

REQUIREMENTS AGREEMENT
C-14-010-03-18

THIS AGREEMENT (the "Agreement") is entered into effective as of **March 18, 2014** by and between **L&R Precast Concrete Works, Inc., a Corporation** ("Seller") and **HIDALGO COUNTY** ("Buyer").

WHEREAS, Buyer has solicited proposals for the supply of its requirements of Hidalgo County "**Pre-Cast Safety End Treatments**" as further described in Exhibit "A" which is attached hereto and incorporated herein by reference for all purposes (the "Products") for a period of one year; and

WHEREAS, Seller has submitted a proposal to supply Buyer's requirements; and

WHEREAS, Buyer has determined that Seller has submitted the lowest and best bid to meet Buyer's requirements for the Product.

NOW THEREFORE, for and in consideration of the mutual covenants and conditions hereinafter set forth, and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, the parties hereto agree as follows:

1. Buyer agrees to purchase from Seller, and Seller agrees to sell to Buyer, all of the Products that Buyer may require for use by Buyer in "**Pre-Cast Safety End Treatments**" in the areas of **HIDALGO COUNTY** projects for a period of **one (1) year** commencing on **May 1, 2014** thru **April 30, 2015** with the County's option to renew for an additional **two (2)-one (1) year terms** (If applicable) under the same rates, terms, and condition, and it is agreed that the Products will meet the specifications set forth in Exhibit "A" hereto. County also reserves the right to continue this bid for an additional sixty (60) day Grace Period, under the same rates terms and conditions.

2. When Buyer determines that it needs a quantity of the Products to be delivered, it will, according to its Purchasing Policies, complete and submit to Seller a Purchase Order describing the type and quantity of the Products required. The Products are to be delivered by Buyer to the location in Hidalgo County specified by Buyer in its Purchase Order.

3. Buyer agrees to pay Seller for each Purchase Order based on the prices set out in Exhibit "B". Seller shall render invoices for each Purchase Order, and the invoices shall be paid by Buyer on or before the 30th day following receipt of the invoice.

4. County and Seller agree that either party may terminate this contract upon thirty (30) days written notice at any time for any reason or no reason at all.

5. General Provisions.

a. **Conflict with Applicable Law.** Nothing in this Agreement shall be construed so as to require the commission of any act contrary to law, and whenever there is any conflict between any provision of this Agreement and any present or

future law, ordinance or administrative, executive or judicial regulation, order or decree, or amendment thereof, contrary to which the parties have no legal right to contract, the latter shall prevail, but in such event the affected provision or provisions of this Agreement shall be modified only to the extent necessary to bring them within the legal requirements and only during the time such conflict exists.

b. **No Waiver.** No waiver by Buyer of any breach of any provision of this Agreement shall be deemed to be a waiver of any preceding or succeeding breach of the same or any other provision hereof.

c. **Entire Agreement.** This Agreement contains the entire contract between the parties hereto, and each party acknowledges that neither has made (either directly or through any agent or representative) any representations or agreements in connection with this Agreement not specifically set forth herein. This Agreement may be modified or amended only by agreement in writing executed by Buyer and Seller, and not otherwise.

d. **Texas Law to Apply.** This Agreement shall be construed under and in accordance with the laws of the State of Texas, and all obligations of the parties created hereunder are performable in Hidalgo County, Texas. The parties hereby consent to personal jurisdiction in Hidalgo County, Texas.

e. **Notice.** Except as may be otherwise specifically provided in this Agreement, all notices, demands, requests or communications required or permitted hereunder shall be in writing and shall either be (i) personally delivered against a written receipt, or (ii) sent by registered or certified mail, return receipt requested, postage prepaid and addressed to the parties at the addresses set forth below, or at such other addresses as may have been theretofore specified by written notice delivered in accordance herewith:

If to Buyer: **Hidalgo County**
 Attention: County Judge
 302 W. University Drive
 Edinburg, Texas 78539

If to Seller: **L&R Precast Concrete Works, Inc.**
 C/O Joel Medina, Sales Manager
 3807 North Bentsen Palm Drive
 Mission, Texas 78574

Each notice, demand, request or communication which shall be delivered or mailed in the manner described above shall be deemed sufficiently given for all purposes at such time as it is personally delivered to the addressee or, if mailed, at such time as it is deposited in the United States mail.

