

STATE OF TEXAS §
 §
COUNTY OF FORT BEND §

ADDENDUM TO BR KYM, INC.'S AGREEMENT

THIS ADDENDUM ("Addendum") is made and entered into by and between Fort Bend County ("County"), a body corporate and politic under the laws of the State of Texas, and BR Kym, Inc. d/b/a Worth Hydrochem of Houston ("BR Kym"), a company authorized to conduct business in the State of Texas (hereinafter collectively referred to as the "parties").

WITNESSETH

THAT, WHEREAS, the parties have executed and accepted BR Kym's Proposal (the "Agreement"), attached hereto as Exhibit "A" and incorporated by reference, for the repair of two HVAC cooling towers, Marley Model NC8305E-2SG; and

WHEREAS, the following changes are incorporated as if a part of the Agreement:

1. **Cooperative Purchasing.** BR Kym shall provide product and/or services in accordance with Choice Partners Cooperative contract CSP #17/020CG-16, incorporated by reference as if set forth herein verbatim and attached as Exhibit "B."
2. **Payment; Non-appropriation; Taxes.** Payment shall be made by County within thirty (30) days of receipt of invoice; however, the County will pay BR Kym \$15,375.00 (25% of the limit of appropriation as referenced in § 3 below) within 30 days of the execution of this Agreement as a down payment concerning the ordering of materials. It is specifically understood and agreed that in the event no funds or insufficient funds are appropriated by Fort Bend County under this Agreement, Fort Bend County shall notify all necessary parties that this Agreement shall thereafter terminate and be null and void on the last day of the fiscal period for which appropriations were made without penalty, liability or expense to Fort Bend County. County is a body corporate and politic under the laws of the State of Texas and claims exemption from sales and use taxes. A copy of a tax-exempt certificate will be furnished upon request.
3. **Limit of Appropriation.** BR Kym clearly understands and agrees, such understanding and agreement being of the absolute essence of this Agreement, that County shall have available the total maximum sum of Sixty-One Thousand, Five Hundred and 00/100 (\$61,500.00), specifically allocated to fully discharge any and all liabilities County may incur. BR Kym does further understand and agree, said understanding and agreement also being of the absolute essence of this

Agreement, that the total maximum compensation that BR Kym may become entitled to and the total maximum sum that County may become liable to pay to BR Kym shall not under any conditions, circumstances, or interpretations thereof exceed Sixty-One Thousand, Five Hundred and 00/100 (\$61,500.00).

4. **Confidential Information.** BR Kym acknowledges that it and its employees, or agents may, in the course of performing their responsibilities under this Agreement, be exposed to or acquire information that is confidential to County. Any and all information of any form obtained by BR kym or its employees, or agents from County in the performance of this Agreement shall be deemed to be confidential information of County ("Confidential Information"). Any reports or other documents or items (including software) that result from the use of the Confidential Information by BR Kym shall be treated with respect to confidentiality in the same manner as the Confidential Information. Confidential Information shall be deemed not to include information that (a) is or becomes (other than by disclosure by BR Kym) publicly known or is contained in a publicly available document; (b) is rightfully in BR Kym's possession without the obligation of nondisclosure prior to the time of its disclosure under this Agreement; or (c) is independently developed by employees or agents of BR Kym who can be shown to have had no access to the Confidential Information.

BR Kym agrees to hold Confidential Information in strict confidence, using at least the same degree of care that BR Kym uses in maintaining the confidentiality of its own confidential information, and not to copy, reproduce, sell, assign, license, market, transfer or otherwise dispose of, give, or disclose Confidential Information to third parties or use Confidential Information for any purposes whatsoever other than the provision of Services to County hereunder, and to advise each of its employees and agents of their obligations to keep Confidential Information confidential. BR Kym shall use its best efforts to assist County in identifying and preventing any unauthorized use or disclosure of any Confidential Information. Without limitation of the foregoing, BR Kym shall advise County immediately in the event BR Kym learns or has reason to believe that any person who has had access to Confidential Information has violated or intends to violate the terms of this Agreement and BR Kym will at its expense cooperate with County in seeking injunctive or other equitable relief in the name of County or BR Kym against any such person. BR Kym agrees that, except as directed by County, BR Kym will not at any time during or after the term of this Agreement disclose, directly or indirectly, any Confidential Information to any person, and that upon termination of this Agreement or at County's request, BR Kym will promptly turn over to County all documents, papers, and other matter in BR Kym's possession which embody Confidential Information.

BR Kym acknowledges that a breach of this Section, including disclosure of any Confidential Information, or disclosure of other information that, at law or in equity, ought to remain confidential, will give rise to irreparable injury to County that is inadequately compensable in damages. Accordingly, County may seek and obtain injunctive relief against the breach or threatened breach of the foregoing undertakings, in addition to any other legal remedies that may be available. BR Kym acknowledges and agrees that the covenants contained herein are necessary for the protection of the legitimate business interest of County and are reasonable in scope and content.

BR Kym in providing all services hereunder agrees to abide by the provisions of any applicable Federal or State Data Privacy Act.

BR Kym expressly acknowledges that County is subject to the Texas Public Information Act, TEX. GOV'T CODE ANN. §§ 552.001 *et seq.*, as amended, and notwithstanding any provision in the Agreement to the contrary, County will make any information related to the Agreement, or otherwise, available to third parties in accordance with the Texas Public Information Act. Any proprietary or confidential information marked as such provided to County by BR Kym shall not be disclosed to any third party, except as directed by the Texas Attorney General in response to a request for such under the Texas Public Information Act, which provides for notice to the owner of such marked information and the opportunity for the owner of such information to notify the Attorney General of the reasons why such information should not be disclosed. The terms and conditions of the Agreement are not proprietary or confidential information.

5. **Indemnity.** The parties agree that under the Constitution and laws of the State of Texas, County cannot enter into an agreement whereby County agrees to indemnify or hold harmless another party; therefore, all references of any kind to County defending, indemnifying, holding or saving harmless BR Kym for any reason are hereby deleted. BR Kym shall indemnify and defend County against all losses, liabilities, claims, causes of action, and other expenses, including reasonable attorney's fees, arising from activities of BR Kym, its agents, servants or employees, performed under this agreement that result from the negligent act, error, or omission of BR Kym or any of BR Kym's agents, servants or employees.
6. **Attorney Fees.** County does not agree to pay any and/or all attorney fees incurred by BR Kym in any way associated with the Agreement.
7. **Arbitration.** County does not agree to submit disputes arising out of the Agreement to binding arbitration. Therefore, any references to binding arbitration or the waiver of a right to litigate a dispute are hereby deleted.

8. **Applicable Law.** The laws of the State of Texas govern all disputes arising out of or relating to this Agreement. The parties hereto acknowledge that venue is proper in Fort Bend County, Texas, for all legal actions or proceedings arising out of or relating to this Agreement and waive the right to sue or be sued elsewhere. Nothing in the Agreement shall be construed to waive the County's sovereign immunity.
9. **Product Assurance.** BR Kym represents and warrants that its hardware, software and any related systems and/or services related to its software and/or hardware (collectively, the "Product") furnished by BR Kym to County will not infringe upon or violate any patent, copyright, trademark, trade secret, or any other proprietary right of any third party. BR Kym will, at its expense, defend any suit brought against County and will indemnify County against an award of damages and costs (including reasonable attorney fees, court costs and appeals), made against County by settlement or final judgment of a court that is based on a claim that the use of BR Kym's Product infringes an intellectual property right of a third party. Such defense and indemnity shall survive termination or expiration of the Agreement and BR Kym's liability for the above is not limited by any limitation of liability clauses that may appear in any document executed by the Parties.
10. **Insurance.** Prior to commencement of the Services under this Agreement, BR Kym shall furnish County with properly executed certificates of insurance which shall evidence all insurance required and provide that such insurance shall not be canceled, except on 30 days' prior written notice to County. BR Kym shall provide certified copies of insurance endorsements and/or policies if requested by County. BR Kym shall maintain such insurance coverage from the time Services commence until Services are completed and provide replacement certificates, policies and/or endorsements for any such insurance expiring prior to completion of Services. BR Kym shall obtain such insurance written on an Occurrence form from such companies having Bests rating of A/VII or better, licensed or approved to transact business in the State of Texas, and shall obtain such insurance of the following types and minimum limits:
 - (a). Workers' Compensation insurance. Substitutes to genuine Workers' Compensation Insurance will not be allowed. Employers' Liability insurance with limits of not less than \$1,000,000 per injury by accident, \$1,000,000 per injury by disease, and \$1,000,000 per bodily injury by disease.
 - (b). Commercial general liability insurance with a limit of not less than \$1,000,000 each occurrence and \$2,000,000 in the annual aggregate. Policy shall cover liability for bodily injury, personal injury, and property damage and products/completed operations arising out of the business operations of the policyholder.
 - (c). Business Automobile Liability insurance with a combined Bodily Injury/Property Damage limit of not less than \$1,000,000 each accident. The

policy shall cover liability arising from the operation of licensed vehicles by policyholder.

