## SUBMITTAL TO THE BOARD OF SUPERVISORS COUNTY OF RIVERSIDE, STATE OF CALIFORNIA



ITEM: 3.54 (ID # 25475) MEETING DATE: Tuesday, July 30, 2024

FROM: PURCHASING AND FLEET SERVICES

**SUBJECT:** PURCHASING AND FLEET SERVICES: Ratify and Approve Amendment No. 3 to the Amended and Restated Service Agreement with D.C. Electronics Two, Inc. dba IE Alarm Systems for Security Alarm Monitoring Services without seeking competitive bids, to increase the annual Agreement amount by \$40,000, from \$160,000 to \$200,000, extend the contract term for one additional year through June 30, 2025, effective upon signature of the Amendment with the option to renew for up to one (1) additional year through June 30, 2026. All Districts. [Total Cost: \$400,000; up to \$20,000 in additional compensation per fiscal year — 100% Departments Budgets]

### **RECOMMENDED MOTION:** That the Board of Supervisors:

- 1. Ratify and Approve Amendment No. 3 to the Amended and Restated Service Agreement with D.C. Electronics Two, Inc. dba IE Alarm Systems for Security Alarm Monitoring Services without seeking competitive bids, to increase the annual Agreement amount by \$40,000 from \$160,000 to \$200,000, extend the contract term for one additional year through June 30, 2025, effective upon signature of the Amendment with the option to renew for up to one (1) additional year, through June 30, 2026, for the total cost of \$400,000; and authorize the Chair of the Board to sign the Amendment No. 3 on behalf of the County; and
- 2. Authorize the Purchasing Agent in accordance with Ordinance No. 459, based on the availability of fiscal funding and as approved as to form by County Counsel, to: (a) issue Purchase Orders for any goods and/or services rendered; (b) sign all subsequent amendments to the Agreement, including modifications of the statement of work, addition or deletion of County department locations and/or service levels that stay within the intent of the Agreement; and (c) sign amendments to the compensation provisions of the Agreement that do not exceed the total amount of \$20,000 per fiscal year.

#### **ACTION:**

Meghan Hegh. Director of Procurement 7/8/2024

#### MINUTES OF THE BOARD OF SUPERVISORS

On motion of Supervisor Gutierrez, seconded by Supervisor Perez and duly carried by unanimous vote, IT WAS ORDERED that the above matter is approved as recommended.

Ayes:

Jeffries, Spiegel, Washington, Perez and Gutierrez

Nays:

None

Absent: Date:

None

XC:

July 30, 2024 Purchasing Kimberly A. Rector Clerk of the Board

y. V. Manut

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FINANCIAL DATA	Curren	Current Fiscal Year: Next Fiscal Year:		т	otal Cost:	Ongoing Cost		
COST	\$	200,000	\$	200,000	\$	400,000	\$	0
NET COUNTY COST	\$	0	\$	0	\$	0	\$	0
SOURCE OF FUNDS: 100% Department Budgets					Budget Adju	ustment:	No	
						For Fiscal Y	ear: 23/2	4 – 25/26

C.E.O. RECOMMENDATION: Approve

### **BACKGROUND:**

### Summary

Purchasing and Fleet Services requests ratification and approval of Amendment No. 3 to the Amended and Restated Service Agreement with D.C. Electronics Two, Inc. dba IE Alarm Systems ("IE Alarms") for Security Alarm Monitoring Services without seeking competitive bids, Amended Single Source assigned (#24-285). This amendment will increase the total annual contract amount by \$40,000 from \$160,000 to \$200,000, extend the contract through June 30, 2025, with an option to renew through June 30, 2026, and ensure continuity of Security Alarm Services to maintain the general safety of countywide facilities.

The County's Honeywell Security System has been in place for over sixteen (16) years and serviced by D.C. Electronics Two, Inc. dba IE Alarm Security Services. Any repairs or upgrades to the Security Alarm System are required by Honeywell to be performed by a certified installer. At that time there was only one (1) authorized and certified vendor, which is D.C. Electronics Two, Inc. dba IE Alarm Systems.