f. **Additional Documents.** The parties hereto covenant and agree that they will execute such other and further instruments and documents as are or may

become necessary or convenient to effectuate and carry out the terms of this Agreement.

g. **Successors.** This Agreement shall be binding upon and inure to the benefit of the parties hereto and their respective heirs, executors, administrators, legal representatives, successors, and assigns where permitted by this Agreement.

h. **Assignment.** This Agreement shall not be assignable.

i. **Headings.** The headings and captions contained in this Agreement are solely for convenient reference and shall not be deemed to affect the meaning or interpretation of any provision or paragraph hereof.

j. **Gender and Number.** All pronouns used in this Agreement shall include the other gender, whether used in the masculine, feminine or neuter gender, and the singular shall include the plural whenever and as often as may be appropriate

k. **Authority to Execute.** The execution and performance of this Agreement by Buyer and Seller have been duly authorized by all necessary laws, resolutions or corporate action, and this Agreement constitutes the valid and enforceable obligations of Buyer and Seller in accordance with its terms.

l. **Commitment of Current Revenues Only.** In the event that, during any term hereof, the Commissioners Court does not appropriate sufficient funds to meet the obligations of Buyer under this Agreement, Buyer may terminate this Agreement upon sixty (60) days written notice to Seller. Buyer agrees, however, to use reasonable efforts to secure funds necessary for the continued performance of this Agreement. The parties intend this provision to be a continuing right to terminate this Agreement at the expiration of each budget period of Buyer pursuant to the provisions of Tex. Loc. Govt. Code Ann. ' 271.903 (Vernon Supp. 1996).

m. **Insurance.** Company shall provide insurance in force on all its vehicles and all persons connected with providing services under this Contract naming County as an additional insured (with coverages and in the amounts described on Exhibit "C" attached hereto and incorporated herein at this point for all purposes), and shall furnish to County certificates of such insurance coverage.

n. **Purchasing Ethics.** Seller represents and warrants it has not, during the process of being awarded this contract violated the following ethical standards of Buyer and, upon and after the execution of this Agreement, agrees to abide by the following ethical standards of Buyer:

(1) It shall be a breach of ethics to offer, give or agree to give any elected official, department head or employee, or former elected official, department head or employee, of Hidalgo County, or for any elected official, department head or employee or former elected official, department head or employee of Hidalgo County, to solicit, demand, accept or agree to accept from another person, entity or organization, a gratuity or an officer of employment in connection with any decision, approval, disapproval, recommendation,

preparation or any part of a program requirement or purchase request, influencing the content of any specification or procurement standard, rendering of advise, investigation, auditing, or in any other advisory capacity in any proceeding or application, request for ruling, determination, claim or controversy, or other particular matter pertaining to any program requirement or a contract or subcontract, or to any solicitation or proposal therefor pending before any department or agency of Hidalgo County.

(2) It shall be a breach of ethics for any payment, gratuity or offer of employment to be made by or on behalf of a subcontractor under a contract to the prime contractor or higher tier subcontractor for any contract for Hidalgo County, or any person associated therewith, as an inducement for the award of a subcontract or order.

EXECUTED effective as of the day and year first above written.

APPROVED BY COMMISSIONERS COURT: 03-18-2014

HIDALGO COUNTY

By: Ramon Garcia
Ramon Garcia, County Judge

ATTEST:

Arturo Guajardo, Jr.
Arturo Guajardo, Jr., County Clerk

Vendor: L&R Precast Concrete Works, Inc.

By: Joel Mendiolca

Printed Name: JOEL MENDIOLCA

Title: SALES Manager

APPROVED AS TO FORM:
Atlas, Hall & Rodriguez, L.L.P

By: Stephen L. Crain
Stephen L. Crain

EXHIBIT "A"

SCOPE OF SERVICES

Exhibit "A"
HIDALGO COUNTY
"Pre-Cast Safety End Treatments"
BID NO.: 2014-010-02-12-MEG

SPECIFICATIONS:

The County of Hidalgo is seeking to contract with a qualified bidder for "Precast Safety End Treatments@ in Hidalgo County or Job Site on an "As Needed Basis" including, but not limited to, the following:

TYPE II RIPRAP-PSET-RR,
TYPE II CROSS DRAINAGE PSET-SC AND PSET-RC,
TYPE II PARALLEL DRAINAGE -PSET-RP

TERMS AND CONDITIONS

1. Term of contract is for one (1) year period with County's option to renew contract for additional two (2) one (1) year term under the same rates and conditions.
2. County reserves the right to continue this bid for an additional sixty (60) day grace period at the end of the contract term for unforeseen delay in award of new bid for next contract term.
3. County will seek purchases from state awarded vendors whenever it is, its best interest to do so.
4. After bid is awarded and successful awarded contractor defaults in meeting the general instructions to bidders(s) and/or in complying with the contract agreement, Hidalgo County reserves the right to seek the services of the next lowest bidder(s). In such event, Hidalgo County shall charge the successful bidder the difference for any additional cost to the County.
5. Hidalgo County reserves the right to add or delete during the term of the contract under the same rates and conditions.
6. Any contract awarded to a successful bidder will be in effect until;
 - a) The contract expires
 - b) Delivery acceptance of products and/or performance of services ordered, or
 - c) Terminated by County with thirty (30) days written notice prior to be cancellation.
7. Hidalgo County reserves the right to award the bid to MULTIPLE bidders if the County determines it is in its best interest to do so.
8. Insurance requirements for this project to be maintained through out the contract term (Refer to limits on the Exhibit "C" for limits).
9. Hidalgo County reserves the right to reject any/all bids, to waive any/all formalities or technicalities, or to accept the bid considered the best and most advantage to the County.
10. Hidalgo County reserves the right to hold bids for a period of ninety (90) days without taking any action.

Exhibit "A"
HIDALGO COUNTY
"Pre-Cast Safety End Treatments"
BID NO.: 2014-010-02-12-MEG

Market Volatility and Unit Price Adjustments:

Hidalgo County recognizes that during periods of national crisis and unstable economic conditions, unforeseen price increases might affect costs for goods and services contracted on an annual basis. The following procedure may be employed to mediate price volatility:

- 1) **Requesting Price Adjustment:** Upon written request of the Vendor to the County Purchasing Agent, the County may review evidence of prevailing industry-wide market conditions that warrant an adjustment in bid prices contained in the contract.
 - A Vendor must tie any price change clause to an industry-wide or otherwise nationally recognized index, or some other form of verifiable document. Such written request must be accompanied by a certified copy of the supplier's advisory or notification to the vendor of the price changes.
 - The Vendor must put the Purchasing Agent on the mailing lists for such publications so that the Purchasing Agent can monitor said changes. Such membership shall be at no cost to the County.
 - The County Purchasing Agent retains the right to determine whether or not such proposed price changes are in the best interest of the County.
 - No price escalation will be authorized in excess of the amount of the increase referred to in the supplier's notice.
 - The County may only grant a price increase if the evidence presented is deemed reliable. Should the County allow a price increase, the approved price change shall be honored for all orders received by the vendor or contractor after the effective date of such price change. Approved price changes are not applicable to orders already issued and in process at time of price change.
- 2) **Price Reduction:** Vendor shall notify the County at the time when the Vendor's costs for items and/or supplies reduce due to stabilization in the market at which time prices for items on this contract shall be reduced accordingly. Failure by the Vendor to notify the County of a decrease in costs for items and/or supplies for which the Vendor was granted a price adjustment, may result in immediate termination of this contract and the County shall not be obligated to pay the Vendor the difference between the contract price and the price adjustment.
- 3) **Timeframe for Adjusted Price Increases:** Price increases are only valid for the quarter in which they are requested and approved. Prices shall return to the original contract price at the beginning of the following quarter unless a Vendor notifies the County in writing within ten (10) days of expiration of the quarter in which the price increase is in effect, that it desires to have the price increase continue or that the Vendor is requesting a different price increase for the following quarter. Such request must be supplemented with sufficient justification to demonstrate that the price increase remains necessary. The County Purchasing Department shall have sole discretion whether to grant the price increase extension. The County too, shall have discretion to unilaterally reduce, eliminate or extend a price adjustment to the Vendor at any time upon written notice from the County to the Vendor demonstrating justification for such reduction, elimination or extension of the price adjustment.
- 4) **Allowable Review Periods:** Price adjustment reviews may only be requested by the Vendor on a quarterly basis. However, the County may at its own discretion, conduct temporary price

Exhibit "A"
HIDALGO COUNTY
"Pre-Cast Safety End Treatments"
BID NO.: 2014-010-02-12-MEG

adjustment reviews at any time. The County Purchasing Agent and/or the County Auditor reserve the right to audit and/or examine any pertinent books, documents, papers, records or invoices relating directly to the contract transaction in question after reasonable notice and during normal business hours.