(d). Professional Liability insurance with limits not less than \$1,000,000.

County and the members of Commissioners Court shall be named as additional insured to all required coverage except for Workers' Compensation. All Liability policies including Workers' Compensation written on behalf of BR Kym shall contain a waiver of subrogation in favor of County and members of Commissioners Court.

If required coverage is written on a claims-made basis, BR Kym warrants that any retroactive date applicable to coverage under the policy precedes the effective date of the contract; and that continuous coverage will be maintained or an extended discovery period will be exercised for a period of two years beginning from the time that work under the Agreement is completed.

11. **Use of Customer Name.** BR Kym may use County's name without County's prior written consent only in any BR Kym's customer lists, any other used must be approved in advance by County.
12. **Performance Warranty.** BR Kym warrants to County that BR Kym has the skill and knowledge ordinarily possessed by well-informed members of its trade or profession practicing in the greater Houston metropolitan area and BR Kym will apply that skill and knowledge with care and diligence to ensure that the services provided hereunder will be performed and delivered in accordance with the highest professional standards.
13. **No Waiver of Jury Trial.** The County does not agree that all disputes (including any claims or counterclaims) arising from or related to this Agreement shall be resolved without a jury. Therefore, any references to waiver of jury trial are hereby deleted.
14. **Personnel.** BR Kym represents that it presently has, or is able to obtain, adequate qualified personnel in its employment for the timely performance of the Services required under this Agreement and that BR Kym shall furnish and maintain, at its own expense, adequate and sufficient personnel, in the opinion of County, to perform the Services when and as required and without delays.

All employees of BR Kym shall have such knowledge and experience as will enable them to perform the duties assigned to them. Any employee of BR Kym who, in the opinion of County, is incompetent or by his conduct becomes detrimental to providing Services pursuant to this Agreement shall, upon request of

County, immediately be removed from association with the Services required under this Agreement.

15. **Ownership and Reuse of Documents.** All documents, data, reports, research, graphic presentation materials, etc., developed by BR Kym as a part of its work under this Agreement, shall become the property of County upon completion of this Agreement, or in the event of termination or cancellation thereof, at the time of payment under § 2 for work performed. BR Kym shall promptly furnish all such data and material to County on request.
16. **Compliance with Laws.** BR Kym shall comply with all federal, state, and local laws, statutes, ordinances, rules and regulations, and the orders and decrees of any courts or administrative bodies or tribunals in any matter affecting the performance of this Agreement, including, without limitation, Worker's Compensation laws, minimum and maximum salary and wage statutes and regulations, licensing laws and regulations. When required by County, BR Kym shall furnish County with certification of compliance with said laws, statutes, ordinances, rules, regulations, orders, and decrees above specified.
17. **Certain State Law Requirements for Contracts:**

The contents of this Section are required by Texas Law and are included by County regardless of content.

 - a. Agreement to Not Boycott Israel Chapter 2271 Texas Government Code: By signature below, BR Kym verifies BR Kym does not boycott Israel and will not boycott Israel during the term of this Agreement.
 - b. Texas Government Code Section 2251.152 Acknowledgment: By signature below, BR Kym represents pursuant to Section 2252.152 of the Texas Government Code, that BR Kym is not listed on the website of the Comptroller of the State of Texas concerning the listing of companies that are identified under Section 806.051, Section 807.051 or Section 2253.153
18. **Human Trafficking.** BY ACCEPTANCE OF CONTRACT, BR KYM ACKNOWLEDGES THAT FORT BEND COUNTY IS OPPOSED TO HUMAN TRAFFICKING AND THAT NO COUNTY FUNDS WILL BE USED IN SUPPORT OF SERVICES OR ACTIVITIES THAT VIOLATE HUMAN TRAFFICKING LAWS.
19. **Modifications.** The parties may not amend or waive this Agreement, except by a written agreement executed by both parties. No failure or delay in exercising any right or remedy or requiring the satisfaction of any condition under this

Agreement, and no course of dealing between the parties, operates as a waiver or estoppel of any right, remedy, or condition. The rights and remedies of the parties set forth in this Agreement are not exclusive of, but are cumulative to, any rights or remedies now or subsequently existing at law, in equity, or by statute.

20. **Conflict.** If there is a conflict between this Addendum and the Agreement, the provisions of this Addendum shall prevail.
21. **Understanding, Fair Construction.** By execution of this Addendum, the parties acknowledge that they have read and understood each provision, term and obligation contained in this Addendum. This Addendum, although drawn by one party, shall be construed fairly and reasonably and not more strictly against the drafting party than the nondrafting party.
22. **Electronic and Digital Signatures.** The Parties to this Agreement agree that any electronic and/or digital signatures of the Parties included in this Agreement are intended to authenticate this writing and to have the same force and effect as the use of manual signatures.
23. **Severability.** If any provision of this Agreement is determined to be invalid, illegal, or unenforceable, the remaining provisions remain in full force, if the essential terms and conditions of this Agreement for each party remain valid, binding, and enforceable.

(Execution Page Follows)

IN WITNESS WHEREOF, this Addendum is signed, accepted, and agreed to by all parties by and through the parties or their agents or authorized representatives. All parties hereby acknowledge that they have read and understood this Addendum and the attachments and exhibits hereto. All parties further acknowledge that they have executed this legal document voluntarily and of their own free will.

FORT BEND COUNTY

BR KYM CORPORATION, INC.

KP George
County Judge



Authorized Agent- Signature

Date

BRAD KYM

Authorized Agent- Printed Name

ATTEST:

VICE PRESIDENT

Title

Laura Richard, County Clerk

2-6-20

Date

EXHIBIT A: BR Kym's Proposal

EXHIBIT B: Choice Partners Cooperative contract CSP #17/020CG-16

AUDITOR'S CERTIFICATE

I hereby certify that funds in the amount of \$_____ are available to pay the obligation of Fort Bend County within the foregoing Agreement.

Robert E. Sturdivant, County Auditor

EXHIBIT A



A BR Kym, Inc. Company

Date: February 4, 2020

To: Fort Bend County

Ref: Detention Center
East Cooling Tower Fill Replacement

Choice Partners # 17/020CG-16

Thank you for the opportunity to present this proposal for the repair of the two HVAC cooling towers, Marley Model NC8305E-2SG.

Our fee to replace the cooling tower fill pack is **\$61,500.00, plus tax if applicable**. Worth Hydrochem will furnish all labor, materials, equipment, and PPE needed to complete the job.

Our repair procedure includes the following:

1. Remove existing fill pack from tower and discard off site.
2. Power wash, clean and prepare tower basin, walls and brackets for installation. Vacuum and remove mud, debris and loose caulking from seams.
3. Caulk floor seams with Polyurethane caulk to help prevent leaks in the basin.
4. Install replacement tower fill pack and necessary materials.
5. Reassemble all parts, fill tower, and clean up work area.

Note: New fill pack requires up to **three weeks** to be made.

Proposal is based on straight time, Monday to Friday. Installation of the materials is scheduled to be completed in a five day week time period. The installation will be completed one cooling tower at a time.

Worth Hydrochem will manufacturer a divider plate for the cooling towers in order to isolate the basins.

Fort Bend County is responsible for proper operation of the tower basin isolation valves.

Worth Hydrochem will provide a dumpster for material disposal. Worth Hydrochem requires space on or near the loading dock to place the temporary dumpster.

Worth Hydrochem will provide roof protection, as needed.

Exhibit A

Worth Hydrochem requires a 25% down payment before any material is ordered.
Payment terms on remaining balance are Net 30 days.
Please add 2.5% for credit card processing.

We look forward to servicing this important part of your annual HVAC maintenance program.
Please contact us if you have any questions.

