DIR No: DIR-SDD-ICXXX

INTERLOCAL COOPERATION CONTRACT for Information Resources Technologies

THIS INTERLOCAL COOPERATION CONTRACT is entered into by and between <u>Public Utility District No. 1 of Okanogan County [DIR Customer]</u> and the STATE OF TEXAS, acting by and through the DEPARTMENT OF INFORMATION RESOURCES, 300 West 15th Street, Suite 1300, Austin, Texas 78701 [DIR], pursuant to the authority granted and in compliance with the provisions of the Interlocal Cooperation Act, Texas Government Code, Chapter 791 for Texas based Customers and Section 2054.0565, Texas Government Code, for out of state Customers.

I. STATEMENT OF PURPOSE:

The purpose of this Interlocal Cooperation Contract [Contract] is to allow DIR Customer to purchase information resources technologies through DIR Contracts.

II. CONSIDERATION:

- a. Per the Interlocal Cooperation Act, Texas Government Code, § 791.025, or other applicable law, the DIR Customer satisfies the requirement to seek competitive bids for the purchase of goods and/or services.
- b. DIR agrees to provide to DIR Customer those information resources technologies available through existing Vendor contracts and Vendor contracts that DIR may enter into during the term of this interlocal cooperation contract, in accordance with specifications submitted through purchase orders from Customer. All DIR Vendor contracts shall be made available to the DIR Customer via the DIR internet web site. DIR Customers utilizing the GO DIRect contracts shall issue a Purchase Order directly to the relevant Vendor. DIR Customers utilizing a DIR Contract for which DIR is the fiscal agent, the DIR Customer's Purchase Order shall be issued to DIR.
- c. DIR Customer agrees to notify DIR of any substantial problems in quality or service in relations with a vendor under a DIR vendor contract.

III. PAYMENT FOR GOODS AND SERVICES:

- a. DIR Customer shall comply with Chapter 2251, Texas Government Code, or applicable local law, in making payments to the Vendor. Payment under a DIR Contract shall not foreclose the right to recover wrongful payments.
- Payments must be made from current revenues available to DIR Customer and authorized by its governing board.
- c. DIR Customer agrees to pay the rates and/or prices set by DIR with its vendors. DIR Customer understands these rates and/or prices include a DIR administrative fee.
- d. All purchases executed under a DIR Contract will require a DIR Customer purchase order.

IV. TERM OF CONTRACT:

This Interlocal	Cooperation Contract shall begin when fully executed by both parties and shall				
continue	until terminated .				
	[choose a specific number of months or state, "until terminated." and then delete this instruction]				

Either party, upon written notice, may terminate this contract on thirty (30) days advance written notice. Customers shall pay for all goods and services received through the effective date of termination.

V. GOVERNING LAW AND OTHER REPRESENTATIONS:

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[] Unit of Texas Local Government hereby	certifying that is h	as statutory authority to perform its
duties hereunder pursuant to Chapter	, Texas	Code.

[X] Non-Texas State agency or unit of local government of another state hereby certifying that it has statutory authority to enter in to this Interlocal Agreement and perform its duties hereunder pursuant to Revised Code of Washington Title 39 Chapter 34 (RCW 39.34.

VI. CERTIFYING FUNCTION:

<u>Department of Information Resources:</u> acting as the owner of the DIR Contracts hereby certifies the eligibility of the DIR Customer to use the DIR Contracts.

VII. TERMS AND CONDITIONS FOR OUT OF STATE DIR CUSTOMERS:

SELECTIONS PER THE GOVERNING LAW OF THE OUT OF STATE DIR CUSTOMER:

- DIR Customer's use of the DIR Contracts shall be governed by the law of the State of Washington, excluding the conflicts of law provisions.
- 2. Exclusive Venue for litigation arising from use of the DIR Contracts is in the courts of the State of Washington in and for the County of Okanogan.
- 3. The following dispute resolution procedures shall be used to resolve disputes arising from use of the DIR Contracts See Attachment A Dispute Resolution.

Entity Name

Authorized By:

Name: John R. Grubich

Title: General Manager

Date: 11-23-2010

THE STATE OF TEXAS, acting by and through the DEPARTMENT OF INFORMATION RESOURCES

Authorized By: Authorized By: Name: Cindy Reed

Title: Deputy Executive Director Operations & Statewide Technology Sourcing

Date: 11-23-2010

This Interlocal Cooperation Contract is executed to be effective as of the date of the last party to sign.

DISPUTE RESOLUTION

Applicable Law and Dispute Resolution. This Agreement shall be construed and enforced pursuant to the laws of the State of Washington. Any dispute, controversy, breach or other type of claim (collectively referred to as "dispute") arising out of or relating to this Agreement shall be resolved in the following manner.

- a. Within seven (7) days after either party determines that an unresolved dispute exists, the party seeking relief shall serve the other party with a written notice specifying the nature of the dispute in detail.
- b. Within seven (7) days after receipt of notice of dispute, the parties shall meet and confer in a good faith attempt to resolve the dispute. Participants in the meeting must have the authority to enter into binding resolution on behalf of each party. If an agreement is reached, the parties shall document the resolution of the dispute in writing.
- c. If no agreement is reached, either party may request facilitated mediation. A written request for mediation shall be served within the other party within seven (7) days of the meet and confer session. The parties shall within thirty (30) days of receipt of request for mediation agree on a qualified, neutral mediator. In the event a mediator is selected by the parties, the costs shall be born equally between the parties. Each party shall bear its own costs and attorney's fees of the mediation process. The mediation shall conclude within thirty (30) days of the submittal to the mediator.
- d. In the event the above methods fail to resolve the dispute, either party may bring legal action for dispute settlement against the other party of which the venue will be in a court of competent jurisdiction in Okanogan County, Washington.