Modery

INTERLOCAL CONTRACT BETWEEN PUBLIC AGENCIES 12 P12:38

A Contract Between the State of Nevada Acting By and Through Its

**Department of Motor Vehicles** 555 Wright Way Carson City, NV 89711-0911 (775) 684-4549 (775) 684-4692

and

**Douglas County Clerk Treasurer** 175 U.S. Highwy 50, Stateline, NV 89449 P.O. Box 218, Minden, NV 89423 (775) 586-7270 (775) 586-7227

WHEREAS, NRS 277.180 authorizes any one or more public agencies to contract with any one or more other public agencies to perform any governmental service, activity or undertaking which any of the public agencies entering into the contract is authorized by law to perform; and

WHEREAS, it is deemed that the services of the Douglas County Clerk Treasurer hereinafter set forth are both necessary to the Department of Motor Vehicles and in the best interests of the State of Nevada:

NOW, THEREFORE, in consideration of the aforesaid premises, the parties mutually agree as follows:

- 1. REQUIRED APPROVAL. This Contract shall not become effective until and unless approved by appropriate official action of the governing body of each party.
- "State" means the State of Nevada and any state agency identified herein, its 2. DEFINITIONS. officers, employees and immune contractors as defined in NRS 41.0307.
- 3. CONTRACT TERM. This Contract shall be effective upon approval to June 30, 2003, unless sooner terminated by either party as set forth in this Contract.
- 4. TERMINATION. This Contract may be terminated by either party prior to the date set forth in paragraph (3), provided that a termination shall not be effective until 120 days after a party has served written notice upon the other party. This Contract may be terminated by mutual consent of both parties or unilaterally by either party without cause. The parties expressly agree that this Contract shall be terminated immediately if for any reason federal and /or State Legislature funding ability to satisfy this Contract is withdrawn, limited, or impaired.

- 5. <u>NOTICE</u>. All notices or other communications required or permitted to be given under this Contract shall be in writing and shall be deemed to have been duly given if delivered personally in hand, by telephonic facsimile with simultaneous regular mail, or mailed certified mail, return receipt requested, postage prepaid on the date posted, and addressed to the other party at the address set forth above.
- 6. <u>INCORPORATED DOCUMENTS</u>. The parties agree that the services to be performed shall be specifically described; this Contract incorporates the following attachments in descending order of constructive precedence:

ATTACHMENT A: SCOPE OF WORK

- 7. <u>CONSIDERATION</u>. The Douglas County Clerk Treasurer agrees to provide the services set forth in paragraph (6) at a cost of \$ 2.00 per registration transaction pursuant to NRS 482.160. In addition NRS 482.180(7) states "... From the amount of privilege tax collected by a county assessor, the state controller shall credit 1 percent to the department as a commission and remit 5 percent to the county for credit to its general fund as commission for the services of the county assessor." Any intervening end to a biennial appropriation period shall be deemed an automatic renewal (not changing the overall Contract term) or a termination as the results of legislative appropriation may require.
- 8. <u>ASSENT</u>. The parties agree that the terms and conditions listed on incorporated attachments of this Contract are also specifically a part of this Contract and are limited only by their respective order of precedence and any limitations expressly provided.
- 9. INSPECTION & AUDIT.
  - a. <u>Books and Records</u>. Each party agrees to keep and maintain under generally accepted accounting principles full, true and complete records, agreements, books, and documents as are necessary to fully disclose to the State or United States Government, or their authorized representatives, upon audits or reviews, sufficient information to determine compliance with any applicable regulations and statutes.
  - b. <u>Inspection and Audit</u>. Each party agrees that the relevant books, records (written, electronic, computer related or otherwise), including but not limited to relevant accounting procedures and practices of the party, financial statements and supporting documentation, and documentation related to the work product shall be subject, at any reasonable time, to inspection, examination, review, audit, and copying at any office or location where such records may be found, with or without notice by the State Auditor, Employment Security, the Department of Administration, Budget Division, the Nevada State Attorney General's Office or its Fraud Control Units, the State Legislative Auditor, and with regard to any federal funding, the relevant federal agency, the Comptroller General, the General Accounting Office, the Office of the Inspector General, or any of their authorized representatives.
  - c. <u>Period of Retention</u>. All books, records, reports, and statements relevant to this Contract must be retained by each party for a minimum three years and for five years if any federal funds are used in this Contract. The retention period runs from the date of termination of this Contract. Retention time shall be extended when an audit is scheduled or in progress for a period reasonably necessary to complete an audit and/or to complete any administrative and judicial litigation which may ensue.

Page 2 of 6

- 10. <u>BREACH; REMEDIES</u>. Failure of either party to perform any obligation of this Contract shall be deemed a breach. Except as otherwise provided for by law or this Contract, the rights and remedies of the parties shall not be exclusive and are in addition to any other rights and remedies provided by law or equity, including but not limited to actual damages, and to a prevailing party reasonable attorneys' fees and costs. It is specifically agreed that reasonable attorneys' fees shall include without limitation \$125 per hour for government employed attorneys.
- 11. <u>LIMITED LIABILITY</u>. The parties will not waive and intend to assert available NRS chapter 41 liability limitations in all cases. Contract liability of both parties shall not be subject to punitive damages. Actual damages for any State or county breach shall never exceed the amount of funds which have been appropriated for payment or performance under this contract, but not yet paid, for the fiscal year budget in existence at the time of the breach.
- 12. <u>FORCE MAJEURE</u>. Neither party shall be deemed to be in violation of this Contract if it is prevented from performing any of its obligations hereunder due to strikes, failure of public transportation, civil or military authority, act of public enemy, accidents, fires, explosions, or acts of God, including, without limitation, earthquakes, floods, winds, or storms. In such an event the intervening cause must not be through the fault of the party asserting such an excuse, and the excused party is obligated to promptly perform in accordance with the terms of the Contract after the intervening cause ceases.