Sincerely,



Brad Kym

Accepted By: _____

Date: _____

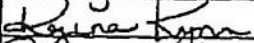
Purchase Order: _____

EXHIBIT B

EXECUTION OF OFFER

The undersigned Proposer has carefully examined all instructions, requirements, specifications, terms and conditions of this RFP and the Agreement and certifies:

1. It is a reputable company regularly engaged in providing goods and/or services necessary to meet the requirements, specifications, terms and conditions of the RFP and the Agreement.
2. It has the necessary experience, knowledge, abilities, skills, and resources to satisfactorily perform the requirements, specifications, terms and conditions of the RFP and the Agreement. Further, if awarded, the Proposer agrees to perform the requirements, specifications, terms and conditions of the RFP and the Agreement.
3. All statements, information, and representations prepared and submitted in response to this RFP are current, complete, true, and accurate. Proposer acknowledges that HCDE will rely on such statements, information, and representations in selecting the successful Proposer(s).
4. It is not currently barred or suspended from doing business with the Federal government, any of the members represented, or any of their respective agencies.
5. It shall be bound by all statements, representations, warranties, and guarantees made in its proposal.
6. Submission of a proposal indicates the Proposer's acceptance of the evaluation technique and the Proposer's recognition that some subjective judgments may be made by HCDE and its membership as part of the evaluation.
7. That all of the requirements of this RFP and the Agreement have been read and understood. In addition, compliance with all requirements, terms and conditions will be assumed by HCDE if not otherwise noted in the proposal.
8. The individual signing below has authority to enter into this on behalf of Proposer.
9. Proposer acknowledges that the Agreement may be canceled if any conflict of interest or appearance of a conflict of interest is discovered by HCDE.
10. This Agreement is subject to purchase orders duly authorized and executed by HCDE.

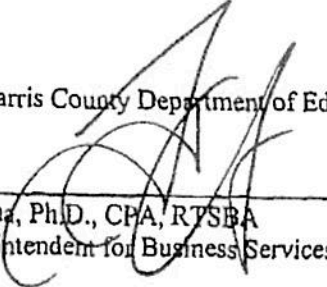
CORPORATE NAME:	BR Kym Inc. DBA Worth Hydrochem of Houston		
AUTHORIZED SIGNATURE:			
PRINT NAME:	Regina Kym		
TITLE:	President		
DATE:	01/13/2017		
ADDRESS:	4718 Bourgeois Rd.		
CITY, STATE, ZIP CODE:	Houston TX 77066		
PHONE:	713-896-0087	FAX:	713-849-3233
EMAIL ADDRESS:	reginakym@worthhydrochemofhouston.com		
WEBSITE URL:	www.worthhydrochemofhouston.com		

This Section to be Completed by HCDE


Contract Number: 17/020CG-16 Term of contract: 02/28/2017 to 02/27/2019

Vendor shall honor all CPC Administrative Fees for any sales resulting from this Contract whether Vendor is awarded a renewal or not.

Approved by Harris County Department of Education:



 Jesus J. Amezcua, Ph.D., CPA, RTSBA
 Assistant Superintendent for Business Services



 Board Approval Date

5.0 CONTRACT TERMS AND CONDITIONS

These Contract Terms and Conditions are part of the final contract in each material and/or service contract awarded as a result of this JOC/CSP and are part of the terms and conditions of each Purchase Order and/or Job Order or proposal forms issued in connection with this JOC/CSP. Vendors are responsible for identifying any exceptions to these terms and conditions. **ANY EXCEPTIONS MUST BE NOTED DIRECTLY BELOW EACH OF THE RESPECTIVE TERMS AND CONDITIONS.** Proposals that are qualified with conditional clauses, items not called for, or other irregularities may be considered non-responsive by HCDE/CP and eliminated from further consideration.

CONTRACT BETWEEN HARRIS COUNTY DEPARTMENT OF EDUCATION AND

BR Kym, Inc. d/b/a Worth Hydrochem of Houston

For JOC/CSP for IDIQ On-Call Trades

This Contract is entered into between HCDE/CP and Vendor, having submitted a proposal in response to JOC/CSP issued by HCDE/CP and whose proposal has been accepted and awarded by HCDE/CP. In consideration of the mutual covenants and conditions contained in this Contract and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, HCDE/CP and Vendor, intending to be legally bound, and subject to the terms, conditions, and provisions of this Contract, agree as follows:

5.1. Definitions

The terms used in this Contract shall have the meanings assigned to them in **Section 1.0 Notice of Intent** of the JOC/CSP.

5.2. Use of Contract by CP Members

Vendor agrees and understands that this JOC/CSP and Contract may be used to accomplish work for HCDE/CP, a local governmental entity. Vendor further agrees and understands that this JOC/CSP and Contract may also be utilized by CP members pursuant to the piggyback method, as contemplated in the U.S. Department of Agriculture Memorandum SP 35-2012, *Procuring Services of Purchasing Cooperatives, Group Purchasing Organizations, Group Buying Organizations, etc.* ("SP 35-2012). Vendor agrees and understands that CP members include "school food authorities," as that term is used in SP 35-2012. See TEX. GOV'T. CODE § 2269.407.

5.3. Contract Terms; Amendment

The terms and conditions of this Contract shall govern all procurements conducted hereunder. No pre-published terms on Vendor's Purchase Order, acknowledgments, invoices, or other forms shall have any force or effect unless expressly agreed to by the CP Member and Vendor. No amendment of this Contract shall be permitted unless and until first approved in writing by HCDE/CP and, if necessary, the CP Member(s), and no such amendment shall have any effect unless and until a written amendment to this Contract is executed by the HCDE Superintendent or his designee after any necessary approvals have been obtained from the HCDE Board of Trustees. In the event that a Vendor has an existing HCDE/CP contract in the same contract title, upon award the new contract will immediately supersede the older contract.

5.4. Term of Contract; Renewal of Contract

The initial term of this Contract is for a period of two (2) years, with HCDE/CP having the option to renew the Contract for three (3) additional one-year terms, at HCDE/CP's sole discretion, unless otherwise specified in **Section 6.0 Scope of Proposal**. See TEX. GOV'T. CODE § 2269.409. Consequently, the total term of the Contract may be for a period of five (5) years. The phrase "Term" in this Contract shall mean the then-current Term of the Contract, whether an initial term or a renewal term.

5.5. Termination of Contract; Survival

This Contract shall remain in effect until (1) the Contract expires by its terms or (2) the Contract is terminated by mutual consent of HCDE/CP and Vendor. All Supplemental Contracts, purchase orders, and/or orders for goods or services issued by HCDE and/or CP members and accepted by Vendor shall survive the expiration or termination of this Contract. During the term of any Supplemental Contract entered into between Vendor and a CP member, all terms of this Contract shall continue to apply to the Supplemental Contract.

In the event of a breach or default of the Contract and/or the JOC/CSP by Vendor, HCDE/CP reserves the right to enforce the performance of the Contract in any manner prescribed by law or deemed to be in the best interest of HCDE/CP and/or CP members. HCDE/CP further reserves the right to terminate the Contract immediately in the event Vendor fails to: (1) meet schedules, deadlines, and/or delivery dates within the time specified in the JOC/CSP, this Contract, and/or a Purchase Order; (2) make any payments owed; or (3) otherwise perform in accordance with this Contract and/or the JOC/CSP. HCDE/CP also reserves the right to terminate the Contract immediately, with written notice to Vendor, if HCDE/CP believes, in its sole discretion that it is in the best interest of HCDE/CP and/or CP members to do so.

In the event that a material change to the terms of the Contract occurs, then the Contract shall be allowed to expire and shall not be renewed upon the conclusion of the Contract's term. The phrase "material change" in this paragraph shall mean a modification that substantially exceeds the terms of the original contract between HCDE/CP and Vendor. Upon the expiration of the Contract's term, HCDE/CP may issue a new JOC/CSP for the goods or services procured under the previous contract.

Vendor agrees that HCDE/CP shall not be liable for damages in the event that HCDE/CP declares Vendor to be in default or breach of this Contract and/or the JOC/CSP. Vendor further agrees that upon termination of the Contract for any reason, Vendor shall, in good faith and with reasonable cooperation, aid in the transition to any new arrangement and/or Vendor.

5.6. Buy America Act; Prevailing Wage Rates

Buy American Act

HCDE/CP and CP Members have a preference for domestic end materials for supplies acquired for use in the United States when spending federal funds. Purchases that are made with non-federal funds or grants are excluded from the Buy America Act.

If requested by HCDE or a CP member, Vendor agrees to provide certification of the domestic content in the parts, components, and other elements contained in the product, including specific information about the percentage of U.S. content from the supplier (i.e., manufacturer or distributor). In the event Vendor or Vendor's supplier(s) are unable or unwilling to make such certification, HCDE/CP members may decide not to purchase from Vendor. HCDE/CP members may also require country of origin on all products and invoices submitted for payment by Vendor, and Vendor agrees to comply with any such requirement.

