



COUNTY OF MONTEREY - BOARD OF SUPERVISORS

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<p><b>File #:</b> A 13-146</p> <p><b>Type:</b> BoS Agreement</p> <p><b>File created:</b> 6/18/2013</p> <p><b>On agenda:</b> 7/16/2013</p> <p><b>Title:</b></p> <p><b>Sponsors:</b> Sid Cato</p> <p><b>Attachments:</b></p>	<p><b>Name:</b> Paragon Mechanical Inc. Renewal &amp; Amendment #4</p> <p><b>Status:</b> Consent Agenda</p> <p><b>In control:</b> Board of Supervisors</p> <p><b>Final action:</b></p> <p>Authorize the Purchasing Manager for Natividad Medical Center (NMC) to execute Renewal and Amendment No. 4 to the Agreement (A-11696) with Paragon Mechanical for Repair and Maintenance Services at NMC, extending the Agreement to June 30, 2014 for a total Agreement amount not to exceed \$446,000 (no change from previously approved amount) in the aggregate.</p> <p>1. <a href="#">Paragon Mechanical Spend Sheet</a>, 2. <a href="#">Paragon Mechanical Renewal &amp; Amendment #4</a>, 3. <a href="#">Paragon Mechanical Agreement</a>, 4. <a href="#">Completed Board Order</a></p>
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[History \(0\)](#)
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**Title**

Authorize the Purchasing Manager for Natividad Medical Center (NMC) to execute Renewal and Amendment No. 4 to the Agreement (A-11696) with Paragon Mechanical for Repair and Maintenance Services at NMC, extending the Agreement to June 30, 2014 for a total Agreement amount not to exceed \$446,000 (no change from previously approved amount) in the aggregate.

**Report**

**RECOMMENDATION:**

It is recommended the Board of Supervisors authorize the Purchasing Manager for Natividad Medical Center (NMC) to execute Renewal and Amendment No. 4 to the Agreement (A-11696) with Paragon Mechanical for Repair and Maintenance Services at NMC, extending the Agreement to June 30, 2014 for a total Agreement amount not to exceed \$446,000 (no change from previously approved amount) in the aggregate.

**SUMMARY/DISCUSSION:**

Paragon Mechanical specializes in preventive maintenance and repair service on Heating, Ventilation, and Air Conditioning (HVAC) systems. Paragon Mechanical possesses expertise on the more complex HVAC components such as chillers, and variable frequency drives (VFD's) as well as on medical air compressors and medical vacuum pumps. These systems and components are vital to patient care at NMC and are regulated and audited by the Joint Commission and the state of California through Title 22 and Title 24. The HVAC systems are also vital to supporting equipment and processes in the Laboratory, Radiology, and the Pharmacy. NMC has had an agreement with Paragon Mechanical since 2008.

**OTHER AGENCY INVOLVEMENT:**

County Counsel has reviewed and approved this Renewal and Amendment No. 4 as to legal form and risk provisions. Auditor-Controller has reviewed and approved this Renewal and Amendment No. 4 as to fiscal provisions. The Renewal and Amendment No. 4 has also been reviewed and approved by Natividad Medical Center's Board of Trustees.

**FINANCING:**

As a result of Amendment No. 3, the Board of Supervisors approved a \$140,000 increase for Fiscal Year 2012-2013 in the maximum liability for the Agreement (for a total Agreement amount not to exceed \$446,000 in the aggregate). As a result of this

Renewal and Amendment No. 4, no additional dollars will be added. Remaining funds from the previous year's purchase orders (approximately \$170,000) will be rolled over for Fiscal Year 2013/2014. \$100,000 is budgeted for Fiscal Year 2013/2014 in the Adopted Budget. There is no impact to the General Fund.

Prepared by: James Kari, Hospital Director of Engineering and Safety, 783-2602  
Approved by: Harry Weis, Chief Executive Officer, 783-2553

Attachments: Renewal and Amendment #4, Spend Sheet, Original Agreement, Renewal, Amendments 1, 2, and 3  
Attachments on file with the Clerk to the Boards Office



# Monterey County

## Board Order

168 West Alisal Street,  
1st Floor  
Salinas, CA 93901  
831.755.5066

### Agreement No.: A-11696

Upon motion of Supervisor Potter, seconded by Supervisor Parker and carried by those members present, the Board of Supervisors hereby:

Authorized the Purchasing Manager for Natividad Medical Center (NMC) to execute Renewal and Amendment No. 4 to the Agreement (A-11696) with Paragon Mechanical for Repair and Maintenance Services at NMC, extending the Agreement to June 30, 2014 for a total Agreement amount not to exceed \$446,000 (no change from previously approved amount) in the aggregate.

PASSED AND ADOPTED on this 16th day of July 2013, by the following vote, to wit:

AYES: Supervisors Armenta, Calcagno, Salinas, Parker and Potter

NOES: None

ABSENT: None

I, Gail T. Borkowski, Clerk of the Board of Supervisors of the County of Monterey, State of California, hereby certify that the foregoing is a true copy of an original order of said Board of Supervisors duly made and entered in the minutes thereof of Minute Book 76 for the meeting on July 16, 2013.

Dated: July 22, 2013  
File Number: A 13-146

Gail T. Borkowski, Clerk of the Board of Supervisors  
County of Monterey, State of California

By Denise Hancock  
Deputy

**RENEWAL AND AMENDMENT NO. 4  
TO PROFESSIONAL SERVICES AGREEMENT  
BETWEEN Paragon Mechanical Inc. AND  
THE NATIVIDAD MEDICAL CENTER  
FOR**

**Preventative Maintenance, Repairs and Parts for Chillers and VFD's Services**

This Renewal and Amendment No. 4 to Professional Services Agreement ("Agreement"), dated July 1, 2008, is entered into by and between the County of Monterey, on behalf of Natividad Medical Center ("NMC"), and Paragon Mechanical Inc. (Contractor), with respect to the following:

**RECITALS**

**WHEREAS**, the County and Contractor amended the Agreement previously on July 1, 2009 via Amendment No. 1, on March 1, 2010 via Amendment No. 2, and on July 1, 2011 via Amendment No.3; and

**WHEREAS**, the County and Contractor wish to amend the Agreement to extend the term end date to allow for existing services to continue.

**AGREEMENT**

**NOW, THEREFORE**, the parties agree to amend the Agreement as follows:

1. Contractor will continue to provide NMC with the same scope of services as stated in the original Agreement (No. A-11696).
2. Section 3, "TERM OF AGREEMENT" shall be amended by removing, "*The term of this Agreement is from July 1, 2008 to June 30, 2009 unless sooner terminated pursuant to this Agreement*" and replacing it with "*The term of this Agreement is from July 1, 2008 to June 30, 2014 unless sooner terminated pursuant to this Agreement.*"
3. Except as provided herein, all remaining terms, conditions and provisions of the Agreement and Amendment Nos. 1, 2, and 3 are unchanged and unaffected by this Renewal and Amendment No. 4 and shall continue in full force and effect as set forth in the Agreement.
4. A copy of this Renewal and Amendment No. 4 and all previous amendments shall be attached to the original Agreement (No. A-11696).
5. The effective date of this Amendment is July 1, 2013.

IN WITNESS WHEREOF, the parties hereto are in agreement with this Amendment on the basis set forth in this document and have executed this Amendment on the day and year set forth herein.

**CONTRACTOR**

Signature 1 [Signature] PRCS  
(Signature of Chair, President, or Vice-President)\*\*\*

Dated 4-17-13

Printed Name John Watson

Title President

Signature 2 [Signature] VP/T  
(Signature of Secretary, Asst. Secretary, CFO, Treasurer or Asst. Treasurer) \*\*\*

Dated 4-17-13

Printed Name Steve Benakovich

Title Vice President/Treasurer

\*\*\*INSTRUCTIONS: If CONTRACTOR is a corporation, including limited liability and non-profit corporations, the full legal name of the corporation shall be set forth above together with the signatures of two specified officers. If CONTRACTOR is a partnership, the name of the partnership shall be set forth above together with the signature of a partner who has authority to execute this Agreement on behalf of the partnership. If CONTRACTOR is contracting in and individual capacity, the individual shall set forth the name of the business, if any and shall personally sign the Agreement.

**NATIVIDAD MEDICAL CENTER**

Signature [Signature]  
Purchasing Manager

Dated 7-19-13

Signature [Signature]  
NMC - CEO

Dated 8/30/13

**Approved as to Legality and Legal Form:**

Charles J. McKee, County Counsel

By [Signature]  
Anne Brauer  
Deputy Attorney for County and NMC

Dated: May 8, 2013

**Approved as to Fiscal Provisions:**

By [Signature]  
Gary Gibony  
Monterey County Auditor/Controller's Office

Dated: 5-8, 2013



## COUNTY OF MONTEREY - BOARD OF SUPERVISORS

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**File #:** A 12-067    **Version:** 1    **Name:** Paragon Mechanical Amendment #3  
**Type:** BoS Agreement    **Status:** Consent Agenda  
**File created:** 5/7/2012    **In control:** Board of Supervisors  
**On agenda:** 6/12/2012    **Final action:**

**Title:** Authorize the Purchasing Manager for Natividad Medical Center (NMC) to execute Amendment No. 3 to the Agreement (A-11696) with Paragon Mechanical for Repair and Maintenance Services at NMC, extending the Agreement to June 30, 2013 and adding \$140,000 for a revised total Agreement amount not to exceed \$446,000 in the aggregate.

**Attachments:** [Paragon Mechanical, Completed Board Order No. 39](#)

[History \(0\)](#)   
 [Text](#)

### Title

Authorize the Purchasing Manager for Natividad Medical Center (NMC) to execute Amendment No. 3 to the Agreement (A-11696) with Paragon Mechanical for Repair and Maintenance Services at NMC, extending the Agreement to June 30, 2013 and adding \$140,000 for a revised total Agreement amount not to exceed \$446,000 in the aggregate.

### Body

#### **RECOMMENDATION:**

It is recommended the Board of Supervisors authorize the Purchasing Manager for Natividad Medical Center (NMC) to execute Amendment No. 3 to the Agreement (A-11696) with Paragon Mechanical for Repair and Maintenance Services at NMC, extending the Agreement to June 30, 2013 and adding \$140,000 for a revised total Agreement amount not to exceed \$446,000 in the aggregate.

#### **SUMMARY/DISCUSSION:**

Paragon Mechanical specializes in preventive maintenance and repair service on Heating, Ventilation, and Air Conditioning (HVAC) systems. Paragon Mechanical possesses expertise on the more complex HVAC components such as chillers, and variable frequency drives (VFD's) as well as on medical air compressors and medical vacuum pumps. These systems and components are vital to patient care at NMC and are regulated and audited by the Joint Commission for the Accreditation of Healthcare Organizations (TJC), and the state of California through Title 22 and Title 24. The HVAC systems are also vital to supporting equipment and processes in the Laboratory, Radiology, and the Pharmacy. NMC has had an agreement with Paragon Mechanical since 2008.

