

**10.2.18** Sales, use, gross receipts or similar taxes related to the Project, imposed by any governmental authority, and for which Construction Manager is liable.

**10.3 Items Not Included in the Cost of the Work.** Notwithstanding any provision of Paragraph 10.2, the Cost of the Work shall not include any costs not necessarily incurred for construction of the Project, or any part of any of the following:

**10.3.1** Salaries or other compensation of Construction Manager's officers, executives or other supervisory personnel at Construction Manager's principal office and branch offices, except as Approved in advance by Owner in accordance with Paragraph 10.2.1.

**10.3.2** Expenses of Construction Manager in connection with the maintenance and operation of its main office and any branch offices of Construction Manager other than the field office at the Site of the Project.

**10.3.3** Construction Manager's capital expenses, including interest on Construction Manager's capital employed for the Work.

**10.3.4** Except as specifically provided in Paragraph 10.2, rental costs of machinery and equipment.

**10.3.5** Profit, overhead or general expenses of any kind, including main office supervision of Work performed by Subcontractors, except as may be expressly included in Paragraph 10.2.

**10.3.6** Costs due to the negligence of Construction Manager, any Subcontractor, anyone directly or indirectly employed by any of them or for whose acts any of them may be liable, including costs incurred for the correction of defective or nonconforming Work, disposal of materials and equipment wrongly supplied, or correcting any damage to the Project.

**10.3.7** Any costs and expenses (including those specified in Paragraph 10.2) which, when added to all Costs of the Work and the Construction Manager's Fee, exceed the Guaranteed Maximum Price.

**10.3.8** Payments made by Construction Manager to its employees or personnel on account of merit bonuses.

**10.3.9** Costs and expenses of supervision and administration of progress and cost control by executives above the level of on-site project superintendent.

**10.3.10** Costs related to general accounting, auditing and billing in any way connected with the Project, including the payment of labor, taxes and insurance for any persons performing such functions.

**10.3.11** Costs related to supervision of insurance and taxation matters.

**10.3.12** Expenses associated with Construction Manager's main and branch office management of the Work except, with Owner's Approval, designated special services directly related to the conduct of the Work.

**10.3.13** Except with Owner's Approval, travel expenses of Construction Manager's officers and executives and travel expenses and relocation costs of Construction Manager's personnel involved in the Project.

**10.3.14** Expenses paid or incurred for purchase or rental of office equipment, stationery, stamps and office supplies of any kind or nature whatsoever for main and branch offices.

**10.3.15** Costs of removal, repair or replacement of materials, equipment and workmanship which are required to correct any part of the Work resulting from the negligence of Construction Manager or any Subcontractors, or the