COOPERATIVE PROCUREMENT CONTRACT BETWEEN THE CITY OF SAN DIEGO AND WHITE CAP, L.P. FACILITY MRO, INDUSTRIAL & BUILDING-RELATED SUPPLIES, & EQUIPMENT (SAFETY SUPPLIES)

I. RECITALS

A. San Diego Municipal Code (SDMC) section 22.3208 authorizes the City of San Diego, a municipal corporation (City), to use a cooperative procurement contract awarded by another agency where the City's Purchasing Agent certifies in writing that the cooperative procurement contract is in the City's best interests, to the City's economic advantage, and the agency's contract was awarded using a process that complies with the policies, rules, and regulations developed and implemented by the City Manager.

B. Sourcewell (Agency) issued a request for proposals for facility maintenance, repair, and operations (MRO), industrial and building supplies and services by posting the solicitation on the Sourcewell procurement website and by advertising in four newspapers of general circulation over 30 days before the bid or proposal was due.

C. On November 15, 2022, based on the results of the competitive process, Agency awarded a contract with White Cap, L.P. (Contractor) and executed the RFP number 091422 for Facility MRO, Industrial, and Building-Related Supplies, identified as Sourcewell RFP Number 091422-WCP, cumulatively referred to as the "Agency Agreement", attached as Exhibit 1.

D. On 3/4/2024, the City's Purchasing Agent certified in writing that the Agency Agreement meets the requirements set forth in SDMC section 22.3208.

E. Contractor has agreed to provide the City the same pricing offered to Agency for facility MRO, industrial and building supplies consistent with the terms and conditions in the Agency Agreement except as modified herein to form a new agreement with the City (Contract)

II. GENERAL PROVISIONS

In consideration of the above recitals and mutual covenants and conditions set forth in this Contract, and for good and valuable consideration, the sufficiency of which is hereby acknowledged, City and Contractor hereby agree to the terms and conditions as set forth in the Agency Agreement with the exception of the following modifications:

1. <u>Incorporation.</u> This Contract shall fully incorporate the Recitals which the parties agree are true and correct.

2. <u>Effective Date</u>. This Contract is effective on the last date that this Contract is signed by City and Contractor and approved by the City Attorney through November 8, 2026, with two (2) additional one-year option periods which may be exercised at City's sole and absolute discretion subject to the restrictions in San Diego Charter section 99. City, through the Mayor or his designee, may exercise the options by written notice to Contractor sent prior to the

expiration of the current term. Contractor may not decline the option to renew. The total duration of this Contract, including the exercise of any options under this section, shall not exceed five (5) years without approval of the City of San Diego Council by Ordinance.

3. <u>Early Termination</u>. Contractor must provide written notice within ten (10) calendar days of the date in which the Agency Agreement is terminated to the Contract Administrator identified in Section III, below. Such written notice must explain the basis for termination and the date upon which the termination is effective. Early termination of the Agency Agreement by Agency or Contractor, or failure by Agency to exercise an option to extend the Agency Agreement, shall not in any way affect the existence of this Contract.

4. <u>Compliance with Controlling Laws</u>. Contractor shall comply with all applicable local, state, and federal laws and regulations. In addition, Contractor shall comply immediately with all directives issued by City or its authorized representatives under authority of any laws, statues, ordinances, rules, or regulations.

5. <u>Governing Law</u>. The Contract shall be deemed to be made under, construed in accordance with, and governed by the laws of the State of California without regard to the conflicts or choice of law provisions thereof.

6. <u>Jurisdiction and Venue</u>. The venue for any suit concerning this Contract, the interpretation of application of any of its terms and conditions, or any related disputes shall be in the County of San Diego, State of California.

7. <u>Modifications to the Agency Agreement: References</u>. All references to "Sourcewell" in the Agency Agreement shall mean and be understood to be "City of San Diego" in this Contract. All other terms and conditions of the Agency Agreement shall be in full force and effect as to City and Contractor as incorporated in this Contract.

III. CONTRACT ADMINISTRATOR

1. <u>Contract Administrator</u>. The Purchasing & Contracting Department (Department) is the Contract Administrator for the purposes of this Agreement. Contractor shall provide the Services under the direction of a designated representative of the Department as follows:

Buck Osegueda, Associate Procurement Contracting Officer 1200 Third Avenue, Suite 200, San Diego, CA 92101 (619) 236-6065 <u>Sosegueda@sandiego.gov</u>

2. <u>Notices</u>. Unless otherwise specified, in all cases where written notice is required under this Contract, service shall be deemed sufficient if the notice is personally delivered or deposited in the United States mail, with first class postage paid, attention to the Purchasing Agent. Proper notice shall be effective on the date of personal delivery or five (5) days after deposit in the United States postal mailbox. Notices shall be sent to:

Purchasing & Contracting Department Attention: Buck Osegueda 1200 Third Avenue - Suite200 San Diego, CA 92101 Sosegueda@sandiego.gov 619-236-6065

IV. COMPENSATION

1. City shall pay Contractor for the goods or services provided in accordance with this Contract in an amount not to exceed \$3,000,000. Contractor is not obligated to provide goods or services in excess of this amount, and does so at its own risk, unless this Contract is amended in writing duly executed by City and Contractor increasing this not-to-exceed amount.

2. <u>Annual Appropriation of Funds.</u> Contractor acknowledges that the contract term may extend over multiple City fiscal years, and agrees that work and compensation under this Contract is contingent on the City Council appropriating funding for and authorizing such work and compensation for those fiscal years. City may terminate the Contract if sufficient funds are not duly appropriated and authorized for any given fiscal year, or if funds appropriated and authorized for this Contract are exhausted before the fiscal year concludes. City is not obligated to pay Contractor for any amounts not duly appropriated and authorized by the City Council.