There is a \$60,000 increase over the fiscal year 2011/2012 amount, partly for the addition of equipment in previous years. The increase is also due to energy savings/carbon reduction efforts and the aging of existing equipment. In addition, NMC anticipates the purchase of equipment which will require maintenance under this agreement during fiscal year 2012/ 2013.

#### **OTHER AGENCY INVOLVEMENT:**

County Counsel has reviewed and approved this Amendment as to legal form and risk provisions. Auditor-Controller has reviewed and approved this Amendment as to fiscal provisions. The Amendment has also been reviewed and approved by Natividad Medical Center's Board of Trustees.

**FINANCING:**

The cost for this Amendment is \$140,000 and is included in the Fiscal Year 2012/2013 Recommended Budget. There is no impact to the General Fund.

Prepared by: James Kari, Engineering Director, 783-2602

Approved by: Harry Weis, Chief Executive Officer, 783-2553

Attachments: Agreement, Renewal, Amendments 1, 2, and 3.



## Monterey County

168 West Alisal Street,  
1st Floor  
Salinas, CA 93901  
831.755.5066

### Board Order

#### Agreement No. A-11696

Authorized the Purchasing Manager for Natividad Medical Center (NMC) to execute Amendment No. 3 to the Agreement (A-11696) with Paragon Mechanical for Repair and Maintenance Services at NMC, extending the Agreement to June 30, 2013 and adding \$140,000 for a revised total Agreement amount not to exceed \$446,000 in the aggregate.

Upon motion of Supervisor Salinas, seconded by Supervisor Armenta, and carried by those members present, the Board of Supervisors hereby:

PASSED AND ADOPTED on this 12th day of June 2012, by the following vote, to-wit:

AYES: Supervisors Armenta, Calcagno, Salinas, Parker, and Potter  
NOES: None  
ABSENT: None

I, Gail T. Borkowski, Clerk of the Board of Supervisors of the County of Monterey, State of California, hereby certify that the foregoing is a true copy of an original order of said Board of Supervisors duly made and entered in the minutes thereof of Minute Book 76 for the meeting on June 12, 2012.

Dated: June 26, 2012  
File Number: A 12-067

Gail T. Borkowski, Clerk of the Board of Supervisors  
County of Monterey, State of California

By Denise Hancock  
Deputy



**AMENDMENT NO. 3  
FOR PROFESSIONAL SERVICES AGREEMENT  
BETWEEN Paragon Mechanical AND  
THE NATIVIDAD MEDICAL CENTER  
FOR**

**Preventative Maintenance, Repairs and Parts for Chillers and VFD's Services**

The parties to Professional Services Agreement ("Agreement"), dated July 1, 2008 between the County of Monterey, on behalf of Natividad Medical Center ("NMC"), and Paragon Mechanical (Contractor), hereby agree to amend their Agreement (No.A-11696) on the following terms and conditions:

**WHEREAS**, the County and Contractor wish to amend the Agreement to extend the term end date to allow for existing services to continue.

**WHEREAS**, the County and Contractor wish to amend the Agreement to increase the amount of the Agreement because of the term extension.

**WHEREAS**, the County and Contractor amended the Agreement previously on July 1, 2009 via Amendment No. 1, on March 1, 2010 via Amendment No. 2, and on July 1, 2011 via Renewal No.1.

1. Contractor will continue to provide NMC with the same scope of services as stated in the original Agreement (No. A-11696).
2. Section 2. "PAYMENTS BY NMC" shall be amended by removing, "*The total amount payable by NMC to CONTRACTOR under this Agreement shall not exceed the sum of \$45,000.*" and replacing it with "*The total amount payable by County to CONTRACTOR under Agreement No. (A-11696) shall not exceed the total sum of \$446,000 for the full term of the Agreement.*"
3. Section 3. "TERM OF AGREEMENT" shall be amended by removing, "*The term of this Agreement is from July 1, 2008 to June 30, 2009 unless sooner terminated pursuant to this Agreement*" and replacing it with "*The term of this Agreement is from July 1, 2008 to June 30, 2013 unless sooner terminated pursuant to this Agreement.*"
4. All other terms and conditions of the Agreement shall continue in full force and effect. Except as provided herein, all remaining terms, conditions and provisions of the Agreement and Amendment Nos. 1, 2, and Renewal No. 1 are unchanged and unaffected by this Amendment and shall continue in full force and effect as set forth in the Agreement.
5. A copy of this Amendment and all previous amendments shall be attached to the original Agreement (No. A-11696).
6. The effective date of this Amendment is July 1, 2012.

IN WITNESS WHEREOF, the parties hereto are in agreement with this Amendment on the basis set forth in this document and have executed this Amendment on the day and year set forth herein.

CONTRACTOR

Signature 1 [Signature]

Dated 4-9-12

Printed Name JOHN WATSON

Title PRESIDENT

Signature 2 [Signature]

Dated 4-9-12

Printed Name KEVIN BENAKOVICH

Title VP

\*\*\*INSTRUCTIONS: If CONTRACTOR is a corporation, including limited liability and non-profit corporations, the full legal name of the corporation shall be set forth above together with the signatures of two specified officers. If CONTRACTOR is a partnership, the name of the partnership shall be set forth above together with the signature of a partner who has authority to execute this Agreement on behalf of the partnership. If CONTRACTOR is contracting in an individual capacity, the individual shall set forth the name of the business, if any and shall personally sign the Agreement.

NATIVIDAD MEDICAL CENTER

Signature [Signature]  
Purchasing Manager

Dated 7-31-12

Signature [Signature]  
NMC - CEO

Dated 4/23/12

Approved as to Legality and Legal Form:

Charles J. McKee, County Counsel

By [Signature]  
Stacy Saetta, Deputy  
Attorneys for County and NMC

Dated: May 1, 2012

Reviewed as to fiscal provisions

[Signature]  
Auditor-Controller  
County of Monterey 5-2-12

**MONTEREY COUNTY BOARD OF SUPERVISORS**

<b>MEETING:</b>	<b>November 15, 2011</b>	<b>AGENDA NO.:</b>
<b>SUBJECT:</b>	Authorize the Purchasing Manager for Natividad Medical Center (NMC) to execute a Renewal to the Agreement (A-11696) with Paragon Mechanical for Repair and Maintenance Services at NMC, extending the Agreement to June 30, 2012 and adding \$80,000 for Fiscal Year 2011/2012 for a revised total Agreement amount not to exceed \$306,000 in the aggregate.	
<b>DEPARTMENT:</b>	Natividad Medical Center	

**RECOMMENDATION:**

It is recommended the Board of Supervisors authorize the Purchasing Manager for Natividad Medical Center (NMC) to execute a Renewal to the Agreement (A-11696) with Paragon Mechanical for Repair and Maintenance Services at NMC, extending the Agreement to June 30, 2012 and adding \$80,000 for Fiscal Year 2011/2012 for a revised total Agreement amount not to exceed \$306,000 in the aggregate.

**SUMMARY/DISCUSSION:**

Paragon Mechanical specializes in preventive maintenance and repair service on Heating, Ventilation, and Air Conditioning (HVAC) systems. Paragon Mechanical possesses expertise on the more complex HVAC components such as chillers, and variable frequency drives (VFD's) as well as on medical air compressors and medical vacuum pumps. These systems and components are vital to patient care at NMC and are regulated and audited by the Joint Commission for the Accreditation of Healthcare Organizations (JCAHO), and the state of California through Title 22. The HVAC systems are also vital to supporting equipment and processes in the Laboratory, Radiology, and the Pharmacy. NMC has had an agreement with Paragon Mechanical since 2008 and has recently added more HVAC preventive maintenance work due to the installation of two additional HVAC units in the Administration area. Additionally, Paragon Mechanical will provide preventative maintenance services previously provided under an agreement with an alternate vendor which NMC no longer uses.

**OTHER AGENCY INVOLVEMENT:**

County Counsel has reviewed and approved this Renewal as to legal form and risk provisions. Auditor-Controller has reviewed and approved this Renewal as to fiscal provisions. The Renewal has also been reviewed and approved by Natividad Medical Center's Board of Trustees.

**FINANCING:**

The cost for this Renewal is \$80,000 and is included in the Fiscal Year 2011/2012 Recommended Budget. There is no impact to the General Fund.

Prepared by:  
James Kari, 755-4081  
Director of Engineering  
June 21, 2011

\_\_\_\_\_  
Harry Weis  
Chief Executive Officer

Attachments: Agreement, Board Order  
Attachments are on file with the Clerk of the Board

Before the Board of Supervisors in and for the  
County of Monterey, State of California

Agreement No.: A-11696  
Authorize the Purchasing Manager for Natividad )  
Medical Center (NMC) to execute Renewal to the )  
Agreement (A-11696) with Paragon Mechanical for )  
Repair and Maintenance Services at NMC, extending )  
the Agreement to June 30, 2012 and adding \$80,000 )  
for Fiscal Year 2011/2012 for a revised total )  
Agreement amount not to exceed \$306,000 in the )  
aggregate..... )

Upon motion of Supervisor Potter, seconded by Supervisor Armenta, and carried by those members present, the Board hereby:

Authorized the Purchasing Manager for Natividad Medical Center (NMC) to execute Renewal to the Agreement (A-11696) with Paragon Mechanical for Repair and Maintenance Services at NMC, extending the Agreement to June 30, 2012 and adding \$80,000 for Fiscal Year 2011/2012 for a revised total Agreement amount not to exceed \$306,000 in the aggregate.

PASSED AND ADOPTED on this 15th day of November 2011, by the following vote, to wit:

- AYES: Supervisors Armenta, Calcagno, Salinas, Parker and Potter
- NOES: None
- ABSENT: None

I, Gail T. Borkowski, Clerk of the Board of Supervisors of the County of Monterey, State of California, hereby certify that the foregoing is a true copy of an original order of said Board of Supervisors duly made and entered in the minutes thereof of Minute Book 75 for the meeting on November 15, 2011.

Dated: November 17, 2011

Gail T. Borkowski, Clerk of the Board of Supervisors  
County of Monterey, State of California

By Jamie Hancock  
Deputy

**RENEWAL  
TO THE PROFESSIONAL SERVICES AGREEMENT  
BETWEEN NATIVIDAD MEDICAL CENTER (COUNTY OF MONTEREY) AND  
PARAGON MECHANICAL**

**THIS RENEWAL** to the County of Monterey Agreement for Professional Services (hereinafter, "RENEWAL") is made and entered into, by and between the Natividad Medical Center (County of Monterey), a political subdivision of the State of California (hereinafter, "County"), and Paragon Mechanical (hereinafter, "CONTRACTOR") (collectively, the County and CONTRACTOR are referred to as the "Parties.").