Prevailing Wage Rates

Vendor and all subcontractors of Vendor shall comply with all laws regarding prevailing wage rates, including, but not limited to, TEX. GOV'T. CODE Chapter 2258, applicable to the construction of a public work, and any related federal requirements, including the DAVIS-BACON ACT. In the event TEX. GOV'T. CODE Chapter 2258 applies to a material or service provided by Vendor to HCDE/CP or a CP Member, Vendor and any subcontractor(s) shall comply with the prevailing wage rates set by HCDE/CP or the CP Member.

5.7. Change Orders

Pursuant to TEX. EDUC. CODE § 44.0411(a), for HCDE/CP and CP Members that are Texas school districts, if a change in plans or specifications is necessary after the performance of a Job Order and/or Purchase Order has begun or if it is necessary to decrease or increase the quantity of work to be performed or of materials, equipment, or supplies to be furnished, the CP Member may approve change orders making the changes. The total Job Order and/or Purchase Order price may not be increased because of the changes unless additional money for increased costs is approved for that purpose from available money or is provided for by the authorization of the issuance of time warrants. The CP Member may grant general authority to an administrative official to approve the change orders. A Job Order and/or Purchase Order with an original contract price of \$1 million or more may not be increased under TEX. EDUC. CODE § 44.0411(a) by more than 25 percent. If a change order for a Job Order and/or Purchase Order with an original contract

price of less than \$1 million increases the contract amount to \$1 million or more, the total of the subsequent change orders may not increase the revised contract amount by more than 25 percent of the original contract price.

5.8. Compliance with Laws

Vendor shall comply with all applicable federal, state, and local laws, statutes, ordinances, standards, orders, rules, and regulations, including, as applicable, workers' compensation laws, minimum and maximum salary and wage statutes and regulations, prompt payment and licensing laws and regulations, the DAVIS-BACON ACT (40 U.S.C. § 276a / 29 CFR Part 5), the Copeland "Anti-Kickback" Act (18 U.S.C. § 874 / 29 CFR Part 5), the Equal Opportunity Employment requirements (Executive Orders 11246 and 11375 / 41 CFR Chapter 60), the McNamara-O'Hara Service Contract Act (41 U.S.C. 351), Section 306 of the Clean Air Act (42 U.S.C. § 1857h, Section 508 of the Clean Water Act (33 U.S.C. § 1368), Executive Order 11738, Environmental Protection Agency regulations (40 CFR Part 15), the Contract Work Hours and Safety Act (40 U.S.C. § 3701-3708; 29 C.F.R. Part 5), the Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (2 CFR Part 200), the Education Department General Administrative Regulations, 2 C.F.R. Parts 200 and 3474, and 34 C.F.R. Parts 75-77 and 81 ("EDGAR"), mandatory standards and policies contained in the state energy conservation plan issued in compliance with the Energy Policy and Conservation Act (Pub. L. 94-163, 89 Stat. 871), and all applicable requirements and regulations, including those related to reporting, patent rights, copyrights, data rights and those mandated by federal agencies making awards of federal funds to HCDE/CP and/or CP members. Vendor understands that Vendor is ineligible to receive a contract award with HCDE/CP if Vendor is listed on the government wide exclusions in the System for Award Management (Debarment and Suspension Orders Executive Orders 12549 and 12689) or is 30 days or more delinquent in paying child support (Tex. Fam. Code § 14.52). For the entire duration of this Contract, Vendor and all subcontractors shall maintain all required licenses, certifications, permits, and any other documentation necessary to perform this Contract. All permits will be acquired by Vendor and invoiced to the CP member at cost as part of the Purchase Order, unless the permits are provided by the CP member. Vendor must comply with all state and local building code requirements unless otherwise specifically provided in the CP member's Purchase Order, and Vendor must pay all fees and charges for connections to outside services and for use of property outside the project site. The states of individual CP members may have regulations and laws that govern payment retention and progress payments for public projects. Vendor is responsible for being acquainted with and complying with each state's requirements. When required or requested by HCDE/CP or a CP member, Vendor shall furnish HCDE/CP and/or the CP member with satisfactory proof of Vendor's compliance with this provision.

5.9. Confidentiality

Vendor and HCDE/CP agree to secure the confidentiality of all information and records in accordance with applicable federal and state laws, rules, and regulations. Vendor and HCDE/CP understand that the Family Educational Rights and Privacy Act (FERPA), 20 U.S.C. § 1232g, governs the privacy and security of educational records and information and agree to abide by FERPA rules and regulations, as applicable. Vendor also acknowledges that HCDE/CP and numerous CP Members are subject to the Texas Public Information Act, and Vendor waives any claim against and releases from liability HCDE/CP and CP Members, their respective officers, employees, agents, and attorneys with respect to disclosure of information provided under or in this Contract or otherwise created, assembled, maintained, or held by Vendor, HCDE/CP, or a CP Member and determined by HCDE/CP or the CP Member, the Attorney General of Texas, or a court of law to be subject to disclosure under the Texas Public Information Act.

5.10. Performance and Payment Bonds

Vendor agrees to provide performance bonds and/or payment bonds as required by law, based on the amount or estimated amount of any Purchase Order or Job Order, as applicable, for a public work contract, which is defined as a contract for constructing, altering, or repairing a public building or carrying out or completing any public work. or Job Order, as applicable. TEX. GOV'T. CODE §§ 2253.001(4); 2269.411. Pursuant to TEX. GOV'T. CODE § 2253.021, a performance bond is required if a Job Order or Purchase Order is in excess of \$100,000 for CP Members that are governmental entities subject to Chapter 2253; a payment bond is required if a Job Order or Purchase Order is in excess of \$25,000 for CP Members that are governmental entities subject to Chapter 2253 and are not municipalities or a joint board created under Subchapter D, Chapter 22 of the Tex. Transp. Code, and a payment bond is required if a Job Order or Purchase Order is in excess of \$50,000 for CP Members that are governmental entities subject to Chapter 2253 and are municipalities or a joint board created under Subchapter D, Chapter 22 of the TEX. TRANSP. CODE.

5.11. Title and Risk of Loss

Whenever HCDE/CP or a CP Member is purchasing (and not leasing) a material under this Contract, title and risk of loss shall pass upon the later of HCDE/CP or the CP Member's acceptance of the material or payment of the applicable invoice.

5.12. Warranty Conditions

All material(s) and/or service(s) provided by the Vendor under this Contract must be warranted to be free from defects in material, workmanship, and free from such defects in design for a period of one (1) year upon the later of HCDE/CP's or the CP Member's acceptance of the material and/or service or payment of the applicable invoice. Vendor warrants that all materials and/or services furnished under this Contract shall conform in all respects to the terms of this Contract, including any drawings, specifications, and/or standards incorporated herein, including, without limitation, those detailed in the JOC/CSP, Purchase Order, and Job Order. In addition, Vendor warrants that materials and/or services are suitable for and will perform in accordance with the purposes for which they are intended. Vendor shall assume all liabilities incurred within the scope of consequential damages and incidental expenses, as set forth in the Vendor or manufacturer's warranty, which result from either delivery or use of material, which does not meet the specifications within this Contract, the JOC/CSP, Purchase Order, or Job Order.

5.13. Criminal History Review

Section 10.0 Attachment SB 9 Contractor Certification: Contractor Employees and Attachment SB 9 Contractor Certification: Subcontractor Form must be submitted with packet, if applicable.

Prior to commencing any work under the Contract, if Vendor contracts with HCDE/CP to provide services, Vendor must certify, on the form provided herein, that for each covered employee of Vendor who will have direct contact with students, Vendor has obtained, as required by TEX. EDUC. CODE Section 22.0834: (a) state criminal history record information from a law enforcement or criminal justice agency or a private entity that is a consumer reporting agency governed by the Fair Credit Reporting Act (15 U.S.C. Section 1681 et seq.) for each covered employee of Vendor employed before January 1, 2008; and (b) national criminal history record information for each employee of Vendor employed on or after January 1, 2008. Vendor must also obtain similar certifications of compliance with TEX. EDUC. CODE, Chapter 22 requirements from any subcontractors on the form provided herein. Covered employees with disqualifying criminal history are prohibited from serving at HCDE/CP or at CP school district members' locations; Vendor and any subcontracting entity may not permit a covered employee to provide services at a school if the employee has been convicted of a felony or misdemeanor offense that would prevent a person from being employed under TEX. EDUC. CODE § 22.085(a) (i.e., Title 5 felony or an offense requiring registration as a sex offender and victim was under 18 years of age or was enrolled in a public school at the time the offense occurred). The criminal history record information review obligation applies only if Vendor contracts with HCDE/CP to provide services; it does not apply to a contract for the purchase of goods, materials or real estate.

