

QUAIL CREEK COMMUNITY FACILITIES DISTRICT

RESOLUTION NO. 8

A RESOLUTION OF THE DISTRICT BOARD OF THE QUAIL CREEK COMMUNITY FACILITIES DISTRICT, A COMMUNITY FACILITIES DISTRICT OF ARIZONA, ENTERING INTO A REVISED COOPERATIVE PURCHASE AGREEMENT WITH MOHAVE EDUCATIONAL SERVICES COOPERATIVE, INC., ENABLING THE QUAIL CREEK COMMUNITY FACILITIES DISTRICT, AS A MEMBER, TO PLACE ORDERS WITH AND MAKE PAYMENT DIRECTLY TO VENDORS.

WHEREAS, the Quail Creek Communities Facility District (QCCFD) is a Member of the Mohave Educational Services Cooperative, Inc. (MESC); and

WHEREAS, in the past the QCCFD, as a Member, was required to place orders or make payment to vendors under the MESC, through MESC; and

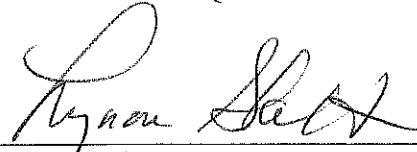
WHEREAS, MESC has implemented a new process whereby the QCCFD, as a Member, is able to place orders with and make payment directly to the vendors instead of placing orders and making payments through MESC.

NOW, THEREFORE, BE IT RESOLVED by the District Board of the Quail Creek Communities Facility District, Arizona, as follows:

- Section 1. The Quail Creek Community Facilities District is hereby authorized to enter into the Revised Cooperative Purchase Agreement between Mohave Educational Services Cooperative, Inc. and the Quail Creek Communities Facility District, attached hereto as Exhibit "A" and incorporated herein by this reference.
- Section 2. The Chairperson of the District Board of the Quail Creek Communities Facility District is hereby authorized and directed to execute said Agreement on behalf of the Quail Creek Communities Facility District, and the QCCFD staff is hereby authorized and directed to take all steps necessary to implement said Agreement and give it effect.
- Section 3. All resolutions, or motions and parts of resolutions or motions of the district board in conflict with the provisions of this Resolution are hereby repealed, effective as of the effective date of this Resolution.

Section 4. If any section, subsection, sentence, clause, phrase or portion of this Resolution is for any reason held to be invalid or unconstitutional by the decision of any court of competent jurisdiction, such decision shall not affect the validity of the remaining portions thereof.

PASSED AND ADOPTED by the District Board of the Quail Creek Communities Facility District, Arizona, this 25th day of June, 2007.



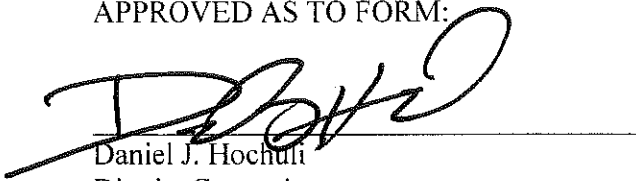
Lynne Skelton
Chairperson, District Board
Quail Creek Community Facilities District

ATTEST:



Sandra R. Olivas
District Clerk
Quail Creek Community Facilities District

APPROVED AS TO FORM:



Daniel J. Hochuli
District Counsel
Quail Creek Community Facilities District

EXHIBIT A

[MESC Cooperative Purchase Agreement]

MOHAVE EDUCATIONAL SERVICES COOPERATIVE, INC.
COOPERATIVE PURCHASE AGREEMENT

625 East Beale Street • Kingman, AZ 86401-5920

(928) 753-6945 Phone • (928) 718-3232 Fax

www.mesc.org

This Agreement entered into the 27 day of June 2007, by and between Mohave Educational Services Cooperative, Inc., an Arizona nonprofit corporation and public procurement unit established pursuant to provisions of A.R.S. § 11-952, A.R.S. § 11-952.01, and A.R.S. § 41-2632, hereinafter called "MESC," and _____, a local or public procurement unit, or a governmental public entity that is a political subdivision for purposes of federal income tax, or a nonprofit educational or public health institution that is a political subdivision for purposes of federal income tax or meets the requirements of § 115 of the Internal Revenue Code, hereinafter called the "Member," to permit the Member to purchase materials, services and construction from vendors at the prices and terms contained in contracts between MESC and those vendors. The governing body of any Member may enter into an Agreement with MESC for the purpose of utilization of term contracts by such Member (Arizona State Procurement Code, A.R.S. § 41-2631 *et seq.*; A.R.S. § 15-213; Arizona State Board of Education School District Procurement Rules, R7-2-1001 *et seq.*).