**WHEREAS**, the Parties had previously entered into an Agreement for Professional Services (hereinafter, "Agreement"), on July 01, 2008; and

**WHEREAS**, the Agreement was amended on July 01, 2009 (hereinafter, "Amendment No. 1"); and

**WHEREAS**, the Agreement was amended on July 01, 2010 (hereinafter, "Amendment No. 2"); and

**WHEREAS**, the Agreement and all Amendments are, attached hereto as Attachment No. 1; and

**WHEREAS**, that Agreement expired on June 30, 2011; and

**WHEREAS**, the Parties wish to renew the Agreement on the same or similar terms, beginning July 01, 2011, and increase the amount payable by \$80,000 to continue to provide services associated with Preventative Maintenance, repairs and parts for Chillers and VFD's (variable frequency devices) at NMC services within the County of Monterey.

**NOW THEREFORE**, the Parties agree as follows:

1. The Agreement is hereby renewed on its prior terms and conditions as set forth in Attachment 1, incorporated herein by this reference, except as specifically set forth below.
2. The term of this RENEWAL is from July 01, 2011 to June 30, 2012, unless sooner terminated pursuant to the terms of this RENEWAL, or extended in writing.
3. County shall pay the CONTRACTOR in accordance with the payment provisions set forth in Attachment 1, subject to the limitations set forth in this RENEWAL. The total amount payable by County to CONTRACTOR shall not exceed the sum of \$306,000.

4. If there is any conflict or inconsistency between the provisions of Agreement, or this RENEWAL, the provisions of this RENEWAL shall govern.

IN WITNESS WHEREOF, the parties hereby execute this RENEWAL as follows:

**NATIVIDAD  
MEDICAL CENTER**

By: [Signature]  
NMC Contracts/Purchasing Agent

Date: 11-30-11

By: [Signature]  
Department Head (if applicable)

Date: 10/21/11

By: [Signature]  
Stacy Saetta, Deputy County Counsel

Date: 10/21/11

By: [Signature]  
Auditor/Controller

Date: 10/21/11

**CONTRACTOR**

PARAGON MECHANICAL  
Contractor's Business Name

[Signature]  
Signature of Chair, President, or Vice-President

STEVE BENAKOVICA VP  
Name and Title

Date: 10-7-11

By: [Signature]  
Signature of Secretary, Asst. Secretary,  
CFO, Treasurer, or Asst. Treasurer

STEVE BENAKOVICA SECRETARY  
Name and Title

Date: 10-7-11

\*\*\*INSTRUCTIONS: If CONTRACTOR is a corporation, including limited liability and non-profit corporations, the full legal name of the corporation shall be set forth above together with the signatures of two specified officers. If CONTRACTOR is a partnership, the name of the partnership shall be set forth above together with the signature of a partner who has authority to execute this Agreement on behalf of the partnership. If CONTRACTOR is contracting in and individual capacity, the individual shall set forth the name of the business, if any and shall personally sign the Agreement.

MONTEREY COUNTY BOARD OF SUPERVISORS

<b>MEETING:</b>	<b>May 11, 2010</b>	<b>AGENDA NO.:</b>
<b>SUBJECT:</b>	Authorize the Purchasing Manager for Natividad Medical Center (NMC) to execute Amendment #2 to the Agreement with Paragon Mechanical Inc. for Preventative Maintenance, repair and parts for Chillers and VFD Services at NMC in an amount not to exceed \$226,000 (an increase of \$45,000 in Fiscal Year 2009/2010) and \$90,000 in Fiscal Year 2010/2011, for the period March 1, 2010 to June 30, 2011.	
<b>DEPARTMENT:</b>	Natividad Medical Center	

**RECOMMENDATION:**

It is recommended that the Board of Supervisors authorize the Purchasing Manager for Natividad Medical Center (NMC) to execute Amendment #2 to the Agreement with Paragon Mechanical Inc. for Preventative Maintenance, repair and parts for Chillers and VFD Services at NMC in an amount not to exceed \$226,000 (an increase of \$45,000 in Fiscal Year 2009/2010) and \$90,000 in Fiscal Year 2010/2011, for the period March 1, 2010 to June 30, 2011.

**SUMMARY/DISCUSSION:**

Paragon Mechanical specializes in Heating Ventilation Air Conditioning ( HVAC) Chiller and Heating Ventilation Air Conditioning( HVAC) Variable Frequency Drive (VFD's) Services/Repairs and Preventative Maintenance (PM) as well as on medical air and vacuum compressors. These compressors are vital to the patient care equipment throughout NMC facility and is a requirement by The Joint Commission, the Preventative Maintenance and upkeep/repairs to the Chillers and VFD's are a vital service to maintain the heating and cooling of the entire hospital including areas such as the Lab, Pharmacy, Radiology departments and all patient care areas. NMC has had an agreement with Paragon Mechanical since 2008 and has recently added more HVAC PM work due to the installation of two additional HVAC units in the Administration area. Paragon Mechanical will also be providing PM services to replace the vendor A& B Mechanical, which NMC will no longer use. NMC wishes to increase the current agreement to meet the remaining needs for FY2010 and rollover the agreement for FY2011.


**OTHER AGENCY INVOLVEMENT:**

The Amendment has been reviewed and approved by County Counsel, the Auditor/Controller's office and the Natividad Medical Center Board of Trustees.

**FINANCING:**

The cost for this Amendment is \$135,000; \$45,000 of which is included in the approved FY 2009-10 Budget. \$90,000 is included in the 2010/2011 FY Recommended Budget. This action will not require any additional General Fund subsidy.

Prepared by:  
Jim Kari  
NMC Engineering Dept. Head  
February 12, 2009

  
\_\_\_\_\_  
Harry Weis  
Chief Executive Officer

Attachments: Amendments #1 & #2, Agreement, Board Order

**Before the Board of Supervisors in and for the  
County of Monterey, State of California**

**Agreement No: A – 11696**

Authorize the Purchasing Manager for Natividad Medical Center (NMC) to )  
execute Amendment No. 2 to the Agreement with Paragon Mechanical Inc. )  
for Preventative Maintenance, repair and parts for Chillers and VFD Services )  
at NMC in an amount not to exceed \$226,000 (an increase of \$45,000 in )  
Fiscal Year 2009/2010) and \$90,000 in Fiscal Year 2010/2011, for the period )  
March 1, 2010 to June 30, 2011. )

Upon motion of Supervisor Potter, seconded by Supervisor Armenta, and carried by those members present, the Board hereby:

Authorized the Purchasing Manager for Natividad Medical Center (NMC) to execute Amendment No. 2 to the Agreement with Paragon Mechanical Inc. for Preventative Maintenance, repair and parts for Chillers and VFD Services at NMC in an amount not to exceed \$226,000 (an increase of \$45,000 in Fiscal Year 2009/2010) and \$90,000 in Fiscal Year 2010/2011, for the period March 1, 2010 to June 30, 2011.

PASSED AND ADOPTED this 11<sup>th</sup> day of May, 2010, by the following vote, to wit:

AYES: Supervisors Armenta, Calcagno, Salinas, Potter  
NOES: None  
ABSENT: Supervisor Parker

I, Gail T. Borkowski, Clerk of the Board of Supervisors of the County of Monterey, State of California, hereby certify that the foregoing is a true copy of an original order of said Board of Supervisors duly made and entered in the minutes thereof of Minute Book 75 for the meeting on May 11, 2010.

Dated: May 13, 2010

Gail T. Borkowski, Clerk of the Board of Supervisors  
County of Monterey, State of California

By   
Deputy



AMENDMENT NO. 2  
FOR PROFESSIONAL SERVICE AGREEMENT  
BETWEEN PARAGON MECHANICAL, INC. AND  
THE NATIVIDAD MEDICAL CENTER

FOR  
Preventative Maintenance, repairs and parts for Chillers and VFD's SERVICES

The parties to Professional Service Agreement, dated July 01, 2008 between the County of Monterey, on behalf of Natividad Medical Center ("NMC"), and Paragon Mechanical, INC.(Contractor), hereby agree to amend their Agreement No. (BPO 9600 430) on the following amended terms and conditions:

1. Contractor will continue to provide NMC with the same scope of service as stated in the original Agreement (BPO 9600 430) with additional Scope of service as stated in Attachment A which will be attached to Amendment #2.
2. This Amendment shall become effective on March 01, 2010 and shall continue in full force and extending the term date until June 30, 2011.
3. The total amount payable by County to Contractor under Agreement No. (BPO 9600 430) shall not exceed the total sum of \$226,000.00 for the full term of the Agreement and \$91,000 for fiscal year 2009-2010.
4. All other terms and conditions of the Agreement shall continue in full force and effect.
5. A copy of this Amendment shall be attached to the original Agreement No. (BPO 9600 430)

IN WITNESS WHEREOF, the parties hereto are in agreement with this Amendment and Professional Service Agreement on the basis set forth in this document and have executed this amendment on the day and year set forth herein.

**CONTRACTOR**

Signature Vince Vreeland  
Printed Name Vince VREELAND

Dated 3-2-10  
Title Service Manager

**NATIVIDAD MEDICAL CENTER**

Signature [Signature]  
Purchasing Manager

Dated 3/19/10

Signature [Signature]  
NMC CEO

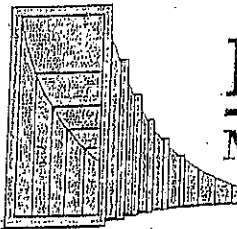
Dated 3/8/10

Approved as to Legal Form:  
Charles J. McKee, County Counsel

By [Signature]  
Stacey Saetta, Deputy  
Attorneys for County and NMC

Dated: 3/8, 2010

Reviewed as to fiscal provisions  
[Signature]  
Auditor-Controller  
County of Monterey 4-19-10



**PARAGON**  
**MECHANICAL INC.**  
 CONTRACTORS LICENSE NO. 490427

ATTACHMENT A

P.O. BOX 58, SANTA CLARA, CA 95052 (408) 727-7803 FAX: (408) 566-8180

**STANDARD TERMS AND CONDITIONS**  
**NATIVIDAD HOSPITAL**

HVAC SERVICE Standard..... Package Units / Basic Service Calls

- Straight time labor
- Monday - Friday 8:00 AM - 4:30 PM.....\$125.00 per hour\*
- Overtime labor
- Monday - Friday 4:30 PM - 8:00 AM, Saturday & Sunday, select holidays.....\$187.50 per hour\*
- Doubletime labor
- Select holidays.....\$250.00 per hour\*

HVAC Chiller Services

- Straight time labor
- Monday - Friday 8:00 AM - 4:30 PM.....\$135.00 per hour\*
- Overtime labor
- Monday - Friday 4:30 PM - 8:00 AM, Saturday & Sunday, select holidays.....\$202.50 per hour\*
- Doubletime labor
- Select holidays.....\$270.00 per hour\*

HVAC Variable Frequency Drive Services

- Straight time labor
- Monday - Friday 8:00 AM - 4:30 PM.....\$142.00 per hour\*
- Overtime labor
- Monday - Friday 4:30 PM - 8:00 AM, Saturday & Sunday, select holidays.....\$213.00 per hour\*
- Doubletime labor
- Select holidays.....\$284.00 per hour\*

\*subject to union negotiations yearly in July.