5.14. Customer Support

Vendor shall provide timely and accurate technical advice and sales support to HCDE/CP staff and CP Members. Vendor shall respond to requests for customer support within one (1) business day after receipt of the request. Vendor shall provide training to HCDE/CP staff and/or CP Members regarding materials and/or services supplied by Vendor, at no additional charge, if requested by HCDE/CP or a CP Member.

5.15. HCDE/CP and/or CP Members' Property

In the event of loss, damage, or destruction of any property owned by or loaned by HCDE/CP or a CP Member that is caused by Vendor or Vendor's representative, agent, employee, or contractor, Vendor shall indemnify HCDE/CP or the CP Member and pay to HCDE/CP or the CP Member the full value of or the full cost of repair or replacement of such property, whichever is greater, within thirty (30) days of Vendor's receipt of written notice of HCDE/CP's or the CP Member's determination of the amount due. If Vendor fails to make timely payment, HCDE/CP or the CP Member may obtain such money from Vendor by any means permitted by law, including, without limitation, offset or counterclaim against any money otherwise due to Vendor by HCDE/CP or the CP Member.

5.16. Tax Exempt Status

HCDE/CP and all CP Members that are Texas governmental entities or agencies are exempt from payment of Texas State Sales Taxes under TEXAS TAX CODE § 151.310 for the purchase of tangible personal property. Laws of other states govern the tax status of CP Members in states other than Texas. Vendor represents and warrants that it shall pay all taxes or similar amounts resulting from this Contract, including, without limitation, any federal, state, or local income, sales or excise taxes of Vendor or its employees. HCDE/CP and CP Members shall not be liable for any taxes resulting from this Contract, except where otherwise required by law.

5.17. Other State Tax Requirements

5.17.1. Payment of Taxes by CP Members Outside of Texas – CP Members outside of Texas will pay only the rate and/or amount of taxes identified in Vendor's proposal submitted in response to the JOC/CSP as appropriate to the specific CP Member.

5.17.2. State and Local Transaction Privilege Taxes – The CP Member is subject to all applicable state and local transaction privilege taxes. Transaction privilege taxes apply to the sales of materials and are the sole responsibility of Vendor, as the seller, to remit. Failure to remit taxes from HCDE/CP and/or the CP Member, as the buyer, does not relieve Vendor, as the seller, from its obligation to remit taxes.

5.18. State of Texas Franchise Tax

By submitting a proposal in response to the JOC/CSP, Vendor certifies that Vendor is not currently delinquent in Vendor's payment of any franchise taxes or other taxes owed to the State of Texas.

5.19. Tax Responsibilities of Vendor and Indemnification for Taxes

Vendor is responsible for complying with the tax laws of states and the federal government. Vendor and all subcontractor(s) of Vendor shall pay all federal, state, and local taxes applicable to Vendor's operation, any persons employed by Vendor, and all subcontractors of Vendor. Vendor shall require all subcontractors to hold HCDE/CP and the CP Member harmless from any responsibility for taxes, damages, and interest. If applicable, contributions required under federal, state, and/or local laws and regulations and any other costs, including, but not limited to, transaction privilege taxes, unemployment compensation insurance, Social Security, and Worker's Compensation, shall be the sole responsibility of Vendor.

5.20. IRS W-9

To receive payment under this Contract, Vendor shall have a current I.R.S. W-9 Form on file with the CP Member.

5.21. Assignment of Contract

Vendor may not assign this Contract or any of its rights, duties or obligations hereunder without the prior written approval of HCDE/CP. Any attempted assignment of this Contract by Vendor shall be null and void. Any Purchase Order or Job Order made as a result of this Contract may not be transferred, assigned, subcontracted, mortgaged, pledged, or otherwise disposed of or encumbered in any way by Vendor without the prior written approval of HCDE/CP and, if applicable, the CP Member.

5.22. Notification of Material Change

Vendor is required to notify HCDE/CP when any material change in operations occurs, including changes in distribution rights for awarded materials, bankruptcy, material changes in financial condition, change of ownership, and the like, within three (3) business days of such change.

5.23. Performance

Vendor agrees to use commercially reasonable best efforts to provide the material(s) and/or service(s) subject to this Contract. Vendor shall furnish all supervision, labor, tools, equipment, permits, licenses, transportation, insurance, material, and supplies necessary to complete any scope of work, Purchase Order, or Job Order under this Contract. Vendor shall use skilled, trained personnel, who shall be supervised by Vendor.

5.24. Subcontractors

Subcontractors are required to price their JOC/IDIQ proposals/quotes to Vendor using the same pricing method(s) as outlined in this JOC/CSP and Texas Government Code 2269 Subchapter I, Job Order Contracts Method.

If Vendor uses subcontractors in the performance of any part of this Contract, Vendor shall be fully responsible to HCDE/CP and CP Members for all acts and omissions of the subcontractors. Nothing in this Contract shall create for the benefit of any such subcontractor any contractual relationship between HCDE/CP and any such subcontractor, nor shall it create any obligation on the part of HCDE/CP or CP Members to pay or to see to the payment of any monies due any such subcontractor except as may otherwise be required by law. Vendor represents and warrants that it is willing, able, and capable of obtaining, supervising, and being responsible for any subcontractors who perform and/or provide materials and services related to this Contract.

5.25. **Non-Appropriation**

Renewal of this Contract, if any, will be in accordance with TEX. LOCAL GOV'T. CODE § 271.903 concerning non-appropriation of funds for multi-year contracts. Notwithstanding any other provision of this Contract or obligation imposed on HCDE/CP or any CP Member by this Contract, HCDE/CP and CP Members shall have the right to terminate this Contract, any Supplemental Contract, Purchase Order, or Job Order without default or liability to Vendor resulting from such termination, effective as of the expiration of each budget period of HCDE/CP or any CP Member if it is determined by HCDE/CP or any CP Member, at their sole discretion, that there are insufficient funds to extend this Contract, any Supplemental Contract, any Purchase Order, or Job Order. The parties agree that this Contract, any Supplemental Contract, any Purchase Order, and Job Order are commitments of the current revenue of HCDE/CP and CP Members only.

5.26. **Ordering Procedures**

Purchase Orders are issued by HCDE/CP and/or CP Members to the Vendor according to this Contract and any Supplemental Contract between HCDE/CP and the CP Member. CP Members must send Purchase Orders to CP, unless otherwise stipulated by HCDE/CP. HCDE/CP may request confirmation of receipt of the Purchase Order from Vendor.

HCDE/CP also may elect to require e-commerce functionality, in which Purchase Orders are sent directly to Vendor and reported by the CP Member to HCDE/CP on a specified basis. The e-commerce approach must be approved by HCDE/CP prior to the start date of any Term of the Contract.

5.27. **Invoices; Payments**

5.27.1. Vendor shall submit invoices, in duplicate, directly to HCDE/CP or the CP Member at the appropriate location(s) specified by HCDE/CP or the CP Member. Each invoice shall include HCDE/CP's or the CP Member's Purchase Order number and CP Contract Number. All invoices shall be itemized to include the type of material(s) and/or service(s) rendered. Vendor shall submit invoices within a timely manner during HCDE/CP's or the CP Member's fiscal year in which the material(s) and/or service(s) are purchased. The shipment tracking number or pertinent information for verification of HCDE/CP's or the CP Member's receipt shall be made available upon request by HCDE/CP or the CP Member.

5.27.2. HCDE/CP or the CP Member will make payments directly to Vendor. HCDE/CP or the CP Member placing the Purchase Order or Job Order with Vendor shall alone be liable and/or responsible for payment for material(s) and/or service(s) ordered and must be invoiced directly by Vendor. Neither HCDE/CP nor any CP Member shall be liable for the indebtedness of any one CP Member.