- 5) **Dollar Limit to Price Changes:** The total increase in contract price shall not exceed twenty-five percent (25%) of the original contract price during the contract term.

Additional Information:

All Costs And Expenses Associated With The Preparation And Submission Of Bids Shall Be The Responsibility Of The Bidder And No Reimbursements For Such Charges Or Expenses Shall Be Passed On To Hidalgo County.

Information regarding this project can be addressed in writing, to the Hidalgo County Purchasing Department. Hidalgo County is also requesting that any and all questions, inquiries and clarifications regarding quotes, bids, proposal or statement of qualifications be addressed to Martha L. Salazar, Cppb, Purchasing Agent, AT 2802 SOUTH BUSINESS HWY 281, EDINBURG, TEXAS 78539.

TELEPHONE INQUIRIES WILL NOT BE ACCEPTED.

ALL WRITTEN INQUIRIES WILL BE ACCEPTED VIA FACSIMILE NO LATER THAN, WEDNESDAY FEBERUARY 05, 2014 AT 5:00 P.M., AT (956) 318-2629. RESPONSES TO SAID INQUIRIES WILL BE SENT TO ALL APPLICANTS VIA FACSIMILE BY NO LATER THAN 5:00 P.M. FRIDAY FEBERUARY 05, 2014.

Exhibit "A"
HIDALGO COUNTY
"Pre-Cast Safety End Treatments"
BID NO.: 2014-010-02-12-MEG

"Precast Safety End Treatments" in Hidalgo County or Job Site on an "As Needed Basis" including, but not limited to the following:

1. TYPE II RIPRAP-PSET-RR

SIZE	SLOPE	SIZE	PIPE RUNNERS
18"	6-1	18"	6-1
18"	4-1	18"	4-1
24"	6-1	24"	6-1
24"	4-1	24"	4-1
30"	6-1	30"	6-1
30"	4-1	30"	4-1

2. TYPE II-CROSS DRAINAGE PSET-SC AND PSET-RC

SIZE PSET-SC	SLOPE	SIZE PSET-RC	SLOPE	SIZE	PIPE RUNNERS
18"	6-1	18"	6-1	18"	6-1
18"	4-1	18"	4-1	18"	4-1
24"	6-1	24"	6-1	24"	6-1
24"	4-1	24"	4-1	24"	4-1
30"	6-1	30"	6-1	30"	6-1
30"	4-1	30"	4-1	30"	4-1

3. TYPE II PARALLEL DRAINAGE -PSET-RP

SIZE	SLOPE	SIZE	PIPE RUNNERS
18"	6-1	18"	6-1
18"	4-1	18"	4-1
24"	6-1	24"	6-1
24"	4-1	24"	4-1
30"	6-1	30"	6-1
30"	4-1	30"	4-1

EXHIBIT "B"

VENDOR'S BID PAGE

EXHIBIT "B"
 BID PAGE
 HIDALGO COUNTY
 "Pre-Cast Safety End Treatments"
 Bid No. 2014-010-02-12-MEG

OPENED
 2/12/14
 9:35am
 witnessed

AF

TYPE II RIPRAP-PSET-RR			
SIZE	SLOPE	UNIT PRICES	
		RIPRAP PSET-RR	PIPE RUNNER
18"	6-1	\$ 730.00	\$ 680.00
18"	4-1	\$ 680.00	\$ 680.00
24"	6-1	\$ 980.00	\$ 955.00
24"	4-1	\$ 955.00	\$ 930.00
30"	6-1	\$ 1,680.00	\$ 1,580.00
30"	4-1	\$ 1,630.00	\$ 1,480.00
Additional Fees: (If Any)		\$ — NONE —	

TYPE II CROSS DRAINAGE PSET-SC & PSET-RC				
SIZE	SLOPE	UNIT PRICES		
		PSET-SC	PSET-RC	PIPE RUNNERS
18"	6-1	\$ 730.00	\$ 730.00	\$ 680.00
18"	4-1	\$ 680.00	\$ 680.00	\$ 680.00
24"	6-1	\$ 980.00	\$ 980.00	\$ 955.00
24"	4-1	\$ 955.00	\$ 955.00	\$ 930.00
30"	6-1	\$ 1,680.00	\$ 1,680.00	\$ 1,580.00
30"	4-1	\$ 1,630.00	\$ 1,630.00	\$ 1,480.00
Additional Fees: (If Any)		\$ — NONE —		