Fuel Service Charges.....one per day per truck \$40.00\*  
 Travel no extra charges labor billing is Portal to Portal.

**RENEWAL AMENDMENT NO. 1  
FOR PROFESSIONAL SERVICE AGREEMENT  
BETWEEN Paragon Mechanical Inc. AND  
THE COUNTY OF MONTEREY**

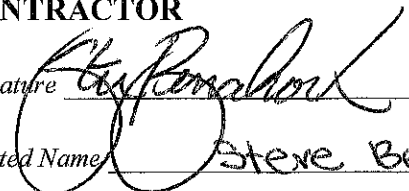
**FOR  
Preventative Maintenance, repairs and Parts for Chillers and VFD's**

The parties to Professional Service Agreement, dated July 01, 2008 between the County of Monterey, on behalf of Natividad Medical Center ("NMC"), and Paragon Mechanical Inc. (Contractor), hereby agree to renew their Agreement No. (B960974415) on the following amended terms and conditions:

1. Contractor will continue to provide NMC with the same scope of service as stated in the original Agreement No. (B960974415).
2. This Renewal Amendment shall become effective on July 01, 2009 and shall continue in full force and extending the term date until June 30, 2010.
3. The total amount payable by County to Contractor under Agreement No. (B960974415) shall not exceed the total sum of \$91,000.00 for the full term of the Agreement and \$46,000.00 for fiscal year 2009-2010.
4. All other terms and conditions of the Agreement shall continue in full force and effect.
5. A copy of this Amendment shall be attached to the original Agreement No. (B960974415).

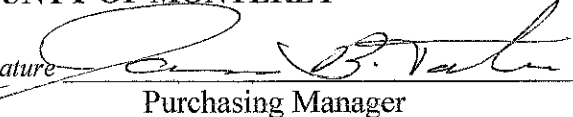
**IN WITNESS WHEREOF**, the parties hereto are in agreement with this Amendment and Professional Service Agreement on the basis set forth in this document and have executed this amendment on the day and year set forth herein.

**CONTRACTOR**

Signature   
 Printed Name Steve Benakovich

Dated 4/10/09  
 Title vice president

**COUNTY OF MONTEREY**

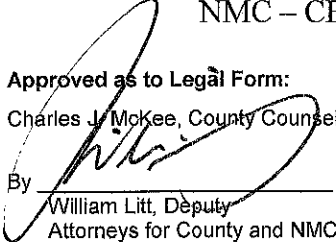
Signature   
 Purchasing Manager

Dated 5/25/09

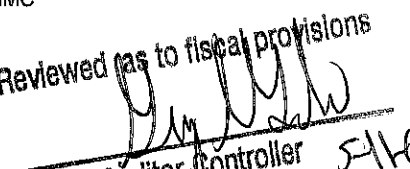
Signature   
 NMC - CEO

Dated 5/1/09

Approved as to Legal Form:  
 Charles J. McKee, County Counsel

By   
 William Litt, Deputy  
 Attorneys for County and NMC

Dated 5/11, 2009

Reviewed as to fiscal provisions  
  
 Auditor-Controller  
 County of Monterey 5/11/09

**COUNTY OF MONTEREY AGREEMENT FOR PROFESSIONAL SERVICES**  
**(NOT TO EXCEED \$100,000)**

This Professional Services Agreement (hereinafter "Agreement") is made by and between Natividad Medical Center ("NMC"), a general acute care teaching hospital wholly owned and operated by the County of Monterey, which is a political subdivision of the State of California and Paragon Mechanical INC. (hereinafter "CONTRACTOR").

In consideration of the mutual covenants and conditions set forth in this Agreement, the parties agree as follows:

1. **SERVICES TO BE PROVIDED.** NMC hereby engages CONTRACTOR to perform, and CONTRACTOR hereby agrees to perform, the services described in Exhibit A in conformity with the terms of this Agreement. The services are generally described as follows: Provide Preventive Maintenance, repairs and parts for Chillers and VFD's

2. **PAYMENTS BY NMC.** NMC shall pay the CONTRACTOR in accordance with the payment provisions set forth in Exhibit A, subject to the limitations set forth in this Agreement. The total amount payable by NMC to CONTRACTOR under this Agreement shall not exceed the sum of \$ 45,000.

3. **TERM OF AGREEMENT.** The term of this Agreement is from July 01, 2008 to June 30, 2009, unless sooner terminated pursuant to the terms of this Agreement. This Agreement is of no force or effect until signed by both CONTRACTOR and NMC and with NMC signing last, and CONTRACTOR may not commence work before NMC signs this Agreement.

4. **ADDITIONAL PROVISIONS/EXHIBITS.** The following attached exhibits are incorporated herein by reference and constitute a part of this Agreement:

~~Exhibit A~~ Scope of Services/Payment Provisions

~~Exhibit B~~

~~Exhibit C~~

5. **PERFORMANCE STANDARDS.**

5.01. CONTRACTOR warrants that CONTRACTOR and CONTRACTOR's agents, employees, and subcontractors performing services under this Agreement are specially trained, experienced, competent, and appropriately licensed to perform the work and deliver the services required under this Agreement and are not employees of NMC, or immediate family of an employee of NMC.

5.02. CONTRACTOR, its agents, employees, and subcontractors shall perform all work in a safe and skillful manner and in compliance with all applicable laws and regulations. All work performed under this Agreement that is required by law to be performed or supervised by licensed personnel shall be performed in accordance with such licensing requirements.

5.03. CONTRACTOR shall furnish, at its own expense, all materials, equipment, and personnel necessary to carry out the terms of this Agreement, except as otherwise specified in this Agreement. CONTRACTOR shall not use NMC premises, property (including equipment, instruments, or supplies) or personnel for any purpose other than in the performance of its obligations under this Agreement.

## 6. PAYMENT CONDITIONS.

6.01. CONTRACTOR shall submit to the Contract Administrator an invoice on a form acceptable to NMC. If not otherwise specified, the CONTRACTOR may submit such invoice periodically or at the completion of services, but in any event, not later than 30 days after completion of services. The invoice shall set forth the amounts claimed by CONTRACTOR for the previous period, together with an itemized basis for the amounts claimed, and such other information pertinent to the invoice as NMC may require. The Contract Administrator or his or her designee shall certify the invoice, either in the requested amount or in such other amount as NMC approves in conformity with this Agreement, and shall promptly submit such invoice to the County Auditor-Controller for payment. The County Auditor-Controller shall pay the amount certified within 30 days of receiving the certified invoice.

6.02. CONTRACTOR shall not receive reimbursement for travel expenses unless set forth in this Agreement.

## 7. TERMINATION.

7.01. During the term of this Agreement, NMC may terminate the Agreement for any reason by giving written notice of termination to the CONTRACTOR at least thirty (30) days prior to the effective date of termination. Such notice shall set forth the effective date of termination. In the event of such termination, the amount payable under this Agreement shall be reduced in proportion to the services provided prior to the date of termination.

7.02. NMC may cancel and terminate this Agreement for good cause effective immediately upon written notice to CONTRACTOR. "Good cause" includes the failure of CONTRACTOR to perform the required services at the time and in the manner provided under this Agreement. If NMC terminates this Agreement for good cause, NMC may be relieved of the payment of any consideration to CONTRACTOR, and NMC may proceed with the work in any manner, which NMC deems proper. The cost to NMC shall be deducted from any sum due the CONTRACTOR under this Agreement.

8. **INDEMNIFICATION.** Contractor shall indemnify, defend, and hold harmless NMC and the County of Monterey (hereinafter "County"), its officers, agents and employees from any claim, liability, loss, injury or damage arising out of, or in connection with, performance of this Agreement by Contractor and/or its agents, employees or sub-contractors, excepting only loss, injury or damage caused by the negligence or willful misconduct of personnel employed by NMC. It is the intent of the parties to this Agreement to provide the broadest possible coverage for NMC. The Contractor shall reimburse NMC for all costs, attorneys' fees, expenses and liabilities incurred with respect to any litigation in which the Contractor is obligated to indemnify, defend and hold harmless NMC and the County under this Agreement.

## 9. INSURANCE.

### 9.01. Evidence of Coverage.

Prior to commencement of this Agreement, the Contractor shall provide a "Certificate of Insurance" certifying that coverage as required herein has been obtained. Individual endorsements:

executed by the insurance carrier shall accompany the certificate. In addition, the Contractor upon request shall provide a certified copy of the policy or policies.

This verification of coverage shall be sent to NMC's Contracts/Purchasing Department, unless otherwise directed. The Contractor shall not receive a "Notice to Proceed" with the work under this Agreement until it has obtained all insurance required and NMC has approved such insurance. This approval of insurance shall neither relieve nor decrease the liability of the Contractor.

9.02 Qualifying Insurers:

All coverage's, except surety, shall be issued by companies which hold a current policy holder's alphabetic and financial size category rating of not less than A- VII, according to the current Best's Key Rating Guide or a company of equal financial stability that is approved by NMC's Contracts/Purchasing Director.

9.03 Insurance Coverage Requirements: Without limiting CONTRACTOR's duty to indemnify, CONTRACTOR shall maintain in effect throughout the term of this Agreement a policy or policies of insurance with the following minimum limits of liability:

Commercial general liability insurance, including but not limited to premises and operations, including coverage for Bodily Injury and Property Damage, Personal Injury, Contractual Liability, Broad form Property Damage, Independent Contractors, Products and Completed Operations, with a combined single limit for Bodily Injury and Property Damage of not less than \$1,000,000 per occurrence.

Exemption/Modification (Justification attached; subject to approval).

Business automobile liability insurance, covering all motor vehicles, including owned, leased, non-owned, and hired vehicles, used in providing services under this Agreement, with a combined single limit for Bodily Injury and Property Damage of not less than \$500,000 per occurrence.