5.27.3. TEX. GOV'T. CODE § 2251.021 shall govern when payments are due to the Vendor. Payments are due to Vendor by HCDE/CP and any CP Member whose governing body meets only once a month or less frequently, **within forty-five (45) days** after the later of the following: (1) the date HCDE/CP or the CP Member receives the materials and services under the Contract; (2) the date the performance of the service under the Contract is completed; or (3) the date HCDE/CP or the CP Member receives an invoice for the materials or service. For CP Members whose governing bodies meet more than once a month or more often, payments are due by those CP Members **within thirty (30) days** after the later of the following: (1) the date the CP Member receives material(s) under the Contract; (2) the date the performance of the service under the Contract is completed; or (3) the date the CP Member receives an invoice for material(s) or service(s). Vendor agrees to pay any subcontractors the appropriate share of the payment received from HCDE/CP or the CP Member not later than the **tenth (10th) day** after the date the Vendor receives the payment from HCDE/CP or the CP Member.

The exceptions to payments made by HCDE/CP, a CP Member, and/or Vendor listed in TEX. GOV'T. CODE § 2251.002 shall apply to this Contract.

5.28. **Reporting**

The Vendor shall provide HCDE/CP with a detailed monthly report showing the total dollar volume of all sales under this Contract for the previous month in Microsoft Excel format, in the format and with the information specified by HCDE/CP. Reports are due on the **fifteenth (15) day of the month**, after the close of the previous month and shall provide information regarding Purchase Orders and Job Orders during the previous month. Vendor is responsible for collecting and compiling all sales under this Contract from all CP Members and submitting **one (1)** consolidated monthly

report. The monthly report shall include, at a minimum, the date of each Purchase Order or Job Order, Purchase Order or Job Order number, CP Member name, city/town, and Purchase Order or Job Order total dollar amount. Reports shall be submitted in an electronic format to CP at 6005 Westview, Houston, Texas 77055, or electronically mailed to facilityreporting@choicepartners.org. **Failure to submit monthly reporting shall be reason for non-renewal of contract.**

5.29. Pricing Changes

All prices and discount percentages in Vendor's proposal shall be firm for the Term of this Contract. Pricing may be negotiated during the Contract renewal period. Vendor agrees to promptly lower the proportionate price of any material purchased through this Contract following a reduction in the price the Vendor is paying suppliers. All pricing submitted to HCDE/CP in Vendor's proposal shall include the administrative fee to be remitted to HCDE/CP by Vendor. It is Vendor's responsibility to keep all pricing up-to-date and on file with HCDE/CP. All price changes shall be presented to HCDE/CP for acceptance or rejection by HCDE/CP, in its sole discretion, using the same format as was accepted in Vendor's original proposal; all price changes for materials and/or services provided under this Contract must be approved, in writing, by HCDE/CP prior to taking effect.

The following documentation shall be provided to support a request for a price change:

- justification for change/increase
- terms and conditions
- market conditions
- manufacturers'/distributors' impact, if any

All price decreases shall be allowed for all materials and/or services.

5.30. HCDE/CP Administrative Fee

HCDE/CP will invoice Vendor for the CP Administrative Fee of **3.0 percent (Administrative Incentive Clause below)**. The invoice will be based on total sales made through this Contract. Vendor shall remit payment of the CP Fee to HCDE/CP no later than **thirty (30) days** following the end of the month. Failure to pay the CP Administrative Fee in a timely manner may result in Vendor breaching this Contract and may result in HCDE/CP suspending or terminating this Contract. Vendor shall honor and pay HCDE/CP the CP Administrative Fee for any sales resulting from this Contract that occurred within **thirty (30) days** of the expiration or termination of this Contract. . All rebates, discounts, and other applicable credits granted by Vendor as a result of any Supplemental Contracts entered into between Vendor and CP members shall accrue exclusively to CP member(s).

Administrative Fee Incentive Clause

Aggregate Year

- Gross sales above \$5M = 2% for remainder of the (12) month contract period
- Subsequent renewal year = 2.75% Vendor's must maintain production of \$5M to keep 2.75% for the next year's renewal.

Task Orders/Job Orders

- \$2M or above - 2.5% only in the aggregate year they are invoiced
- \$1M or above - 2.75% only in the aggregate year they are invoiced
- If Vendor's report \$5M but only bills \$4M Admin Fee = 2.75%

NOTE: FAILURE TO REPORT WILL VOID THIS ADMINISTRATIVE FEE INCENTIVE

5.31. Records Retention

Vendor shall maintain its records and accounts in a manner that shall assure a full accounting for all material(s) and/or service(s) provided by the Vendor to HCDE/CP and/or CP Members under this Contract. These records and accounts shall be retained by Vendor and made available for review and copying by HCDE/CP and CP Members for a period of **not less than three (3) years** from the date of completion of the service(s), receipt of material(s), the date of the receipt by HCDE/CP or the CP Member of Vendor's final invoice or claim for payment in connection with this Contract, or the date HCDE/CP or the CP Member makes final payments and closes pending matters in connection with a federal grant, whichever is later. If an audit or a compliance review has been announced, the Vendor shall retain its records and accounts until such audit or compliance review has been completed.

When federal funds are expended by HCDE or any CP member pursuant to this Contract, Vendor certifies that it will comply with the record retention requirements detailed in 2 CFR § 200.333. Vendor further certifies that Vendor will retain all records as required by 2 CFR § 200.333 for a period of three years after grantees or subgrantees submit final expenditure reports or quarterly or annual financial reports, as applicable, and all other pending matters are closed.

5.32. Right to Review, Audit and Inspect

HCDE/CP, CP Members, any federal agency that has awarded federal funds/grant(s) to HCDE/CP or a CP Member, and the Comptroller General of the United States, and/or any of their authorized representatives, shall, upon written notice, have the right to audit and examine all of Vendor's records and accounts relating to this Contract and inspect any project performed by the Vendor relating to this Contract. Records subject to audit/review shall include, but are not limited to, all Purchase Orders or Job Orders resulting from this Contract and records which may have a bearing on matters in connection with the Vendor's work for HCDE/CP and/or CP Members, and shall be open to inspection and subject to audit/review and/or reproduction by HCDE/CP, CP Member, and/or their authorized representative(s) to the extent necessary to adequately permit evaluation and verification of:

5.32.1. Vendor's compliance with this Contract and the requirements of the JOC/CSP.

5.32.2. Compliance with procurement laws, policies, and procedures, including, without limitation, reviewing/comparing pricing on invoices and the appropriate unit price book for JOC/IDIQ work performed for HCDE/CP and/or CP Members.

5.32.3. Compliance with provisions for computing billings to HCDE/CP and/or to CP Members.

5.32.4. Any other matter related to this Contract.

5.33. Indemnification

VENDOR SHALL INDEMNIFY AND HOLD HARMLESS HCDE/CP AND EACH CP MEMBER, INCLUDING HCDE/CP'S AND CP MEMBERS' TRUSTEES, OFFICERS, ADMINISTRATORS, EMPLOYEES, AND AGENTS, FROM ALL CLAIMS, LIABILITIES, COSTS, SUITS OF LAW OR IN EQUITY, EXPENSES, ATTORNEYS' FEES, FINES, PENALTIES OR DAMAGES ARISING FROM ACTS OR OMISSIONS OF VENDOR, VENDOR'S EMPLOYEES, AGENTS, OR SUBCONTRACTORS, IN CONNECTION WITH THIS CONTRACT, INCLUDING WITHOUT LIMITATION, THOSE ARISING FROM CLAIMED INFRINGEMENT OF ANY PATENTS, TRADEMARKS, COPYRIGHT OR OTHER CORRESPONDING RIGHT(S) WHICH IS RELATED TO ANY ITEM VENDOR IS REQUIRED TO DELIVER. VENDOR'S OBLIGATIONS UNDER THIS CLAUSE SHALL SURVIVE ACCEPTANCE AND PAYMENT BY HCDE/CP OR THE CP MEMBER.

5.34. Governing Law and Exclusive Venue

The laws of the State of Texas, without regard to its provisions on conflicts of laws, govern this Contract. Any dispute under this Contract involving HCDE/CP must be brought exclusively in the state and federal courts located in Houston, Harris County, Texas, and the parties hereby submit to the exclusive jurisdiction of said courts. Any dispute not involving HCDE/CP but involving a CP Member and Vendor shall be governed by the laws of the state of the CP Member, without regard to its provisions on conflicts of laws, and exclusive jurisdiction and venue shall lie in the city, county, and state of the CP Member.

5.35. Multiple Contract Awards; Non-Exclusivity

In accordance with TEX. GOV'T. CODE § 2269.406, HCDE/CP reserves the right to award multiple contracts under the JOC/CSP, including multiple contracts for each material/service category. Material/Service categories are established at the sole discretion of HCDE/CP. Nothing in this Contract may be construed to imply that Vendor has the exclusive right to provide materials and/or services to HCDE/CP and/or CP Members. During the Term of this Contract, HCDE/CP and CP Members reserve the right to use all available resources to procure other materials and/or services as needed and doing so will not violate any rights of Vendor. In the event that a Vendor has an existing HCDE/CP contract in the same contract title, upon award the new contract will immediately supersede the older contract.