EXHIBIT "B"
 BID PAGE
 HIDALGO COUNTY
 "Pre-Cast Safety End Treatments"
 Bid No. 2014-010-02-12-MEG

OPENED
 02/12/14
 9:35am
 Witnessed



TYPE II PARALLEL DRAINAGE -PSET-RP			
SIZE	SLOPE	UNIT PRICES	
		PSET-RP	PIPE RUNNER
18"	6-1	\$ 730.00	\$ 680.00
18"	4-1	\$ 680.00	\$ 680.00
24"	6-1	\$ 980.00	\$ 955.00
24"	4-1	\$ 955.00	\$ 930.00
30"	6-1	\$ 1,680.00	\$ 1,580.00
30"	4-1	\$ 1,630.00	\$ 1,480.00
Additional Fees: (If Any)		\$ - NONE -	

BIDDER'S INFORMATION


BIDDER/COMPANY NAME: L & R PRECAST CONCRETE WORKS INC
 ADDRESS: 3807 N. BENTSEN PALM DRIVE
 CITY/STATE/ZIP CODE: MISSION TX 78574
 PHONE NUMBER: 956-583-6293
 E-MAIL ADDRESS: lrprecast@gmail.com
 CELLULAR NUMBERS: 956-605-5048
 FAX NUMBER: 956-424-1099
 AUTHORIZED SIGNATURE: 
 PRINTED NAME: JOEL MENDIOLA
 TITLE: SALES MANAGER
 DATE: 2/10/2014

EXHIBIT "C"
CERTIFICATE OF INSURANCE

*****NOTES*****

Date: April 11, 2014

To: H.C. Judge's Office
And Co. Clerks Office

From: Cris Ayala, Buyer III
Hidalgo County Purchasing

Re: Contracts for L & R Precast Concrete Works, Inc.

Comments: Please have Judge Garcia sign contracts, and also Mr. Guajardo,
Thank you.

CC Meeting of 3-18-2014

C. Authority for the Purchasing Department to negotiate a professional engineering services contract with the No. 1 ranked firm of HALPE for: (on call) Building Repairs/Renovations, Alterations and/or Additions to County- owned Buildings located in Precinct No. 4.

E. Co. Wide.

1. AI-43172

APPROVED

Presentation of sole bid received as detailed in tabulation sheet contained herein meeting all specifications and/ or requirements for the purpose of award and approval of contract for Request for Bid titled: Hidalgo County "Pre-Cast Safety End Treatment" through project No.: 2014-010-02-12-MEG.

Y&R Precast

20.

Closed Session:

Commissioners' Court may go into Closed Session pursuant to Chapter 551, Texas Government Code, Sections 551.071 & 551.072 to discuss the following:

A. Real Estate Acquisition

*in @ 11:11
out @ 12:13*

B. Pending and/or potential litigation

C. AI-43617 C-1518-14-F; Josephine Carnell and David Mendoza, Jr. v. Hidalgo County, Hidalgo County Drainage District No. 1 and Gerardo Cavazos

D. AI-43622 Civil Action No. 7:14-cv-00067; Santos Rodriguez, Jr. et al v. Hidalgo County Sheriff's et al, City of Mission, et al and other unknown persons

21.

Open Session:

Real Estate Acquisition and appropriation for same

Pending and/or potential litigation

*na (A)
na (B)*

C. AI-43618 C-1518-14-F; Josephine Carnell and David Mendoza, Jr. v. Hidalgo County, Hidalgo County Drainage District No. 1 and Gerardo Cavazos — *refer to 7A1+2 exempt + here attor, Hall & Rdy. for Hid. Co. only*

D. AI-43623 Civil Action No. 7:14-cv-00067; Santos Rodriguez, Jr. et al v. Hidalgo County Sheriff's et al, City of Mission, et al and other unknown persons —

clarify that Mike Lee will be Co. Counsel w/ Preston Henrickson

22.

Closed Session:

Commissioners' Court may reconvene into Closed Session for the discussion regarding the agenda items listed

na

23.

Open Session:

Commissioners' Court may reconvene into Open Session for the discussion regarding the agenda items listed

24.

Adjourn

12:17

CC Meeting of 3-18-2014