IE Alarm Security Services has been providing the following services: monitoring and maintenance services, system improvements, installation, and upgrades to existing Honeywell Security Systems at various locations throughout the county.

### Impact on Residents and Businesses

There is no negative impact on the citizens or businesses. Providing and upholding safety measures to keep both the public and the employees free from harm at the various County facilities is a high priority to the County in whole.

#### **Additional Fiscal Information**

Multiple County departments utilize building security system monitoring and maintenance services, and each department will continue to budget and manage for these expenses.

### **Contract History and Price Reasonableness**

On September 24, 2019, the Board of Supervisors approved Agenda Item # 3.18, Amended and Restated Service Agreement with D.C. Electronics Two, Inc. dba IE Alarm Systems for a five-year term from July 1, 2019 through June 30, 2024 for monitoring services, system

### SUBMITTAL TO THE BOARD OF SUPERVISORS COUNTY OF RIVERSIDE, STATE OF CALIFORNIA

improvements, installation and upgrades to existing Honeywell Security Systems for those various county facilities.

Under Purchasing Agent authority, Amendment No. 1 was executed September 20, 2022, and effective July 1, 2022, to amend Subsection B2.0 "Monitoring Service Rates" of Exhibit B, Payment Provisions to increase rates.

Under Purchasing Agent authority, Amendment No. 2 was executed June 14, 2023 and effective July 1, 2023, to amend Subsection B2.0 "Monitoring Service Rates" of Exhibit B-1, Payment Provisions, to update the currently monitored sites, customer numbers and billing cycles as well as to increase rates due to changes in the Consumer Price Index.

Amendment No. 3 will extend the period of performance for one-year through June 30, 2025, with an optional one-year renewal through June 30, 2026, to allow time to conduct a county-wide competitive bid solicitation for Building Alarm Monitoring and Maintenance Services. This is a county-wide service agreement which multiple departments utilize for alarm monitoring and maintenance services. The amendment will allow services to continue without interruption or impact while procurement activities are conducted. The Contractor has held pricing for the last five years with no increases. Amendment No. 3 for FY 24/25 includes a 4.3% increase which does not exceed the percentage change in the Consumer Price Index – All Consumers, All Items – Greater Los Angeles, Riverside and Orange County areas ("CPI") over the preceding twelve (12) month period for the purpose of clarifying maintenance and non-inclusive goods or services within the Agreement.

### **ATTACHMENTS:**

ATTACHMENT A. Amendment No.3 Monitoring and Maintenance Services for the Security Alarm Services with Exhibit B-2 "Payment Provisions"

ATTACHMENT B. Amended Single Source Justification Document

Melissa Curtis, Deputy Director of Purchasing and Fleet 7/8/2024

Aaron Gettis, Chief of Deputy County Counsel 7/22/2024

Original Period of Performance:

July 1, 2019 through June 30, 2024

Amended Period of Performance:

July 1, 2024 through June 30, 2025, with

one-year renewal option through June 30, 2026

Effective Date of Amendment No. 3:

July 1, 2024

NEW Annual Maximum Contract Amount:

\$200,000

Contract ID:

RIVCO-99050-002-06/24

This AMENDMENT NO. 3 TO THE AMENDED AND RESTATED SERVICE AGREEMENT FOR SECURITY ALARM MONITORING SERVICES BETWEEN COUNTY OF RIVERSIDE AND D.C. ELECTRONICS TWO, INC. dba IE ALARM SYSTEMS (herein referred to as "Amendment No. 3") is made and entered into by and between the COUNTY OF RIVERSIDE, a political subdivision of the State of California, (herein referred to as "COUNTY") and D.C. ELECTRONICS TWO, INC., a California corporation, dba IE ALARM SYSTEMS (herein referred to as "CONTRACTOR").