Exemption/Modification (Justification attached; subject to approval).

Workers' Compensation Insurance, if CONTRACTOR employs others in the performance of this Agreement, in accordance with California Labor Code section 3700 and with Employer's Liability limits not less than \$1,000,000 each person, \$1,000,000 each accident and \$1,000,000 each disease.

Exemption/Modification (Justification attached; subject to approval).

Professional liability insurance, if required for the professional services being provided, (e.g., those persons authorized by a license to engage in a business or profession regulated by the California Business and Professions Code), in the amount of not less than \$1,000,000 per claim and \$2,000,000 in the aggregate, to cover liability for malpractice or errors or omissions made in the course of rendering professional services. If professional liability insurance is written on a "claims-made" basis rather than an occurrence basis, the CONTRACTOR shall, upon the expiration or earlier termination of this Agreement, obtain extended reporting coverage ("tail coverage") with the same liability limits. Any such tail coverage shall continue for at least three years following the expiration or earlier termination of this Agreement.

Exemption/Modification (Justification attached; subject to approval).

#### 9.04. Other Insurance Requirements:

All insurance required by this Agreement shall be with a company acceptable to NMC and issued and executed by an admitted insurer authorized to transact Insurance business in the State of California. Unless otherwise specified by this Agreement, all such insurance shall be written on an occurrence basis, or, if the policy is not written on an occurrence basis, such policy with the coverage required herein shall continue in effect for a period of three years following the date CONTRACTOR completes its performance of services under this Agreement.

Each liability policy shall provide that NMC shall be given notice in writing at least thirty days in advance of any endorsed reduction in coverage or limit, cancellation, or intended non-renewal thereof. Each policy shall provide coverage for Contractor and additional insureds with respect to claims arising from each subcontractor, if any, performing work under this Agreement, or be accompanied by a certificate of insurance from each subcontractor showing each subcontractor has identical insurance coverage to the above requirements.

Commercial general liability and automobile liability policies shall provide an endorsement naming the County of Monterey, its officers, agents, and employees as Additional Insureds with respect to liability arising out of the CONTRACTOR'S work, including ongoing and completed operations, and shall further provide that such insurance is primary insurance to any insurance or self-insurance maintained by the County and that the insurance of the Additional Insureds shall not be called upon to contribute to a loss covered by the CONTRACTOR'S insurance. The required endorsement form for Commercial General Liability Additional Insured is ISO Form CG 20 10 11-85 or CG 20 10 10 01 in tandem with CG 20 37 10 01 (2000). The required endorsement form for Automobile Additional Insured endorsement is ISO Form CA 20 48 02 99.

Prior to the execution of this Agreement by NMC, CONTRACTOR shall file certificates of insurance with NMC's Contracts/Purchasing Department, showing that the CONTRACTOR has in effect the insurance required by this Agreement. The CONTRACTOR shall file a new or amended certificate of insurance within five calendar days after any change is made in any insurance policy, which would alter the information on the certificate then on file. Acceptance or approval of insurance shall in no way modify or change the indemnification clause in this Agreement, which shall continue in full force and effect.

CONTRACTOR shall at all times during the term of this Agreement maintain in force the insurance coverage required under this Agreement and shall send, without demand by NMC, annual certificates to NMC's Contracts/Purchasing Department. If the certificate is not received by the expiration date, NMC shall notify CONTRACTOR and CONTRACTOR shall have five calendar days to send in the certificate, evidencing no lapse in coverage during the interim. Failure by CONTRACTOR to maintain such insurance is a default of this Agreement, which entitles NMC, at its sole discretion, to terminate this Agreement immediately.

#### 10. RECORDS AND CONFIDENTIALITY.

10.01. Confidentiality. CONTRACTOR and its officers, employees, agents, and subcontractors shall comply with any and all federal, state, and local laws, which provide for the confidentiality of records and other information. CONTRACTOR shall not disclose any confidential records or other confidential information received from NMC or prepared in connection with the performance of this Agreement, unless NMC specifically permits CONTRACTOR to disclose such records or information. CONTRACTOR shall promptly transmit to NMC any and all requests for disclosure of any such confidential records or

information. CONTRACTOR shall not use any confidential information gained by CONTRACTOR in the performance of this Agreement except for the sole purpose of carrying out CONTRACTOR's obligations under this Agreement.

10.02. NMC Records. When this Agreement expires or terminates, CONTRACTOR shall return to NMC any NMC records which CONTRACTOR used or received from NMC to perform services under this Agreement.

10.03. Maintenance of Records. CONTRACTOR shall prepare, maintain, and preserve all reports and records that may be required by federal, state, and County rules and regulations related to services performed under this Agreement. CONTRACTOR shall maintain such records for a period of at least three years after receipt of final payment under this Agreement. If any litigation, claim, negotiation, audit exception, or other action relating to this Agreement is pending at the end of the three year period, then CONTRACTOR shall retain said records until such action is resolved.

10.04. Access to and Audit of Records. NMC shall have the right to examine, monitor and audit all records, documents, conditions, and activities of the CONTRACTOR and its subcontractors related to services provided under this Agreement. Pursuant to Government Code section 8546.7, if this Agreement involves the expenditure of public funds in excess of \$10,000, the parties to this Agreement may be subject, at the request of NMC or as part of any audit of NMC, to the examination and audit of the State Auditor pertaining to matters connected with the performance of this Agreement for a period of three years after final payment under the Agreement.

10.05. Royalties and Inventions. NMC shall have a royalty-free, exclusive and irrevocable license to reproduce, publish, and use, and authorize others to do so, all original computer programs, writings, sound recordings, pictorial reproductions, drawings, and other works of similar nature produced in the course of or under this Agreement. CONTRACTOR shall not publish any such material without the prior written approval of NMC.

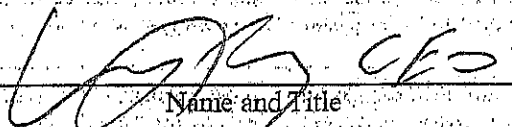
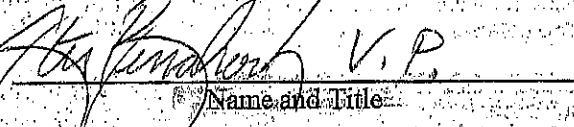
11. **NON-DISCRIMINATION.** During the performance of this Agreement, CONTRACTOR, and its subcontractors, shall not unlawfully discriminate against any person because of race, religious creed, color, sex, national origin, ancestry, physical disability, mental disability, medical condition, marital status, age (over 40), or sexual orientation, either in CONTRACTOR's employment practices or in the furnishing of services to recipients. CONTRACTOR shall ensure that the evaluation and treatment of its employees and applicants for employment and all persons receiving and requesting services are free of such discrimination. CONTRACTOR and any subcontractor shall, in the performance of this Agreement, fully comply with all federal, state, and local laws and regulations which prohibit discrimination. The provision of services primarily or exclusively to such target population as may be designated in this Agreement shall not be deemed to be prohibited discrimination.

12. **COMPLIANCE WITH TERMS OF STATE OR FEDERAL GRANT.** If this Agreement has been or will be funded with monies received by NMC pursuant to a contract with the state or federal government in which NMC is the grantee, CONTRACTOR will comply with all the provisions of said contract, to the extent applicable to CONTRACTOR as a subgrantee under said contract, and said provisions shall be deemed a part of this Agreement, as though fully set forth herein. Upon request, NMC will deliver a copy of said contract to CONTRACTOR, at no cost to CONTRACTOR.



13. **INDEPENDENT CONTRACTOR.** In the performance of work, duties, and obligations under this Agreement, CONTRACTOR is at all times acting and performing as an independent contractor and not as an employee of NMC. No offer or obligation of permanent employment with NMC or particular County department or agency is intended in any manner, and CONTRACTOR shall not become entitled by virtue of this Agreement to receive from NMC any form of employee benefits including but not limited to sick leave, vacation, retirement benefits, workers' compensation coverage, insurance or disability benefits. CONTRACTOR shall be solely liable for and obligated to pay directly all applicable taxes, including federal and state income taxes and social security, arising out of CONTRACTOR's performance of this Agreement. In connection therewith, CONTRACTOR shall defend, indemnify, and hold NMC and the County of Monterey harmless from any and all liability, which NMC may incur because of CONTRACTOR's failure to pay such taxes.

14. **NOTICES.** Notices required under this Agreement shall be delivered personally or by first-class, postage pre-paid mail to NMC and CONTRACTOR'S contract administrators at the addresses listed below:

FOR NATIVIDAD MEDICAL CENTER:	FOR CONTRACTOR:
 Name and Title	 Name and Title
1441 Constitution Blvd, BLDG 900 P.O. Box 81611, Salinas CA 93912	P.O. Box 58 Santa Clara, CA 95052
Address	Address
831-755-4290      831-755-4268 fax	408-727-7303
Phone	Phone

15. **MISCELLANEOUS PROVISIONS.**

15.01 Conflict of Interest. CONTRACTOR represents that it presently has no interest and agrees not to acquire any interest during the term of this Agreement, which would directly, or indirectly conflict in any manner or to any degree with the full and complete performance of the professional services required to be rendered under this Agreement.

15.02 Amendment. This Agreement may be amended or modified only by an instrument in writing signed by NMC and the CONTRACTOR.

15.03 Waiver. Any waiver of any terms and conditions of this Agreement must be in writing and signed by NMC and the CONTRACTOR. A waiver of any of the terms and conditions of this Agreement shall not be construed as a waiver of any other terms or conditions in this Agreement.

15.04 Contractor. The term "CONTRACTOR" as used in this Agreement includes CONTRACTOR's officers, agents, and employees acting on CONTRACTOR's behalf in the performance of this Agreement.

