schedule B

Cust ID	Cust Name	Cust Street	Cust City	Cust State/Prov	Cust Zip/Postal
7547782	(MB) TOWN OF MINTO	5941 HWY 89	HARRISTON	ON	N0G 1Z0
9630414	TOWN OF MINTO-PALMERSTON ARENA	520 CAVAN ST	PALMERSTON	ON	N0G 2P0
9630419	TOWN OF MINTO-HARRISTON ARENA	111 GEORGE ST S	HARRISTON	ON	N0G 1Z0
9630425	TOWN OF MINTO-CLIFFORD ARENA	2 BROWN ST S	MINTO	ON	N0G 1M0
9630428	TOWN OF MINTO-NORGAN THEATRE	275 MAIN ST W	PALMERSTON	ON	N0G 2P0