#### **RECITALS**

WHEREAS, COUNTY and CONTRACTOR entered into that certain Amended and Restated Service Agreement for Security Alarm Monitoring Services, approved September 24, 2019, Agenda Item 3.18, and effective July 1, 2019, (herein referred to as "Agreement"); and

WHEREAS, COUNTY and CONTRACTOR entered into that certain Amendment No. 1 to the Agreement, executed September 20, 2022 and effective July 1, 2022, to amend Subsection B2.0 "Monitoring Service Rates" of Exhibit B, Payment Provisions, to increase rates; and

WHEREAS, COUNTY and CONTRACTOR entered into that certain Amendment No. 2 to the Agreement, executed June 14, 2023 and effective July 1, 2023, to amend Subsection B2.0 "Monitoring Service Rates" of Exhibit B, Payment Provisions, and replace it with Exhibit B-1, to increase rates; and

WHEREAS, COUNTY and CONTRACTOR now desire to amend the Agreement to extend the period of performance through June 30, 2025 with the option to extend the Agreement through June 30, 2026, increase the annual not to exceed amount to \$200,000, and update the currently monitored sites, customer numbers and billing cycles as well as increase the rates set forth in Exhibit B-1, Payment Provisions, by 4.3%, which does not exceed the percentage change in the Consumer Price Index – All Consumers, All Items – Greater Los Angeles, Riverside and Orange County areas ("CPI") over the preceding twelve (12) month period, in accordance with Subsection 3.2 of Section 3. Compensation of the Agreement; and to amend Section A2.0 of Exhibit A, Scope of Services, of the Agreement to add Section A2.0 (d) and (e) for the purpose of clarifying maintenance and non-inclusive goods or services within the Agreement;

Form #116-311 Revision Date: 01/13/2016

NOW THEREFORE, for good and valuable consideration, the parties agree as follows:

- 1. Recitals. The above recitals are true and correct and are incorporated herein by reference.
- 2. Section 2, Period of Period of Performance, of the Agreement is hereby amended to extend the period of performance and to add an option to extend that period as follows:
  - This amended Agreement shall be effective July 1, 2024, and continues A. 2.1 in effect through June 30, 2025, unless terminated earlier. CONTRACTOR shall commence performance upon signature of this Agreement by both parties and shall diligently and continuously perform thereafter. The Riverside County Board of Supervisors is the only authority that may obligate the County for a non-cancelable multi-year agreement.
  - The County shall have one (1) option to renew the term of this Agreement for one (1) additional year, through June 30, 2026, by providing notice in writing to Contractor no later than May 30, 2025.
- 3. Section 3.1 Compensation, of the Agreement is hereby amended as follows: The COUNTY shall pay the CONTRACTOR for services performed, products provided and expenses incurred in accordance with the terms of Exhibit B-2, Payment Provisions. Maximum payments by COUNTY to CONTRACTOR shall not exceed two hundred thousand dollars (\$200,000) per Fiscal Year including all expenses; Fiscal Year (FY) is defined as July 1 through June 30. The COUNTY is not responsible for any fees or costs incurred above or beyond the contracted amount and shall have no obligation to purchase any specified amount of services or products. Unless otherwise specifically stated in Exhibit B-2, COUNTY shall not be responsible for payment of any of CONTRACTOR's expenses related to
- 4. this Agreement.
- 5. Section 18, Notices, is hereby amended to delete the address for COUNTY OF RIVERSIDE and replace it with the following address:

### **COUNTY OF RIVERSIDE**

Purchasing and Fleet Services 3450 14th Street, 4th Fl Riverside, CA 92501

Attn: PCS

- 6. **Exhibit A.** EXHIBIT A, SCOPE OF SERVICES, of the Agreement is hereby amended to add subsections A2.5 and A2.6 for the purpose of clarifying existing Maintenance Services provided in the Agreement, as follows:
  - A. A2.5, Maintenance Services the CONTRACTOR shall provide maintenance services during regular business hours following the expiration of the one-year warranty period if the COUNTY selects a Maintenance Service Item in locations at the request of the respective County Department. As used herein, "Maintenance Service Item" means any individual requested maintenance service, including, but not limited to:
    - i. Annual inspection of all alarm systems upon request;
    - ii. Service required to repair or replace equipment;
    - iii. Training on alarm systems as requested;
    - iv. Unlimited security system user code changes;
    - v. Management of Holiday schedule and programming changes upon request;
    - vi. Priority Support in scheduling service and after-hours office support.
  - B. **A2.6**, Exclusions the Agreement does not cover the following:
    - i. Service to replace or repair material or equipment caused by accident, vandalism, flood, water, lightning, fire, intrusion, abuse, misuse, any casualty, including electricity, and attempted unauthorized repair service by anyone other than D.C. Electronics Two, Inc.;
    - ii. Cost of equipment or materials;
    - iii. Repair of equipment installed by others
    - iv. THIS CONTRACT IS NOT FOR SECURITY SYSTEM PROJECTS. Projects include system upgrades, additions, equipment replacements and/or repairs. These projects must be processed as a Public Works. D.C. Electronics Two, Inc. is a County pre-qualified contractor and can be used for public projects. See Purchasing Intranet site for details or contact a Procurement Contract Specialist (PCS).

**Exhibit B.** EXHIBIT B-1, PAYMENT PROVISIONS, of the Agreement is deleted in its entirety and replaced with Exhibit B-2 attached hereto and incorporated herein by reference. Exhibit B-2, Payment Provisions, is hereby added to update the currently monitored sites, customer numbers and billing cycles as well as to increase the rates by 4.3%, which does not exceed the percentage change in the Consumer Price Index – All Consumers, All Items – Greater Los Angeles, Riverside and Orange County areas ("CPI") over the preceding twelve (12) month period, in accordance with Subsection 3.2 of Section 3. Compensation of the Agreement, as set forth in EXHIBIT B-2, PAYMENT PROVISIONS, attached hereto and incorporated herein by this reference.

All references in the Agreement to Exhibit B and B-1 shall hereafter refer to Exhibit B-2.

- 7. **Miscellaneous.** All other terms and conditions of the Agreement not modified herein shall remain unchanged and in full force and effect.
- 8. Effective Date. This Amendment No. 3 shall be effective as of July 1, 2024.
- 9. **Counterparts.** This Amendment No. 3 may be executed in any number of counterparts, each of which shall be an original, but all of which together shall constitute one and the same instrument.
- 10. Electronic Signatures. Each party to this Amendment No. 3 agrees to the use of electronic signatures, such as digital signatures that meet the requirements of the California Uniform Electronic Transactions Act ("CUETA") Cal. Civ. Code §§ 1633.1 to 1633.17), for executing this Amendment No. 3. The parties further agree that the electronic signatures of the parties included in this Amendment No. 2 are intended to authenticate this writing and to have the same force and effect as manual signatures. Electronic signature means an electronic sound, symbol, or process attached to or logically associated with an electronic record and executed or adopted by a person with the intent to sign the electronic record pursuant to the CUETA as amended from time to time. The CUETA authorizes use of an electronic signature for transactions and contracts among parties in California, including a government agency. Digital signature means an electronic identifier, created by computer, intended by the party using it to have the same force and effect as the use of a manual signature, and shall be reasonably relied upon by the parties. For purposes of this section, a digital signature is a type of "electronic signature" as defined in subdivision (i) of Section 1633.2 of the Civil Code.

[Signature Page Follows]

**IN WITNESS WHEREOF,** the parties hereto have caused their duly authorized representatives to execute this Amendment No. 3.

**COUNTY OF RIVERSIDE**, a political subdivision of the State of California

Chuck Washington

Chair of the Board of Supervisors

Dated: 7

**D.C. ELECTRONICS TWO, INC.,** a California corporation, **dba IE** 

**ALARM SYSTEMS** 

By: Richard Jimenez

Richard Jimenez (Jun 20, 2024 14:52 PD)

Richard Jimenez

President

Dated: 20/06/24

By: Debbie Swanson (Jun 20, 2024 14:49 PDI)

Debbie Kim Swanson

Controller

Dated: 20/06/24

ATTEST:

Kimberly Rector Clerk of the Board

By:

Deputy

Debbie Swanson

APPROVED AS TO FORM:

Minh C. Tran County Counsel

By: Braden Holly

Braden Holly

**Deputy County Counsel** 



## **Purchasing and Fleet Services**

Meghan Hahn, Director

Purchasing ★ Fleet ★ Central ★ Surplus

SSJ No	o.: <u>(Ori</u>	ginated via	Jaggaer Riv	coPro Requi	sition)				
Amendment No.: 3									
Date:		Monday, June 24, 2024							
From:		Meghan Hahn, Director, Purchasing and Fleet Services							
To:		Board of Su	ıpervisors						
Via:	Elita Dao, Procurement Contract Specialist, on behalf of Sean Reed, Supervising Procurement Contract Specialist								
Subjec	t:	Request fo	r Security Al	arm Monitor	ing Services	3			
Suppoi	Supporting Documents: indicate which are included in the request from the list below.								
□s	☐ Supplier Quote ☐ Supplier Sole Source Letter ☐ Final draft agreement								
1. Supplier Name: <u>D.C. ELECTRONICS TWO, INC. dba IE Alarm Systems</u> Supplier ID: 0000084146									
2. Reason or Justification for the Amendment: Amendment No. 3 will update pricing, add clarification of maintenance services and exclusions, extend the period of performance for one-year through June 30, 2025, with an optional one-year renewal through June 30, 2026, to allow time to conduct a competitive bid solicitation for Building Alarm Monitoring Services. This is a county-wide service agreement which multiple departments utilize for alarm monitoring service. The amendment will allow services to continue without interruption or impact while procurement activities are conducted.									
3.	Please include the initial costs from the prior reviewed assigned SSJ in the table below:								
	Descri	ption:	FY <u>19/20</u>	FY <u>20/21</u>	FY <u>21/22</u>	FY <u>22/23</u>	FY <u>23/24</u>	Total	

One-time Costs:

\$160,000

\$160,000

\$160,000

\$160,000

\$160,000

\$800,000



## **Purchasing and Fleet Services**

Meghan Hahn, Director

Purchasing ★ Fleet ★ Central ★ Surplus

Description:	FY <u>19/20</u>	FY <u>20/21</u>	FY <u>21/22</u>	FY <u>22/23</u>	FY <u>23/24</u>	Total
(Insert description)	N/A	N/A	N/A	N/A	N/A	
Other Costs:						
Total Costs	\$160,000	\$160,000	\$160,000	\$160,000	\$160,000	\$800,000

Note: Insert additional rows as needed

a. Amended goods and/or services costs must be identified below (If applicable):

Description:	FY <u>24/25</u>	FY <u>25/26</u> – Optional Renewal	Total
One-time Costs:	\$200,000	\$200,000	\$400,000
(Insert description)			
Other Costs:	N/A	N/A	N/A
Total Costs	\$200,000	\$200,000	\$400,000

Note: Insert additional rows as needed

4. Period of Performance: <u>July 1, 2024 through June 30, 2025 w/ option to renew through June 30, 2026</u>

Ratify Start Date (if applicable): July 1, 2024

Initial Term Start Date: July 1, 2019 End Date: June 30, 2024

Number of renewal options (please provide those options: (i.e., one year with an option to renew

four additional one-year periods): One-year through June 30, 2026

Aggregate Term/ End Date: July 1, 2024, with option to renew through June 30, 2026

5. Projected Board of Supervisor Date (if applicable): July 9, 2024

By signing below, I certify that all contractual and legal requirements to do business with the selected supplier has been fully vetted and approved.

man Harin

Print Name

Department Head Signature

(Executive Level Designee)

Date

**PCS** Reviewed:



## **Purchasing and Fleet Services**

Meghan Hahn, Director

Purchasing ★ Fleet ★ Central ★ Surplus

Elita J. Dao	Elita J. I	6/24/2024		
Print Name	Sigr	nature	Date	
Note: Once signed by the Departmer completed SSJ form with supporting PCS. Please reach out to your assig	documents to <u>pso</u>	lesource@rivco.o	· · · · · · · · · · · · · · · · · · ·	
The section below is to be	completed by the	Purchasing Age	nt or designee.	
Purchasing Department Review a	nd Comments:			
Melissa Curtis	6/27/2024	24-285		
Purchasing Agent Signature	Date	11 22 22 23	g Number	