15.05 Disputes. CONTRACTOR shall continue to perform under this Agreement during any dispute.

- 15.06 Assignment and Subcontracting. The CONTRACTOR shall not assign, sell, or otherwise transfer its interest or obligations in this Agreement without the prior written consent of NMC. None of the services covered by this Agreement shall be subcontracted without the prior written approval of NMC. Notwithstanding any such subcontract, CONTRACTOR shall continue to be liable for the performance of all requirements of this Agreement.
- 15.07 Successors and Assigns. This Agreement and the rights, privileges, duties, and obligations of NMC and CONTRACTOR under this Agreement, to the extent assignable or delegable, shall be binding upon and inure to the benefit of the parties and their respective successors, permitted assigns, and heirs.
- 15.08 Compliance with Applicable Law. The parties shall comply with all applicable federal, state, and local laws and regulations in performing this Agreement.
- 15.09 Headings. The headings are for convenience only and shall not be used to interpret the terms of this Agreement.
- 15.10 Time is of the Essence. Time is of the essence in each and all of the provisions of this Agreement.
- 15.11 Governing Law. This Agreement shall be governed by and interpreted under the laws of the State of California.
- 15.12 Non-exclusive Agreement. This Agreement is non-exclusive and both NMC and CONTRACTOR expressly reserve the right to contract with other entities for the same or similar services.
- 15.13 Construction of Agreement. NMC and CONTRACTOR agree that each party has fully participated in the review and revision of this Agreement and that any rule of construction to the effect that ambiguities are to be resolved against the drafting party shall not apply in the interpretation of this Agreement or any amendment to this Agreement.
- 15.14 Counterparts. This Agreement may be executed in two or more counterparts, each of which shall be deemed an original, but all of which together shall constitute one and the same Agreement.
- 15.15 Authority. Any individual executing this Agreement on behalf of NMC or the CONTRACTOR represents and warrants hereby that he or she has the requisite authority to enter into this Agreement on behalf of such party and bind the party to the terms and conditions of this Agreement.
- 15.16 Integration. This Agreement, including the exhibits, represent the entire Agreement between NMC and the CONTRACTOR with respect to the subject matter of this Agreement and shall supersede all prior negotiations, representations, or agreements, either written or oral, between NMC and the CONTRACTOR as of the effective date of this Agreement, which is the date that NMC signs the Agreement.
- 15.17 Interpretation of Conflicting Provisions. In the event of any conflict or inconsistency between the provisions of this Agreement and the Provisions of any exhibit or other attachment to this Agreement, the provisions of this Agreement shall prevail and control.

IN WITNESS WHEREOF, County and CONTRACTOR have executed this Agreement as of the day and year written below.

**NATIVIDAD MEDICAL  
CENTER**

By: [Signature]  
Contracts/Purchasing Director

Date: \_\_\_\_\_

By: [Signature]  
Department Head (if applicable)

Date: 9/8/08

Approved as to Form

By: \_\_\_\_\_  
NMC County Counsel

Date: \_\_\_\_\_

Approved as to Fiscal Provisions<sup>1</sup>

By: [Signature]  
Auditor/Controller

Date: 10-10-08

Approved as to Liability Provisions<sup>2</sup>

By: \_\_\_\_\_  
NMC Risk Management

Date: \_\_\_\_\_

**CONTRACTOR**

Paragon Mechanical Inc.  
Contractor's Business Name\*

By: [Signature]  
(Signature of Chair, President, or Vice-President)\*

Vice - President  
Name and Title

Date: 8/28/08

By: [Signature]  
(Signature of Secretary, Assl. Secretary, CFO, Treasurer or Assl. Treasurer)\*

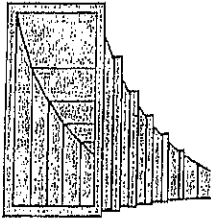
Treasurer  
Name and Title

Date: 8/28/08

\*INSTRUCTIONS: If CONTRACTOR is a corporation, including limited liability and non-profit corporations, the full legal name of the corporation shall be set forth above together with the signatures of two specified officers. If CONTRACTOR is a partnership, the name of the partnership shall be set forth above together with the signature of a partner who has authority to execute this Agreement on behalf of the partnership. If CONTRACTOR is contracting in an individual capacity, the individual shall set forth the name of the business, if any, and shall personally sign the Agreement.

<sup>1</sup>Approval by Auditor/Controller is necessary only if changes are made in paragraph 6 or if changes are made in paragraph 2 by amendment.

<sup>2</sup>Approval by Risk Management is necessary only if changes are made in paragraph 8 or 9



# PARAGON

## MECHANICAL INC.

CONTRACTORS LICENSE NO. 490427

P.O. BOX 58, SANTA CLARA, CA 95052 (408) 727-7303 FAX: (408) 566-6190

EXHIBIT A *PART 7*

### STANDARD TERMS AND CONDITIONS

### NATIVIDAD HOSPITAL

### JANUARY 2008

HVAC SERVICE Standard..... Package Units / Basic Service Calls

Straight time labor

Monday - Friday 8:00 AM - 4:30 PM.....\$125.00 per hour\*

Overtime labor

Monday - Friday 4:30 PM - 8:00 AM, Saturday & Sunday, select holidays.....\$187.50 per hour\*

Doubletime labor

Select holidays.....\$250.00 per hour\*

HVAC Chiller Services

Straight time labor

Monday - Friday 8:00 AM - 4:30 PM.....\$135.00 per hour\*

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Monday - Friday 4:30 PM - 8:00 AM, Saturday & Sunday, select holidays.....\$213.00 per hour\*

Doubletime labor

Select holidays.....\$284.00 per hour\*

\*subject to union negotiations yearly in July.

Fuel Service Charges.....one per day per truck \$40.00\*

Travel no extra charges labor billing is Portal to Portal.

Payment Terms "~~Net 30~~" upon invoicing. *Per Sid Cabo after discussing w/ vendor. [Signature]*



# CERTIFICATE OF LIABILITY INSURANCE

DATE (MM/DD/YYYY)  
03/06/2014

THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION ONLY AND CONFERS NO RIGHTS UPON THE CERTIFICATE HOLDER. THIS CERTIFICATE DOES NOT AFFIRMATIVELY OR NEGATIVELY AMEND, EXTEND OR ALTER THE COVERAGE AFFORDED BY THE POLICIES BELOW. THIS CERTIFICATE OF INSURANCE DOES NOT CONSTITUTE A CONTRACT BETWEEN THE ISSUING INSURER(S), AUTHORIZED REPRESENTATIVE OR PRODUCER, AND THE CERTIFICATE HOLDER.

**IMPORTANT:** If the certificate holder is an ADDITIONAL INSURED, the policy(ies) must be endorsed. If SUBROGATION IS WAIVED, subject to the terms and conditions of the policy, certain policies may require an endorsement. A statement on this certificate does not confer rights to the certificate holder in lieu of such endorsement(s).

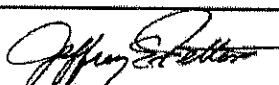
<b>PRODUCER</b> FEDERATED MUTUAL INSURANCE COMPANY HOME OFFICE: P.O. BOX 328 OWATONNA, MN 55060		<b>CONTACT NAME:</b> CLIENT CONTACT CENTER <b>PHONE (A/C, No, Ext):</b> 888-333-4949 <b>FAX (A/C, No):</b> 507-448-4664 <b>E-MAIL ADDRESS:</b> CLIENTCONTACTCENTER@FEDINS.COM	
<b>INSURED</b> PARAGON MECHANICAL INC 2460 DE LA CRUZ BLVD SANTA CLARA, CA 95050		<b>INSURER(S) AFFORDING COVERAGE</b> <b>INSURER A:</b> FEDERATED MUTUAL INSURANCE COMPANY NAIC # 13935 <b>INSURER B:</b> <b>INSURER C:</b> <b>INSURER D:</b> <b>INSURER E:</b> <b>INSURER F:</b>	

<b>COVERAGES</b>	<b>CERTIFICATE NUMBER: 167</b>	<b>REVISION NUMBER: 2</b>
------------------	--------------------------------	---------------------------

THIS IS TO CERTIFY THAT THE POLICIES OF INSURANCE LISTED BELOW HAVE BEEN ISSUED TO THE INSURED NAMED ABOVE FOR THE POLICY PERIOD INDICATED. NOTWITHSTANDING ANY REQUIREMENT, TERM OR CONDITION OF ANY CONTRACT OR OTHER DOCUMENT WITH RESPECT TO WHICH THIS CERTIFICATE MAY BE ISSUED OR MAY PERTAIN, THE INSURANCE AFFORDED BY THE POLICIES DESCRIBED HEREIN IS SUBJECT TO ALL THE TERMS, EXCLUSIONS AND CONDITIONS OF SUCH POLICIES. LIMITS SHOWN MAY HAVE BEEN REDUCED BY PAID CLAIMS.

INSR LTR	TYPE OF INSURANCE	ADDL INSR	SUBR WVD	POLICY NUMBER	POLICY EFF (MM/DD/YYYY)	POLICY EXP (MM/DD/YYYY)	LIMITS
A	<b>GENERAL LIABILITY</b> <input checked="" type="checkbox"/> COMMERCIAL GENERAL LIABILITY <input type="checkbox"/> CLAIMS-MADE <input checked="" type="checkbox"/> OCCUR  GEN'L AGGREGATE LIMIT APPLIES PER: <input checked="" type="checkbox"/> POLICY <input type="checkbox"/> PRO-JECT <input type="checkbox"/> LOC	Y	N	9271826	05/31/2013	05/31/2014	EACH OCCURRENCE \$1,000,000 DAMAGE TO RENTED PREMISES (Ea occurrence) \$100,000 MED EXP (Any one person) EXCLUDED PERSONAL & ADV INJURY \$1,000,000 GENERAL AGGREGATE \$2,000,000 PRODUCTS - COMPIOP AGG \$2,000,000
	<b>AUTOMOBILE LIABILITY</b> <input checked="" type="checkbox"/> ANY AUTO <input type="checkbox"/> ALL OWNED AUTOS <input type="checkbox"/> SCHEDULED AUTOS <input type="checkbox"/> HIRED AUTOS <input type="checkbox"/> NON-OWNED AUTOS						COMBINED SINGLE LIMIT (Ea accident) \$1,000,000 BODILY INJURY (Per person) BODILY INJURY (Per accident) PROPERTY DAMAGE (Per accident)
A	<input checked="" type="checkbox"/> UMBRELLA LIAB <input checked="" type="checkbox"/> OCCUR <input type="checkbox"/> EXCESS LIAB <input type="checkbox"/> CLAIMS-MADE DED RETENTION	N	N	9271827	05/31/2013	05/31/2014	EACH OCCURRENCE \$9,000,000 AGGREGATE \$9,000,000
	<b>WORKERS COMPENSATION AND EMPLOYERS' LIABILITY</b> ANY PROPRIETOR/PARTNER/EXECUTIVE OFFICER/MEMBER EXCLUDED? (Mandatory In NH) If yes, describe under DESCRIPTION OF OPERATIONS below	Y/N	N/A				WC STATUTORY LIMITS OTH-ER E.L. EACH ACCIDENT E.L. DISEASE - EA EMPLOYEE E.L. DISEASE - POLICY LIMIT

DESCRIPTION OF OPERATIONS / LOCATIONS / VEHICLES (Attach ACORD 101, Additional Remarks Schedule, if more space is required)  
**SEE ATTACHED PAGE**

<b>CERTIFICATE HOLDER</b> 310-154-0 COUNTY OF MONTEREY NATIVIDAD MEDICAL CENTER 1441 CONSTITUTION BLVD BLDG 900 SALINAS, CA 93906-3100	<b>CANCELLATION</b> SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, NOTICE WILL BE DELIVERED IN ACCORDANCE WITH THE POLICY PROVISIONS.  AUTHORIZED REPRESENTATIVE 
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# CERTIFICATE OF LIABILITY INSURANCE

DATE (MM/DD/YYYY)

07/09/2013

THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION ONLY AND CONFERS NO RIGHTS UPON THE CERTIFICATE HOLDER. THIS CERTIFICATE DOES NOT AFFIRMATIVELY OR NEGATIVELY AMEND, EXTEND OR ALTER THE COVERAGE AFFORDED BY THE POLICIES BELOW. THIS CERTIFICATE OF INSURANCE DOES NOT CONSTITUTE A CONTRACT BETWEEN THE ISSUING INSURER(S), AUTHORIZED REPRESENTATIVE OR PRODUCER, AND THE CERTIFICATE HOLDER.