V. CONTRACT

1. <u>Contract Documents.</u> This Contract consists of this Contract and its Exhibits, Agency's solicitation number 091422, the Contractor's response to solicitation number 091422, including all Specifications and the Contractor's Affidavit, and the Agency Agreement number 091422-WCP (all of which include current pricing information and any pricing sheets and any properly executed written amendment(s) to the Agency Agreement), which are attached as Exhibits hereto and incorporated by reference (collectively, "Contract Documents"). These documents together contain all the terms and conditions of the Contract between City and Contractor.

2. <u>Contract Interpretation.</u> The Contract Documents completely describe the goods and/or services to be provided. Contractor shall provide any goods or services that may reasonably be inferred from the Contract Documents or from prevailing custom or trade usage as being required to produce the intended result whether or not specifically called for or identified in the Contract Documents. Words or phrases which have a well-known technical or construction industry trade meaning and are used to describe goods or services will be interpreted in accordance with that meaning unless a different definition has been provided in the Contract Documents.

3. <u>Precedence.</u> In resolving conflicts resulting from errors or discrepancies in any of the Contract Documents, City and Contractor will use the order of precedence as set forth below. The document in highest order of precedence controls. Inconsistent provisions in the Contract Documents that address the same subject, are consistent, and have different degrees of specificity, are not in conflict and the more specific language will control. The order of precedence from highest to lowest is as follows:

1st This Contract

2nd Agency Contract and any properly executed written amendment(s) to the Agency Contract
 3rd Contractor's Response to Solicitation including all Specifications and Proposer's Affidavit
 4th Agency's Solicitation and any Addenda

4. <u>Counterparts</u>. This Contract may be executed in counterparts which, when taken together, shall constitute a single signed original as though all parties executed the same page.

5. <u>Public Agencies</u>. Other public agencies as defined by California Government Code section 6500 may choose to use the terms of this Contract, subject to Contractor's acceptance. City is not liable or responsible for any obligations related to a subsequent agreement between Contractor and another public agency.

VI. CITY'S ADDITIONAL TERMS

1. <u>Drug-Free Workplace Certification.</u> Contractor shall comply with City's Drug-Free Workplace requirements set forth in Council Policy 100-17, which is incorporated into this Contract by reference.

2. <u>ADA Certification</u>. Contractor shall comply with the City's Americans with Disabilities Act Compliance/City Contracts requirements as set forth in Council Policy 100-04, which is incorporated into this Contract by reference.

3. <u>Non-Discrimination Ordinance.</u> Contractor shall not discriminate on the basis of race, gender, gender expression, gender identity, religion, national origin, ethnicity, sexual orientation, age, or disability in the solicitation, selection, hiring or treatment of subcontractors, vendors, or suppliers. Contractor shall provide equal opportunity for subcontractors to participate in subcontracting opportunities. Contractor understands and agrees that violation of this clause shall be considered a material breach of the contract and may result in contract termination, debarment, or other sanctions. Contracts between Contractor and any subcontractors or suppliers shall contain this language.

4. <u>Compliance with the City's Equal Employment Opportunity Outreach Program</u> (EOCP): Contractor shall comply with the City's EOCP requirements. Contractor shall not discriminate against any employee or applicant for employment on any basis prohibited by law. Contractor shall provide equal opportunity in all employment practices. Prime Contractors shall ensure that their subcontractors comply with this program. Nothing in this Section shall be interpreted to hold a prime Contractor liable for any discriminatory practice of its subcontractors.

5. <u>Compliance Investigations.</u> Upon City's request, Contractor agrees to provide to City, within sixty calendar days, a truthful and complete list of the names of all subcontractors, vendors, and suppliers that Contractor has used in the past five years on any of its contracts that were undertaken within San Diego County, including the total dollar amount paid by Contractor for each subcontract or supply contract. Contractor further agrees to fully cooperate in any investigation conducted by City pursuant to City's Nondiscrimination in Contracting Ordinance. Contractor understands and agrees that violation of this clause shall be considered a material

breach of the Contract and may result in remedies being ordered against Contractor up to and including contract termination, debarment, and other sanctions.

6. <u>Business Tax Certificate.</u> Unless the City Treasurer determines in writing that a contractor is exempt from the payment of business tax, any contractor doing business with the City of San Diego is required to obtain a Business Tax Certificate and to provide a copy to the City before any contract is executed.

7. <u>Product Endorsement.</u> Contractor shall comply with Council Policy 000-41 which requires that other than listing the City as a client and other limited endorsements, any advertisements, social media, promotions or other marketing referring to the City as a user of a product or service will require prior written approval of the Mayor or designee. Use of the City Seal or City logos is prohibited.

8. <u>Contractor Standards.</u> Contractor shall comply with Contractor Standards provisions codified in the SDMC. Contractor understands and agrees that violation of Contractor Standards may be considered a material breach of the Contract and may result in Contract termination, debarment and other sanctions.

IN WITNESS WHEREOF, this Contract is executed by City and Contractor acting by and through their authorized officers.

WHITE CAP SUPPLY HOLDINGS, LLC

By: <u>Regis Goboud</u>

Name: Regis Yoboud

Title: District Manager

Date: 4/10/2024

THE CITY OF SAN DIEGO

By: (4

Name: Claudia C. Abarca

Title: Director, Purchasing & Contracting

Date: April 18, 2024

Approved as to form this $\frac{25}{2}$ day of **April** _____, 20²⁴.

MARA W. ELLIOTT, City Attorney By: Mark M. Imada (Apr 25, 2024 12:09 PDT)

By: Mark M. Imada (Apr 25, 2024 12:09 PDT)
Deputy City Attorney
Print Name: Mark M. Imada