OFFICE OF THE CITY ATTORNEY ROBERT E. SHANNON, City Attorney 333 West Ocean Boulevard, 11th Floor Long Beach, CA 90802-4664

CONTRACT

THIS CONTRACT is made and entered, in duplicate, as of April 1, 2008, for reference purposes only, pursuant to a minute order adopted by the City Council of the City of Long Beach at its meeting held on April 1, 2008, by and between K&H PRINTERS-LITHOGRAPHERS, INC., a Washington corporation dba K&H INTEGRATED PRINT SOLUTIONS, whose address is 7720 Hardeson Road, Number A, Everett, Washington 98203 ("Contractor"), and the CITY OF LONG BEACH, a municipal corporation ("City").

In consideration of the mutual terms and conditions herein, the parties agree as follows:

1. SCOPE OF WORK OR SERVICES.

- A. Contractor shall furnish specialized services more particularly described in Exhibit "A", attached to this Contract and incorporated by this reference, in accordance with the standards of the profession, and City shall pay for these services in the manner described below, not to exceed \$122,227, at the rates or charges shown in Exhibit "A".
- B. Contractor has requested to receive regular payments. City shall pay Contractor in due course of payments following receipt from Contractor and approval by City of invoices showing the services or task performed, the time expended (if billing is hourly), and the name of the project. Contractor shall certify on the invoices that Contractor has performed the services in full conformance with this Contract and is entitled to receive payment.
- 2. <u>TIME FOR CONTRACT</u>. The term of this Contract shall commence at midnight on October 1, 2007, and shall terminate at 11:59 p.m. on September 30, 2008, unless sooner terminated as provided in this Contract, or unless the services or the Project is completed sooner.

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3. ACCEPTANCE OF WORK NOT TO CONSTITUTE A WAIVER. The acceptance of any work or the payment of any money by City shall not operate as a waiver of any provision of this Contract, of any power reserved to City, or of any right to damages or indemnity hereunder. The waiver of any breach or any default hereunder shall not be deemed a waiver of any other or subsequent breach or default.

4. INSURANCE.

A. As a condition precedent to the effectiveness of this Contract, Contractor shall procure and maintain at Contractor's expense for the duration of this Contract from insurance companies that are admitted to write insurance in California or from authorized non-admitted insurance companies that have ratings of or equivalent to A:VIII by A.M. Best Company the following insurance:

- i. Commercial general liability insurance (equivalent in scope to ISO form CG 00 01 11 85 or CG 00 01 11 88) in an amount not less than \$1,000,000 per each occurrence and \$2,000,000 general aggregate. This coverage shall include but not be limited to broad form contractual liability, cross liability, independent contractors liability, and products and completed operations liability. City, its officials, employees and agents shall be named as additional insureds by endorsement (on City's endorsement form or on an endorsement equivalent in scope to ISO form CG 20 10 11 85 or to both CG 20 10 10 01 and CG 20 37 10 01), and this insurance shall contain no special limitations on the scope of protection given to City, its officials, employees and agents.
- ii. Workers' Compensation insurance as required by the California Labor Code and employer's liability insurance in an amount not less than \$1,000,000.
- iii. Professional liability or errors and omissions insurance in an amount not less than \$1,000,000 per claim.
 - iv. Commercial automobile liability insurance (equivalent

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in scope to ISO form CA 00 01 06 92), covering Auto Symbol 1 (Any Auto) in an amount not less than \$500,000 combined single limit per accident.

- B. Any self-insurance program, self-insured retention, or deductible must be separately approved in writing by City's Risk Manager or designee and shall protect City, its officials, employees and agents in the same manner and to the same extent as they would have been protected had the policy or policies not contained retention or deductible provisions. Each insurance policy shall be endorsed to state that coverage shall not be reduced, non-renewed, or canceled except after thirty (30) days prior written notice to City, and shall be primary and not contributing to any other insurance or self-insurance maintained by City. Contractor shall notify City in writing within five (5) days after any insurance has been voided by the insurer or cancelled by the insured. If this coverage is written on a "claims made" basis, it must provide for an extended reporting period of not less than one year, commencing on the date this Contract expires or is terminated, unless Contractor guarantees that Contractor will provide to City evidence of uninterrupted, continuing coverage for a period of not less than three (3) years, commencing on the date this Contract expires or is terminated.
- C. Contractor shall require that all subcontractors that Contractor uses in the performance of these services maintain insurance in compliance with this Section unless otherwise agreed in writing by City's Risk Manager or designee.
- D. Prior to the start of performance, Contractor shall deliver to City certificates of insurance and the endorsements for approval as to sufficiency and form. In addition, Contractor, shall within thirty (30) days prior to expiration of the insurance, furnish to City certificates of insurance and endorsements evidencing renewal of the insurance. City reserves the right to require complete certified copies of all policies of Contractor and Contractor's subcontractors, at any time. Contractor shall make available to City's Risk Manager or designee all

books, records and other information relating to this insurance, during normal business hours.