IMPORTANT: If the certificate holder is an ADDITIONAL INSURED, the policy(ies) must be endorsed. If SUBROGATION IS WAIVED, subject to the terms and conditions of the policy, certain policies may require an endorsement. A statement on this certificate does not confer rights to the certificate holder in lieu of such endorsement(s).

PRODUCER Phone: (925) 734-0530 Fax: (925) 249-7342 <b>HERZOG INSURANCE</b> 235 MAIN STREET PLEASANTON CA 94566  Agency Lic#: 0558397	CONTACT NAME: <b>Herzog Insurance</b> PHONE (A/C No. Ext): (925) 734-0530 FAX (A/C No.): (925) 249-7339 E-MAIL ADDRESS: PRODUCER CUSTOMER ID: 3453																					
INSURED <b>PARAGON MECHANICAL</b> 2460 DE LA CRUZ BLVD SANTA CLARA CA 95050	<table border="1"> <tr> <th colspan="2">INSURER(S) AFFORDING COVERAGE</th> <th>NAIC #</th> </tr> <tr> <td>INSURER A :</td> <td>Truck Insurance Exchange</td> <td>21709</td> </tr> <tr> <td>INSURER B :</td> <td></td> <td></td> </tr> <tr> <td>INSURER C :</td> <td></td> <td></td> </tr> <tr> <td>INSURER D :</td> <td></td> <td></td> </tr> <tr> <td>INSURER E :</td> <td></td> <td></td> </tr> <tr> <td>INSURER F :</td> <td></td> <td></td> </tr> </table>	INSURER(S) AFFORDING COVERAGE		NAIC #	INSURER A :	Truck Insurance Exchange	21709	INSURER B :			INSURER C :			INSURER D :			INSURER E :			INSURER F :		
INSURER(S) AFFORDING COVERAGE		NAIC #																				
INSURER A :	Truck Insurance Exchange	21709																				
INSURER B :																						
INSURER C :																						
INSURER D :																						
INSURER E :																						
INSURER F :																						

## COVERAGES

CERTIFICATE NUMBER: 43660

REVISION NUMBER:

THIS IS TO CERTIFY THAT THE POLICIES OF INSURANCE LISTED BELOW HAVE BEEN ISSUED TO THE INSURED NAMED ABOVE FOR THE POLICY PERIOD INDICATED. NOTWITHSTANDING ANY REQUIREMENT, TERM OR CONDITION OF ANY CONTRACT OR OTHER DOCUMENT WITH RESPECT TO WHICH THIS CERTIFICATE MAY BE ISSUED OR MAY PERTAIN, THE INSURANCE AFFORDED BY THE POLICIES DESCRIBED HEREIN IS SUBJECT TO ALL THE TERMS, EXCLUSIONS AND CONDITIONS OF SUCH POLICIES. LIMITS SHOWN MAY HAVE BEEN REDUCED BY PAID CLAIMS.

INSR LTR	TYPE OF INSURANCE	ADDL INSR	SUBR WVD	POLICY NUMBER	POLICY EFF (MM/DD/YYYY)	POLICY EXP (MM/DD/YYYY)	LIMITS	
	<b>GENERAL LIABILITY</b> <input type="checkbox"/> COMMERCIAL GENERAL LIABILITY <input type="checkbox"/> CLAIMS-MADE <input type="checkbox"/> OCCUR  GEN'L AGGREGATE LIMIT APPLIES PER: <input type="checkbox"/> POLICY <input type="checkbox"/> PRO-JECT <input type="checkbox"/> LOC						EACH OCCURRENCE \$ DAMAGE TO RENTED PREMISES (Ea occurrence) \$ MED. EXP (Any one person) \$ PERSONAL & ADV INJURY \$ GENERAL AGGREGATE \$ PRODUCTS - COM/POP AGG \$	
	<b>AUTOMOBILE LIABILITY</b> <input type="checkbox"/> ANY AUTO <input type="checkbox"/> ALL OWNED AUTOS <input type="checkbox"/> SCHEDULED AUTOS <input type="checkbox"/> HIRED AUTOS <input type="checkbox"/> NON-OWNED AUTOS						COMBINED SINGLE LIMIT (Ea accident) \$ BODILY INJURY (Per person) \$ BODILY INJURY (Per accident) \$ PROPERTY DAMAGE (Per accident) \$ \$ \$	
	<b>UMBRELLA LIAB</b> <input type="checkbox"/> OCCUR <b>EXCESS LIAB</b> <input type="checkbox"/> CLAIMS-MADE  DEDUCTIBLE \$ RETENTION \$						EACH OCCURRENCE \$ AGGREGATE \$ \$ \$	
A	<b>WORKERS COMPENSATION AND EMPLOYERS' LIABILITY</b> ANY PROPRIETOR/PARTNER/EXECUTIVE OFFICER/MEMBER EXCLUDED? <input type="checkbox"/> Y <input checked="" type="checkbox"/> N (Mandatory in NH) If yes, describe under DESCRIPTION OF OPERATIONS below		N/A	A09325798	07/01/13	07/01/14	<input checked="" type="checkbox"/> WC STATUTORY LIMITS <input type="checkbox"/> OTH ER E.L. EACH ACCIDENT \$ 1,000,000 E.L. DISEASE-EA EMPLOYEE \$ 1,000,000 E.L. DISEASE-POLICY LIMIT \$ 1,000,000	

DESCRIPTION OF OPERATIONS / LOCATIONS / VEHICLES (Attach ACORD 101, Additional Remarks Schedule, if more space is required)

RE:Natividad Medical Center - 1441 Construction Blvd Salinas, CA  
 Paragon Job : #VINCE  
 Workers Compensation Coverage

## CERTIFICATE HOLDER

## CANCELLATION

County of Monterey  
 Contracts/Purchasing  
 168 West Alisal Street  
 Salinas, CA 85801

SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, NOTICE WILL BE DELIVERED IN ACCORDANCE WITH THE POLICY PROVISIONS.

AUTHORIZED REPRESENTATIVE

Attention:

*Robert C Herzog Jr*  
 Robert C Herzog Jr



**ADDITIONAL REMARKS SCHEDULE**

AGENCY FEDERATED MUTUAL INSURANCE COMPANY		NAMED INSURED PARAGON MECHANICAL INC 2460 DE LA CRUZ BLVD SANTA CLARA, CA 95050	
POLICY NUMBER SEE CERTIFICATE # 157.1			
CARRIER SEE CERTIFICATE # 157.1	NAIC CODE	EFFECTIVE DATE: SEE CERTIFICATE # 157.1	

**ADDITIONAL REMARKS**

THIS ADDITIONAL REMARKS FORM IS A SCHEDULE TO ACORD FORM,  
 FORM NUMBER: 25 FORM TITLE: CERTIFICATE OF LIABILITY INSURANCE

CERTIFICATEHOLDER IS AN ADDITIONAL INSURED SUBJECT TO THE  
 CONDITIONS OF THE ADDITIONAL INSURED BY CONTRACT ENDORSEMENT  
 BUSINESS AUTO LIABILITY.  
 COUNTY OF MONTEREY, ITS OFFICERS, AGENTS & EMPLOYEES ARE AN  
 ADDITIONAL INSURED FOR GENERAL LIABILITY.  
 INSURANCE PROVIDED BY THE GENERAL LIABILITY AND BUSINESS  
 AUTO LIABILITY IS PRIMARY AND NONCONTRIBUTORY OVER OTHER  
 INSURANCE FOR THE COUNTY OF MONTEREY, ITS OFFICERS, AGENTS  
 & EMPLOYEES.  
 JOB #VINCE @ NATIVIDAD MEDICAL CENTER SALINAS, CA  
 HVAC SERVICE AND REPAIR.

Additional Insured Copy

**THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.**

**ADDITIONAL INSURED - OWNERS, LESSEES OR  
CONTRACTORS (FORM B)**

This endorsement modifies insurance provided under the following:

COMMERCIAL GENERAL LIABILITY COVERAGE PART

**SCHEDULE**

**Name of Person or Organization:**

COUNTY OF MONTEREY ITS OFFICERS AGENTS & EMPL  
NATIVIDAD MEDICAL CTR  
1441 CONSTITUTION BLVD BLDG 900  
SALINAS CA 93906

- (If no entry appears above, information required to complete this endorsement will be shown in the Declarations as applicable to this endorsement.)

WHO IS AN INSURED (Section II) is amended to include as an insured the person or organization shown in the Schedule, but only with respect to liability arising out of "your work" for that insured by or for you.

**Job or Project:**

See IL-F-40-0033

**Insured:**

PARAGON MECHANICAL INC  
2460 DE LA CRUZ BLVD  
SANTA CLARA CA 95050

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CG-F-64 (05-97)  
(CG 20 10 11-85)

Policy Number: 9271826

Transaction Effective Date: 05-31-2013



## **EXTENSION ENDORSEMENT**

### **Extension - CG-F-64 - COUNTY OF MONTEREY ITS OFFICERS AGENTS & EMPL**

ANY COVERAGE PROVIDED BY THIS ENDORSEMENT APPLIES ONLY TO JOB #VINCE AT NATIVIDAD MEDICAL CENTER SALINAS CA. THE FOLLOWING SPECIAL PROVISIONS APPLY: THE COUNTY OF MONTEREY, ITS AGENTS, OFFICERS, AND EMPLOYEES ARE ALSO LISTED AS ADDITIONAL INSURED WITH RESPECT TO LIABILITY ARISING OUT OF THE CONTRACTOR'S WORK, INCLUDING ONGOING AND COMPLETED OPERATIONS, AND SHALL FURTHER PROVIDE THAT SUCH INSURANCE IS PRIMARY INSURANCE TO ANY INSURANCE OR SELF-INSURANCE MAINTAINED BY THE COUNTY AND THAT THE INSURANCE OF THE ADDITIONAL INSURED SHALL NOT BE CALLED UPON TO CONTRIBUTE TO A LOSS COVERED BY THE CONTRACTOR'S INSURANCE.