5.36. New Products

New products that meet the specifications detailed in the RFP may be added to this Contract, with prior written approval from HCDE/CP. Pricing of any new products shall be equivalent to the percentage discount or proposed prices for other similar products. Vendor may replace or add products to the contract if: the replacing products are equal to or superior

to the original products offered or discounted in a similar degree or to a greater degree and the products meet the requirements of the RFP. No products may be added to avoid competitive procurement procedures. HCDE/CP may reject any proposed additions, without cause, in its sole discretion.

5.37. **No Substitution**

Any Purchase Order or Job Order issued pursuant to this Contract shall conform to the specifications and descriptions identified in this Contract and the JOC/CSP. Vendor shall not deliver substitutes without prior written authorization from HCDE/CP or the CP Member.

5.38. **Penalties**

5.38.1. Insist that the Vendor honor the quoted price(s) specified in Vendor's proposal or the Supplemental Contract, as applicable;

5.38.2. Have the Vendor pay the difference between the Vendor's price and the price of the next acceptable proposal, as determined by HCDE/CP or the CP Member;

5.38.3. Have the Vendor pay the difference between Vendor's price and the actual purchase price of the material or service on the open market; and/or

5.38.4. Recommend to the HCDE Board of Trustees that the Vendor no longer be given the opportunity to submit a proposal to HCDE/CP and/or that this Contract be terminated.

5.39. **Promotion of Contract Marketing Plan**

The marketing of Vendor's company, material, and/or services shall be the sole responsibility of Vendor. HCDE/CP may only supply Vendor with CP Members' contact lists that contain name, address, phone numbers, and/or email addresses. Other items geared toward the joint-marketing of CP and Vendor's company, material, and/or services shall be at HCDE/CP's sole discretion. Encouraging CP Members to circumvent this Contract by purchasing directly from Vendor may result in suspension or termination of this Contract. For so long as this Contract is valid and enforceable between the parties, Vendor agrees to display the CP seal in its marketing collateral materials, such as Vendor's website and related marketing materials. Vendor shall submit all promotional materials to HCDE/CP and obtain written approval before Vendor finalizes or publishes promotional material bearing the HCDE/CP or CP name or seal. Vendor may not release any press release or other publication regarding this Contract or HCDE/CP unless and until HCDE/CP first approves the press release or publication in writing. **Vendor's website and logo are a requirement of this contract.**

5.40. **Website Support**

Vendor agrees to cooperate with HCDE/CP in publicizing contract particulars on the CP website. Vendor also agrees to work with HCDE/CP in updating and maintaining current information on Vendor activities related to the Contract on the CP website. Vendor agrees to provide an electronic version of its logo for use on the CP website upon award and provide other information as reasonably requested by HCDE/CP to help ensure that the CP website is current and consistently updated. In return, we would like for you to place the vendor seal on your website as a requirement to obtaining any membership listing with addresses.

5.41. **Safety**

Vendor, its subcontractor(s), and their respective employees shall comply fully with all applicable federal, state, and local safety and health laws, ordinances, rules, and regulations in the performance of services under this Contract, including, without limitation, those promulgated by HCDE/CP, CP Members, and by the Occupational Safety and Health Administration ("OSHA"). In case of conflict, the most stringent safety requirements shall govern. Vendor shall comply with all other safety guidelines and standards as required by HCDE/CP or CP Members. Vendor shall indemnify and hold HCDE/CP and/or the CP Member harmless from and against all claims, demands, suits, actions, judgments, fines, penalties, and liability of every kind arising from the breach of Vendor's obligations under this provision.

5.42. **Workforce**

Vendor shall employ only orderly and competent workers, skilled in the performance of the services, if any, which shall be performed under this Contract. Vendor, its employees, subcontractors, and subcontractor's employees may not use or possess any firearms, alcoholic or other intoxicating beverages, illegal drugs or controlled substances while on the job or on HCDE/CP and CP Members' property, nor may such workers be intoxicated or under the influence of alcohol or drugs on HCDE/CP and CP Members' property.

5.43. **Supplemental Contracts**

A CP Member and Vendor may enter into a separate, Supplemental Contract. Any Supplemental Contract developed as a result of this Contract and/or the JOC/CSP is exclusively between the CP Member and Vendor and shall have no effect or impact on HCDE/CP, any other CP Member, or this Contract. Any Supplemental Contract between Vendor and a CP Member is exclusively between that specific CP Member and Vendor and will be subject to immediate cancellation by the CP Member (without penalty to the CP Member) if, in the opinion of the CP Member, the quality, service, and specification requirements, and/or the terms and conditions are not maintained as stated in the Supplemental Contract. Vendor shall promptly notify HCDE/CP of any Supplemental Contract executed between Vendor and a CP member. Supplemental Contracts are entered into pursuant to the piggyback method delineated in the U.S. Department of Agriculture directive SP 35-2012.

5.44. **Insurance**

Vendor is required to provide HCDE/CP and/or the CP Member with copies of certificates of insurance, naming HCDE/CP and/or the CP Member as additional insured's for Texas Workers Compensation and General Liability Insurance, **within 14 business days of contract award and prior to the commencement of any work under this Contract.** Certificates of Insurance, name and address of Vendor, the limits of liability, the effective dates of each policy, and policy number shall be delivered to HCDE/CP and/or the CP Member prior to commencement of any work under this Contract. The insurance company insuring Vendor shall be licensed in the State of Texas or the state in which the CP Member is located, and shall be acceptable to HCDE/CP and/or the CP Member. Vendor shall give HCDE/CP or the CP Member a **minimum of ten (10) days'** notice prior to any modifications or cancellation of said policies of insurance. Vendor shall require all subcontractors performing any work under or relating to this Contract to maintain coverage as specified below. Vendor shall, at all times during the Term of this Contract, maintain insurance coverage with not less than the type and requirements shown below. If the CP Member has higher insurance requirements than those listed below, such may be added to the Purchase Order or Job Order. Such insurance is to be provided at the sole cost of the Vendor. These requirements do not establish limits of Vendor's liability.

All policies of insurance shall waive all rights of subrogation against HCDE/CP, CP Members, and HCDE/CP and CP Members' officers, employees and agents.

Upon request, certified copies of original insurance policies shall be furnished to HCDE/CP and/or to CP Members.

HCDE/CP and the CP Member, as requested, shall be named as an "additional insured" on insurance policies.

HCDE/CP and the CP Member reserve the right to require additional insurance should HCDE/CP or the CP Member deem additional insurance necessary, in their sole discretion.

- Workers Compensation (with waiver of subrogation to HCDE/CP and the CP Member) Employer's Liability, including all states, U.S. Longshoremens, Harbor Workers and other endorsements.
- Statutory, and Bodily Injury by Accident: \$100,000 each employee. Bodily Injury by Disease: \$500,000, policy limit \$100,000 each employee.
- Commercial General Liability Occurrence Form including, but not limited to, Premises and Operations, Products Liability Broad Form Property Damage, Contractual Liability, Personal and Advertising Injury Liability and where the exposure exists, coverage for watercraft, blasting collapse, and explosions, blowout, cratering and underground damage. \$300,000 each occurrence Limit Bodily Injury and Property Damage combined. \$300,000 Products-Completed Operations Aggregate Limit \$500,000 per Job Aggregate. \$300,000 Personal and Advertising Injury Limit.
- Automobile Liability Coverage: \$300,000 Combined Liability Limits Bodily Injury and Property Damage Combined.

5.45. **Participation in HCDE/CP**

Vendor acknowledges and agrees that continued participation in the HCDE/CP cooperative purchasing program is subject to HCDE/CP's sole discretion and that Vendor may be removed from the HCDE/CP program at any time, with or without cause, in HCDE/CP's sole discretion. All work resulting from this Contract must cease immediately after completion of the final accepted Purchase Order or Job Order. Nothing in this Contract or in any other communication between HCDE/CP and Vendor may be construed as a guarantee that HCDE/CP or CP Members will submit any Purchase Order or Job Orders to Vendor at any time.