- E. Any modification or waiver of these insurance requirements shall only be made with the approval of City's Risk Manager or designee. Not more frequently than once a year, City's Risk Manager or designee may require that Contractor, Contractor's subcontractors change the amount, scope or types of coverages required in this Section if, in his or her sole opinion, the amount, scope, or types of coverages are not adequate.
- F. The procuring or existence of insurance shall not be construed or deemed as a limitation on liability relating to Contractor's performance or as full performance of or compliance with the indemnification provisions of this Contract.
- 5. INDEMNITY. Contractor shall, with respect to services performed in connection with this Contract, indemnify and hold harmless the City, its Boards, Commissions, and their officials, employees and agents (collectively in this Section, "City") from and against any and all liability, claims, demands, damage, loss, causes of action, proceedings, penalties, costs and expenses (including attorney's fees, court costs, and expert and witness fees) arising out of or related to the acts of Contractor, its officers, employees, agents, subcontractors or anyone under Contractor's control (collectively "Indemnitor"). Independent of the duty to indemnify, Contractor shall defend City and shall continue this defense until the claim is resolved, whether by settlement, judgment or otherwise. No finding or judgment of negligence, fault, breach, or the like on the part of Indemnitor shall be required for the duty to defend to arise. Contractor shall notify City of any claim within ten (10) days. Likewise, City shall notify Contractor of any claim, shall tender the defense of the claim to Contractor, and shall assist Contractor, as may be reasonably requested, in the defense.
- 6. <u>OWNERSHIP OF DATA</u>. All materials, information and data prepared, developed or assembled by Contractor or furnished to Contractor in connection

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with this Contract, including but not limited to documents, estimates, calculations, studies. maps, graphs, charts, computer disks, computer source documentation, samples. models, reports, summaries, drawings, designs, notes, plans, information, material and memorandum ("Data") shall be the exclusive property of City. Data shall be given to City, and City shall have the unrestricted right to use and disclose the Data in any manner and for any purpose without payment of further compensation to Contractor. Copies of Data may be retained by Contractor but Contractor warrants that Data shall not be made available to any person or entity for use without the prior approval of City. This warranty shall survive termination of this Contract for five (5) years.

7. CONFIDENTIALITY.

- Α. Contractor shall keep the Data confidential and shall not disclose the Data or use the Data directly or indirectly other than in the course of performing its services, during the term of this Contract and for five (5) years following expiration or termination of this Contract. In addition, Contractor shall keep confidential all information, whether written, oral, or visual, obtained by any means whatsoever in the course of performing its services for the same period of time. Contractor shall not disclose any or all of the Data to any third party, or use it for Contractor's own benefit or the benefit of others except for the purpose of this Contract.
- В. Contractor shall not be liable for a breach of confidentiality with respect to Data that: (a) Contractor demonstrates Contractor knew prior to the time City disclosed it; or (b) is or becomes publicly available without breach of this Contract by Contractor; or (c) a third party who has a right to disclose does so to Contractor without restrictions on further disclosure; or (d) must be disclosed pursuant to subpoena or court order.
- 8. NOTICES. Any notice required hereunder shall be in writing and personally delivered or deposited in the U.S. Postal Service, first class, postage prepaid, to Contractor at the address first stated herein, and to the City at 333 West Ocean

Boulevard, Long Beach, California 90802, Attn: City Clerk. Notice of change of address shall be given in the same manner as stated herein for other notices. Notice shall be deemed given on the date deposited in the mail or on the date personal delivery is made, whichever first occurs.

