Kobert E. Shannon Attorney of Long Beach West Ocean Boulevard ach, California 90802-4664 ephone (562) 570-2200

<u>AGREEMENT</u>

THIS AGREEMENT is made and entered, in duplicate, as of January 8, 2008, pursuant to Resolution No. RES-08-0002 adopted by the City Council of the City of Long Beach at its meeting on January 8, 2008, by and between TRI-PACIFIC SUPPLY, INC. ("Vendor") and the CITY OF LONG BEACH ("City"), a municipal corporation.

WHEREAS, City, acting through its Gas and Oil Department, desires to purchase from Vendor various parts and equipment relating to natural gas supply systems manufactured by Dresser Pressure Regulation Group, Philpott Corporation, ABB, Inc., and A and N Enterprises, Inc., and Vendor desires to sell the same to City;

NOW, THEREFORE, in consideration of the terms and conditions contained in this Agreement, the parties agree as follows:

- 1. Vendor shall furnish those certain parts and equipment specified in Exhibit "A" attached hereto at the prices included therein, and otherwise in accordance with the terms and conditions of this Agreement.
- 2. City shall purchase such products as and when it deems necessary, but in no event shall the aggregate amount of purchases made hereunder exceed \$150,000. City shall not be obligated to make any purchase under this Agreement. This Agreement shall be effective for a period of one year, and the City Manager, or designee, shall have the option to extend the term of this Agreement for two additional periods of one-year each, during which extension periods the same terms and conditions shall apply.
- 3. Payment for such products purchased from Vendor by City shall be made by City on delivery to and acceptance of the equipment by City and submission of an invoice to City. Payment is due thirty (30) days after the date of the invoice.
 - 4. All warranties shall accrue to the City of Long Beach.
- 5. Neither this Agreement nor any money that becomes due to Vendor under this Agreement may be assigned by Vendor without the prior written consent of the City Manager or his designee.
 - 6. Any notice given under this Agreement shall be in writing and personally

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delivered or deposited in the U.S. Postal Service, return receipt, and shall be delivered or mailed to the respective parties at the addresses listed below.

Tri-Pacific Supply, Inc. 4345 Pacific Street Rocklin, California 95677 Attn: Mr. Claude Transue Tel: (916) 630-2323 Tax ID:

City of Long Beach Department of Gas & Oil 2400 E. Spring Street Long Beach, California 90806 Attn: Sigmund Jacoby

- 7. Vendor shall cooperate with the City in all matters relating to self-accrual of use tax. If requested by City, Vendor shall contact the City Treasurer for additional information regarding self-accrual.
- 8. Vendor shall, with respect to all services performed hereunder, indemnify and hold harmless City, its Boards and 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 but not limited to attorney's fees, court costs, and expert and witness fees)(collectively "Claims" or individually "Claim") arising, in whole or in part, from: 1) any negligent act or omission of Vendor, its officers, employees, agents, invitees, or anyone under Vendor's control (collectively "Indemnitor"); 2) Vendor's breach of this Agreement; 3) Vendor's misrepresentation or willful misconduct; and 4) Claims by any employee of Indemnitor relating in any way to workers' compensation. Independent of the indemnification duty and as a free-standing duty on the part of Vendor, Vendor shall defend City and shall continue such 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. Vendor shall give to City notice of any Claim within ten (10) calendar days. Likewise, City shall notify Vendor of any Claim, shall tender the defense of such Claim to Vendor, and

EXHIBIT "A" EQUIPMENT AND PRICES [ATTACHED]

Tri Pacific				
Part	Туре	Price	Est Qty	Total
Detection	Sensit	\$1,400.00	15-30	\$42,000.00
Filters	Philpot	\$9.00	2000-3000	\$27,000.00
Totalflow	BTU/FCU's	Various	3-5	\$50,000.00
Mooney	City regs	\$1500-\$5000	4-8	\$30,000.00 \$149,000.00
Estimated	Usage	2008		\$150,000.00