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GL

**THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.**  
**PRIMARY AND NON-CONTRIBUTORY CLAUSE ENDORSEMENT**

This endorsement modifies insurance provided under the following:

COMMERCIAL GENERAL LIABILITY COVERAGE PART

It is agreed that insurance provided by any additional insured endorsement is primary coverage. We will not seek contribution from any other insurer when insurance on a non-contributing basis is required by contract.

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CG-F-65 (08-03)

Policy Number: 9271826

Transaction Effective Date: 02-14-2014

**THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.**

**ADDITIONAL INSURED ENDORSEMENT**

This endorsement modifies insurance provided under the following:

**BUSINESS AUTO COVERAGE PART**

**INSURED:**

**PARAGON MECHANICAL INC  
2460 DE LA CRUZ BLVD  
SANTA CLARA CA 95050**

1. WHO IS AN INSURED for "bodily injury" and "property damage" liability is amended to include the Additional Insured specified below but only with respect to liability arising out of your operations or premises owned by or rented to you.
2. The insurance does not apply to "bodily injury" or "property damage" liability arising out of the sole negligence of the Additional Insured named below.
3. We agree to notify the Additional Insured named below at the address stated below of any cancellation of, or material change to, this policy.

Relationship of the Additional Insured to the Insured:

**ANY COVERAGE PROVIDED BY THIS ENDORSEMENT APPLIES  
ONLY TO JOB #VINCE AT NATIVIDAD MEDICAL CENTER  
SALINAS CA. SEE IL-F-10.3-1 FOR ADDITIONAL  
WORDING.**

**FEDERATED MUTUAL INSURANCE COMPANY**  
Home Office  
121 East Park Square  
Owatonna, MN 55060  
(507) 455-5200

Additional Insured Name and Address:

**COUNTY OF MONTEREY ITS  
OFFICERS AGENTS & EMPLOYEES  
NATIVIDAD MEDICAL CTR  
1441 CONSTITUTION BLVD BLDG  
900  
SALINAS CA 93906**

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CA

**FEDERATED INSURANCE COMPANIES**

**THIS ENDORSEMENT CHANGES THE POLICY. PLEASE READ IT CAREFULLY.**

**PRIMARY AND NON-CONTRIBUTORY CLAUSE ENDORSEMENT**

This endorsement modifies insurance provided under the following:

**BUSINESS AUTO COVERAGE PART  
GARAGE COVERAGE FORM**

With respect to coverage provided by this endorsement, the provisions of the Coverage Form apply unless modified by the endorsement.

It is agreed that the insurance provided by any additional insured endorsement is primary when primary coverage is required in a written contract. We will not seek contribution from any insurer when insurance on a non-contributing basis is required in a written contract. For coverage to apply, the written contract must have been executed prior to the occurrence of "loss".

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CA-F-129 (01-11)

Policy Number: 9271826

Transaction Effective Date: 01-23-2014

**2014 Withholding Exemption Certificate****590**

The payee completes this form and submits it to the withholding agent.

**Withholding Agent** (Type or print)

Name

**Payee**

Name

Paragon Mechanical Inc.

 SSN or ITIN  FEIN  CA Corp no.  CA SOS file no.

1 2 9 9 1 8 0

Address (apt./ste., room, PO Box, or PMB no.)

2460 De La Cruz Blvd.

City (If you have a foreign address, see instructions.)

Santa Clara

State

CA

ZIP Code

9 5 0 5 0

**Exemption Reason**

Check only one reason box below that applies to the payee.

By checking the appropriate box below, the Payee certifies the reason for the exemption from the California income tax withholding requirements on payment(s) made to the entity or individual.

 **Individuals — Certification of Residency:**

I am a resident of California and I reside at the address shown above. If I become a nonresident at any time, I will promptly notify the withholding agent. See instructions for General Information D, Definitions.

 **Corporations:**

The corporation has a permanent place of business in California at the address shown above or is qualified through the California Secretary of State (SOS) to do business in California. The corporation will file a California tax return. If this corporation ceases to have a permanent place of business in California or ceases to do any of the above, I will promptly notify the withholding agent. See instructions for General Information D, Definitions.

 **Partnerships or limited liability companies (LLCs):**

The partnership or LLC has a permanent place of business in California at the address shown above or is registered with the California SOS, and is subject to the laws of California. The partnership or LLC will file a California tax return. If the partnership or LLC ceases to do any of the above, I will promptly inform the withholding agent. For withholding purposes, a limited liability partnership (LLP) is treated like any other partnership.

 **Tax-Exempt Entities:**

The entity is exempt from tax under California Revenue and Taxation Code (R&amp;TC) Section 23701 \_\_\_\_\_ (insert letter) or Internal Revenue Code Section 501(c) \_\_\_\_\_ (insert number). If this entity ceases to be exempt from tax, I will promptly notify the withholding agent. Individuals cannot be tax-exempt entities.

 **Insurance Companies, Individual Retirement Arrangements (IRAs), or Qualified Pension/Profit Sharing Plans:**

The entity is an insurance company, IRA, or a federally qualified pension or profit-sharing plan.

 **California Trusts:**

At least one trustee and one noncontingent beneficiary of the above-named trust is a California resident. The trust will file a California fiduciary tax return. If the trustee or noncontingent beneficiary becomes a nonresident at any time, I will promptly notify the withholding agent.

 **Estates — Certification of Residency of Deceased Person:**

I am the executor of the above-named person's estate or trust. The decedent was a California resident at the time of death. The estate will file a California fiduciary tax return.

 **Nonmilitary Spouse of a Military Servicemember:**

I am a nonmilitary spouse of a military servicemember and I meet the Military Spouse Residency Relief Act (MSRRA) requirements. See instructions for General Information E, MSRRA.

**CERTIFICATE OF PAYEE:** Payee must complete and sign below.

Under penalties of perjury, I hereby certify that the information provided in this document is, to the best of my knowledge, true and correct. If conditions change, I will promptly notify the withholding agent.

Payee's name and title (type or print) Yelena Price / Controller Telephone (408) 727-7303Payee's signature  Date 04/16/2014

**COUNTY OF MONTEREY - VENDOR DATA RECORD** (Rev. 3-2012)

Required when doing business with the County of Monterey - No IRS W-9 form needed (Foreign vendors should submit IRS W-8)

<b>1</b>	Natividad Medical Center Contracts Department 1441 Constitution Blvd Salinas, CA. 93906  EMAIL TO: catosi@natividad.com  PHONE: 831.783.2620 FAX: 831.757.2592	PURPOSE: Information contained in this form will be used by the County of Monterey to prepare information returns (Form 1099) and for withholding on payments to nonresident vendors. Prompt return of this fully completed form will prevent delays when processing payments.  See Privacy Statement and California Non-Resident Withholding Information on next page.
<b>2</b>	VENDOR'S LEGAL NAME (as shown on your income tax return) <b>Paragon Mechanical</b>  BUSINESS NAME / DBA (if different from line 1)	SELECT NAME TO BE MADE PAYABLE TO <input checked="" type="checkbox"/> Legal Name <input type="checkbox"/> Alias/DBA <input type="checkbox"/> Both  PHONE NUMBER    FAX NUMBER <b>408 727 7303</b> <b>408 566 6190</b>  MAILING ADDRESS    E-MAIL ADDRESS <b>PO Box 58</b> <b>amistretta@paragonmechanical.com</b>  ADDITIONAL MAILING ADDRESS    REMIT-TO ADDRESS  <b>PO Box 58</b>  CITY, STATE, ZIP CODE    REMIT-TO CITY, STATE, ZIP CODE <b>Santa Clara, Ca 95052</b> <b>Santa Clara, Ca 95052</b>
<b>3</b>	FEDERAL EMPLOYER IDENTIFICATION NUMBER (EIN): <input checked="" type="checkbox"/> C CORPORATION <input type="checkbox"/> TRUST/ESTATE <input type="checkbox"/> S CORPORATION <input type="checkbox"/> LIMITED LIABILITY COMPANY (LLC) <input type="checkbox"/> PARTNERSHIP <input type="checkbox"/> C Corporation <input type="checkbox"/> EXEMPT PAYEE (e.g., government, non-profit) <input type="checkbox"/> S Corporation <input type="checkbox"/> OTHER: ▶ <input type="checkbox"/> Partnership  SOCIAL SECURITY NUMBER (SSN): <input type="checkbox"/> INDIVIDUAL OR SOLE PROPRIETOR	77-0115209  For Tax ID entry instructions, please see next page  NOTE: Payment will not be processed without an accompanying taxpayer I.D. number.
<b>4</b>	PLEASE CHECK ALL BOXES THAT ARE APPLICABLE TO THE CATEGORY OF PAYMENT: <input type="checkbox"/> SUPPLIES/EQUIPMENT <input type="checkbox"/> ATTORNEY SERVICES <input type="checkbox"/> INTEREST <input type="checkbox"/> SERVICES (MEDICAL) <input type="checkbox"/> LEGAL SETTLEMENT <input type="checkbox"/> GRANTS <input checked="" type="checkbox"/> SERVICES (NON-MEDICAL) <input type="checkbox"/> RENT/LEASE <input type="checkbox"/> OTHER: ▶  Are you a former employee of the County of Monterey? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No  Are you a Certified Green Business? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No (See Information regarding green certification on next page)	
<b>5</b>	CALIFORNIA STATE WITHHOLDING STATUS (CA withholding information on next page): <input checked="" type="checkbox"/> California Resident <input checked="" type="checkbox"/> California Form 590 (Withholding Exemption Certificate) attached  <input type="checkbox"/> California Non-Resident <input type="checkbox"/> Waiver of State withholding from California Franchise Tax Board attached <input type="checkbox"/> California Form 590 (Withholding Exemption Certificate) attached <input type="checkbox"/> All services for payments issued are performed OUTSIDE of California <input type="checkbox"/> No Services are being rendered, only goods are being provided for payment	CA Form 590 required if your address above in section 2 is a non-CA address  CA NON-RESIDENTS: 7% will be withheld from payment unless one of the lower four boxes on left is checked.
<b>6</b>	I hereby certify under penalty of perjury that the information provided on this document is true and correct. Should my residency status change, I will promptly notify the County of Monterey. Authorized Representative's Name (Type or Print)    Title <b>April Mistretta</b> <b>office manager</b>  Signature    Date    Phone Number <b>April Mistretta</b> <b>4-16-14</b> <b>408 727 7303</b>	