- 9. <u>ASSIGNMENT</u>. Neither this Contract nor any of the moneys that may become due Contractor hereunder may be assigned by Contractor without the written consent of City first had and obtained, nor will City recognize any subcontractor as such, and all persons engaged in the work of construction will be considered as independent contractors or agents of Contractor and will be held directly responsible to Contractor.
- 10. <u>TERMINATION</u>. Either party shall have the right to terminate this Contract for any reason or no reason at any time by giving fifteen (15) calendar days prior notice to the other party. In the event of termination under this Section, City shall pay Contractor for services satisfactorily performed and costs incurred up to the effective date of termination for which Contractor has not been previously paid.
- 11. THIRD PARTY BENEFICIARY. This Contract is intended by the parties to benefit themselves only and is not in any way intended or designed to or entered for the purpose of creating any benefit or right of any kind for any person or entity that is not a party to this Contract.
- 12. <u>GOVERNING LAW</u>. This Contract shall be governed by and construed pursuant to the laws of the State of California (except those provisions of California law pertaining to conflicts of laws).
- 13. <u>COSTS</u>. If there is any legal proceeding between the parties to enforce or interpret this Contract or to protect or establish any rights or remedies hereunder, the prevailing party shall be entitled to its costs, including reasonable attorney's fees.

IN WITNESS WHEREOF, the parties have caused this document to be duly

00127220.DOC

OFFICE OF THE CITY ATTORNEY ROBERT E. SHANNON, City Attorney 333 West Ocean Boulevard, 11th Floor Long Beach, CA 90802-4664

L-PURPOSE ACKNOWLEDGMENT ********************************** State of California county of Snohomisk Linda Wilson, Notary Public personally appeared s who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of **Notary Public** State of Washington which the person(s) acted, executed the instrument. LINDA M. WILSON My Appointment Expires Apr 15, 2006 I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct. WITNESS my band and official seal. Signature Place Notary Seal Above OPTIONAL Though the information below is not required by law, it may prove valuable to persons relying on the document and could prevent fraudulent removal and reattachment of this form to another document. **Description of Attached Document** Title or Type of Document: Contract Number of Pages: Document Date: Signer(s) Other Than Named Above: Capacity(ies) Claimed by Signer(s) Signer's Name: Dave Hames Signer's Name: Jay C. Ackley ☐ Individual Individual Corporate Officer — Title(s): Scuetar Corporate Officer — Title(s): President is □ Partner — □ Limited □ General □ Partner — □ Limited □ General ☐ Attorney in Fact ☐ Attorney in Fact OF SIGNER OF SIGNER Top of thumb here Top of thumb here □ Trustee □ Trustee Guardian or Conservator □ Guardian or Conservator Other: ☐ Other: Signer Is Representing: Signer Is Representing:



CITY OF LONG BEACH

C-14

DEPARTMENT OF THE CITY CLERK

333 W. Ocean Blvd.

Long Beach, CA 90802

(582) 570-8101 FAX (582) 570-8789

April 1, 2008

HONORABLE MAYOR AND CITY COUNCIL City of Long Beach California

RECOMMENDATION:

That City Council authorize the City Manager to execute a contract with K&H Integrated Print Solutions for mailing services and printing of official ballots, sample ballots and vote-by-mail materials in an amount not to exceed \$122,227, plus a seven percent contingency, with an option to authorize the provision of mailing services and printing of official ballots, sample ballots and vote-by-mail materials in an amount not to exceed \$76,360, plus a seven percent contingency, in administration of the April 8, 2008 Primary Nominating Election (PNE), and the June 3, 2008 General Municipal Election (GME).

DISCUSSION

After issuance of an Request for Proposal in 2007, the City Clerk Department took necessary action to retain the services of K&H Integrated Print Solutions for mailing services, official ballots and vote-by-mail materials in preparation for the PNE on April 8, 2008, and if necessary the GME on June 3, 2008.

With completion of work, for the April 8, 2008 PNE, K&H provided for: [1] printing and mailing of more than 91,804 sample ballots; [2] printing of 59,882 Official Ballots for use as precinct, vote-by-mail ballots, provisional and test ballots; and [3] preparation and mailing of 17,551 vote-by-mail ballots (as of March 23, 2008).

TIMING CONSIDERATIONS

Approval of this action is necessary so that payment for services rendered can be made pursuant to the contract requirements of the City Charter.

FISCAL IMPACT

The appropriations necessary to cover the cost of the April 8, 2008 PNE are contained in the City Clerk Department 2008 Fiscal Year Budget. In the event of a June 8, 2008 GME, City Clerk Department will work with Financial Management to determine the source of funding.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted.

LARRY HERRERA CITY CLERK