In consideration of the mutual promises contained in this Agreement, and the mutual benefits to result there from, the parties agree as follows:

1. MESC shall:

- a. Provide the Member with information on contracts, products and services via MESC's website and/or other means as MESC determines appropriate.
- b. Use specifications, terms and conditions for products, materials, services, and construction determined appropriate by MESC.
- c. Conduct the procurement in compliance with the Arizona State Procurement Code and the Arizona State Board of Education School District Procurement Rules (A.R.S. Title 41, Chapter 23 and A.A.C. R7-2-1001 *et seq.*). MESC will seek contracts for a variety of materials, services, equipment, and/or construction to enable Members to be/remain in compliance with local, State, or Federal laws or rules, and that promote the overall efficiency, effectiveness and economy of public procurement.
- d. Indicate that all Members will be eligible participants in any solicitation intended for general use by MESC's Members. In addition, MESC may invite Members to participate in specific solicitations. Members indicating an interest in participating in such specific solicitations will be eligible to participate in the resulting contracts.
- e. Hold the Member harmless from any liability which may arise from MESC's action or inaction relating to this Agreement.

2. The Member shall:


- a. Insure that purchase orders issued against MESC contracts are processed in accordance with the processes and procedures established by MESC, and the terms and prices established in said contracts.
- b. Pay for materials, services or construction in accordance with the terms of the applicable MESC contract. Payment for, and inspection and acceptance of materials, services or construction ordered by the Member shall be the exclusive obligation of the ordering Member.
- c. Not use an MESC contract as a method for obtaining additional concessions or reduced prices for similar material or services.
- d. Be responsible for ordering of materials, services or construction under this Agreement. MESC shall not be liable in any fashion for any violation by the Member of this Agreement, and the Member shall hold MESC harmless from any liability, which may arise from action or inaction of the member relating to the Agreement or its subject matter.

MESC Cooperative Purchase Agreement

- e. Pay to MESC an administration fee based upon the cost of ordered materials, services and/or construction (excluding shipping, taxes, bonds, and other ancillary costs specified by MESC), as provided in A.R.S. § 41-2632(5). The amount of the administration fee shall be determined by the MESC Board of Trustees, and shall be remitted to MESC as specified by MESC.
3. The exercise of any rights or remedies by the Member shall be the exclusive obligation of the Member. However, MESC as the contract administrator, and without subjecting itself to any liability, may join in the resolution of any controversy should it so desire.
4. MESC assists Members with purchase verification. However, it is the Member's responsibility to independently verify that quotations and purchase orders comply with the terms of the award of a contract or procurement.
5. MESC may terminate this Agreement without notice if the Member fails to comply with the terms of this Agreement and/or the terms of a MESC contract.
6. The Member may terminate the Agreement without notice if MESC fails to comply with the terms of this Agreement.
7. Either party may terminate this Agreement with at least ninety (90) days written notice to the other party.
8. Termination of this Agreement shall not relieve the Member from Member's exclusive obligation to comply with the terms of any Member purchase order issued prior to termination and payment for materials, services and/or construction so ordered and received.
9. This Agreement shall take effect upon execution by the parties and shall continue until it is terminated. This Agreement supersedes any and all previous Cooperative Purchase Agreements between MESC and the Member.
10. Failure of a Member to secure performance from a vendor in accordance with the terms and conditions of its purchase order does not mean MESC will be required to exercise its own rights or remedies.
11. This agreement may be canceled pursuant to the provisions of A.R.S. § 38-511; and is exempt from the provisions of A.R.S. § 11-952, subsections D, E, and F under the provisions of A.R.S. § 41-2632 and Arizona State Board of Education Rule R7-2-1191.
12. The Member and MESC agree to be in compliance with all State and Federal employment hiring and employee practices. Both parties agree to use arbitration to the extent required in A.R.S. § 12-1518.

IN WITNESS WHEREOF, the parties of this Agreement have caused their names to be affixed.

FOR THE MEMBER



Signature

Lynne Skelton

Printed Name

Mayor

Title

FOR MESC

Signature

Printed Name

Title