The following items and actions are required to continue participation in the HCDE/CP Purchasing Cooperative:

- **Detailed monthly reporting of sales activity** (even in the event there is zero activity during the month)
- **Timely remittance of Choice Partners Invoices for Administrative Fees**
- **Proper completion of government-mandated forms and documents** (Ex: Form 1295, EDGAR)
- **Marketing of Choice Partners**
 - **Choice Partners seal on company website**
 - **Development of marketing plan**
 - **Participation in up to 5 events annually** (trade shows, conferences, etc.)
- **Minimum of \$15,000 annual sales activity**
- **Maintain current insurance certificate** (updated annually)

5.46. No Agency or Endorsements

It is the intention of the parties to this Contract that Vendor is independent of HCDE/CP and CP Members, is an independent contractor, and is not an employee, agent, joint venturer, or partner of HCDE/CP or any CP Member. Nothing in this Contract shall be interpreted or construed as creating or establishing the relationship of employer and employee, agent, joint venturer or partner, between HCDE/CP and Vendor, any CP Member and Vendor, HCDE/CP and any of Vendor's agents, or any CP Member and any of Vendor's agents. Vendor has no power or authority to assume or create any obligation or responsibility on behalf of HCDE/CP or any CP Member, and HCDE/CP and CP members have no power or authority to assume or create any obligation or responsibility on behalf of Vendor. This Contract shall not be construed to create or imply any partnership, agency, or joint venture, nor shall it be construed or deemed an endorsement of a specific company or material. Vendor agrees that HCDE/CP and CP Members have no responsibility for any conduct of any of Vendor's employees, agents, representatives, contractors, or subcontractors.

5.47. Equal Opportunity

It is the policy of HCDE/CP not to discriminate on the basis of race, color, national origin, gender, limited English proficiency or handicapping conditions in its programs. Vendor agrees not to discriminate against any employee or applicant for employment to be employed in the performance of this Contract, with respect to hire, tenure, terms, conditions and privileges of employment, or a matter directly or indirectly related to employment, because of age (except where based on a bona fide occupational qualification), sex (except where based on a bona fide occupational qualification) or race, color, religion, national origin, or ancestry. Vendor further agrees that every subcontract entered into for the performance of this Contract shall contain a provision requiring non-discrimination in employment herein specified, binding upon each subcontractor. Breach of this covenant may be regarded as a material breach of the Contract.

5.48. Force Majeure

Neither HCDE/CP, any CP Member, or Vendor shall be deemed to have breached any provision of this Contract as a result of any delay, failure in performance, or interruption of service resulting directly or indirectly from acts of God, network failures, acts of civil or military authorities, civil disturbances, wars, energy crises, fires, transportation contingencies, interruptions in third-party telecommunications or Internet equipment or service, other catastrophes, or any other occurrences which are reasonably beyond HCDE/CP, any CP Member, or Vendor's control.

HCDE/CP, CP Members, and Vendor are required to use due caution and preventive measures to protect against the effects of force majeure, and the burden of proving that a force majeure event has occurred shall rest on the party seeking relief under this provision. The party seeking relief due to force majeure is required to promptly notify the other parties in writing, citing the details of the force majeure event and relief sought, and shall resume performance immediately after the obstacles to performance caused by a force majeure event have been removed, provided the Contract has not been terminated. Delay or failure of performance, by either party to this Contract, caused solely by a force majeure event, shall be excused for the period of delay caused solely by the force majeure event. HCDE/CP, CP Members, and Vendor shall not have any claim for damages against any other party resulting from delays caused solely by force majeure. Notwithstanding any other provision of this Contract, in the event the Vendor's performance of its obligations under this Contract is delayed or stopped by a force majeure event, HCDE/CP shall have the option to terminate this Contract. This section shall not be interpreted as to limit or otherwise modify any of HCDE/CP's or CP Members' contractual, legal, or equitable rights.

5.49. Severability

In the event any one or more of the provisions contained in this Contract shall for any reason be held to be invalid, illegal, or unenforceable in any respect, such invalidity, illegality, or unenforceability shall not affect any other provisions, and the Contract shall be construed as if such invalid, illegal, or unenforceable provision had never been contained in it.

5.50. Waiver

No failure on the part of either party at any time to require the performance by the other party of any term hereof shall be taken or held to be a waiver of such term or in any way affect such party's right to enforce such term, and no waiver on the part of either party of any term hereof shall be taken or held to be a waiver of any other term hereof or the breach thereof. No waiver, alteration, or modification of any of the provisions of this Contract shall be binding unless in writing and signed by duly authorized representatives of the parties hereto.

5.51. Entire Agreement

The Contract, the JOC/CSP, Vendor's proposal submitted in response to the JOC/CSP, the attached and incorporated attachments, addendum, and/or exhibits, if any, and the Supplemental Contract, if any, contain the entire agreement of the parties relative to the purpose(s) of the Contract and supersede any other representations, agreements, arrangements, negotiations, or understandings, oral or written, between the parties to this Contract. In the event of a conflict between this Contract and the JOC/CSP or Vendor's proposal submitted in response to the JOC/CSP, this Contract shall control. In the event of a conflict between the JOC/CSP and Vendor's proposal submitted in response to the JOC/CSP, the JOC/CSP shall control. This Contract supersedes any conflicting terms and conditions on any Purchase Order and/ Job Orders, invoices, checks, order acknowledgements, forms, purchase orders, or similar commercial documents relating hereto and which may be issued by Vendor after the Effective Date of this Contract.

In addition to this Contract, a Supplemental Contract between Vendor and the CP Member may be established to further detail the terms and conditions of the CP Member's specific project. In the event of a conflict between this Contract and the Supplemental Contract, as to HCDE/CP, this Contract shall prevail. In the event of a conflict between this Contract and the Supplemental Contract, as to the CP Member, the Supplemental Contract shall prevail unless the Supplemental Contract states otherwise.

5.52. Interpretation

Vendor agrees that the normal rules of construction that requires that any ambiguities in this Contract are to be construed against the drafter shall not be employed in the interpretation of this Contract.

5.53. Notice

Any notice provided under the terms of this Contract by the parties to any other shall be in writing and shall be given by hand-delivery or by certified or registered mail, return receipt requested. Notice shall be sufficient if made or addressed to the party at the address listed in the signature line of this Contract. Notice shall be deemed effective upon receipt. Each party may change the address at which notice may be sent to that party by giving notice of such change to the other party by certified mail, return receipt requested.

5.54. Captions

The captions herein are for convenience and identification purposes only, are not an integral part hereof, and are not to be considered in the interpretation of any part hereof.

October 30, 2019

Subject: Contract Renewal for CSP #17/020CG for JOC-IDIQ On-Call Trades for Harris Department of Education (HCDE)/Choice Partners Cooperative

Dear CP Vendor Partner:

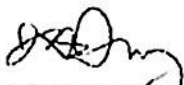
Your contract with Choice Partners (CP), a division of Harris County Department of Education (HCDE) is scheduled to expire **February 27, 2020**. This contract has **two (2)** one-year annual renewal options remaining before final expiration. Choice Partners values this contract and is exercising the option to extend this contract for one year beginning **February 28, 2020**.

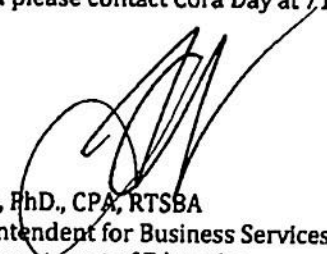
If you agree to renew this contract, please complete, sign and attach this letter under the "Response Attachments" section of the Choice Partners eBid System <http://www.choicepartners.org/vendor-login.php> **November 14, 2019 at 2:00 p.m. central time.**

In addition, provide any updated pricing and/or discounts for your contract and attach a current copy of your certificate of insurance (if applicable) and any forms that may have changed since the original proposal was submitted.


If you have any questions or concerns, or need to discuss this contract renewal please contact Cora Day at 713-696-8208 or e-mail to cora@choicepartners.org.

Sincerely,


 Jeff Drury, Director
 Choice Partners
 A division of Harris County Department of Education


 Jesus J. Amezcua, PhD., CPA, RTSBA
 Assistant Superintendent for Business Services
 Harris County Department of Education

The individual signing below has authority to enter into this agreement on behalf of the Vendor.

Corporate Name:	BR KYM, INC dba WORTH HYDROCHEM OF HOUSTON
Authorized Signature:	
Print Name:	BRAD KYM
Title:	VICE PRESIDENT
Date:	11-13-2019
Address:	6718 BOURGEOIS RD
City, State, Zip Code:	HOUSTON, TX 77066
Phone:	713-896-0087
Email Address:	bradkym@worthhydrochemofhouston.com