## 13. <u>INDEMNIFICATION</u>.

- a. To the fullest extent of limited liability as set forth in paragraph (11) of this Contract, each party shall indemnify, hold harmless and defend, not excluding the other's right to participate, the other from and against all liability, claims, actions, damages, losses, and expenses, including but not limited to reasonable attorneys' fees and costs, arising out of any alleged negligent or willful acts or omissions of the party, its officers, employees and agents. Such obligation shall not be construed to negate, abridge, or otherwise reduce any other right or obligation of indemnity which would otherwise exist as to any party or person described in this paragraph.
- b. The indemnification obligation under this paragraph is conditioned upon receipt of written notice by the indemnifying party within 30 days of the indemnified party's actual notice of any actual or pending claim or cause of action. The indemnifying party shall not be liable to hold harmless any attorneys' fees and costs for the indemnified party's chosen right to participate with legal counsel.
- 14. <u>INDEPENDENT PUBLIC AGENCIES</u>. The parties are associated with each other only for the purposes and to the extent set forth in this Contract, and in respect to performance of services pursuant to this Contract, each party is and shall be a public agency separate and distinct from the other party and, subject only to the terms of this Contract, shall have the sole right to supervise, manage, operate, control, and direct performance of the details incident to its duties under this Contract. Nothing contained in this Contract shall be deemed or construed to create a partnership or joint venture, to create relationships of an employer-employee or principal-agent, or to otherwise create any liability for one agency whatsoever with respect to the indebtedness, liabilities, and obligations of the other agency or any other party.

Page 3 of 6

0522772 BK0901PG3220

- 15. <u>WAIVER OF BREACH</u>. Failure to declare a breach or the actual waiver of any particular breach of the Contract or its material or nonmaterial terms by either party shall not operate as a waiver by such party of any of its rights or remedies as to any other breach.
- 16. <u>SEVERABILITY</u>. If any provision contained in this Contract is held to be unenforceable by a court of law or equity, this Contract shall be construed as if such provision did not exist and the nonenforceability of such provision shall not be held to render any other provision or provisions of this Contract unenforceable.
- 17. <u>ASSIGNMENT</u>. Neither party shall assign, transfer or delegate any rights, obligations or duties under this Contract without the prior written consent of the other party.
- 18. <u>OWNERSHIP OF PROPRIETARY INFORMATION</u>. Unless otherwise provided by law or this Contract any reports, histories, studies, tests, manuals, instructions, photographs, negatives, blue prints, plans, maps, data, system designs, computer code (which is intended to be consideration under this Contract), or any other documents or drawings, prepared or in the course of preparation by either party in performance of its obligations under this Contract shall be the joint property of both parties.
- 19. <u>PUBLIC RECORDS</u>. Pursuant to NRS 239.010, information or documents may be open to public inspection and copying. The parties will have the duty to disclose unless a particular record is made confidential by law or a common law balancing of interests.
- 20. <u>CONFIDENTIALITY</u>. Each party shall keep confidential all information, in whatever form, produced, prepared, observed or received by that party to the extent that such information is confidential by law or otherwise required by this Contract.
- 21. <u>PROPER AUTHORITY</u>. The parties hereto represent and warrant that the person executing this Contract on behalf of each party has full power and authority to enter into this Contract and that the parties are authorized by law to perform the services set forth in paragraph (6).
- 22. <u>GOVERNING LAW; JURISDICTION</u>. This Contract and the rights and obligations of the parties hereto shall be governed by, and construed according to, the laws of the State of Nevada. The parties consent to the jurisdiction of the Nevada district courts for enforcement of this Contract.
- 23. ENTIRE AGREEMENT AND MODIFICATION. This Contract and its integrated attachment(s) constitute the entire agreement of the parties and such are intended as a complete and exclusive statement of the promises, representations, negotiations, discussions, and other agreements that may have been made in connection with the subject matter hereof. Unless an integrated attachment to this Contract specifically displays a mutual intent to amend a particular part of this Contract, general conflicts in language between any such attachment and this Contract shall be construed consistent with the terms of this Contract. Unless otherwise expressly authorized by the terms of this Contract, no modification or amendment to this Contract shall be binding upon the parties unless the same is in writing and signed by the respective parties hereto, approved by the Office of the Attorney General.

and intend to be legally bound thereby.
STATE OF NEVADA DEPARTMENT OF MOTOR VEHICLES & PUBLIC SAFETY
By: Penn R Colle 7-31-01
Title Chif #5/)
COUNTY CLERK-TREASURER
By: Carlonal Beach 7-27-01
Title
BOARD OF COUNTY COMMISSIONERS, DOUGLAS COUNTY  By: Man / / 27/2001
Chairman  OM  Omean  APPROVED BY BOARD OF EXAMINERS
Signature - Board of Examiners:  On 8/23/01  Date
Approved as to form by:
Minfo/gra on 7/31/01
Deputy Attorney General Date

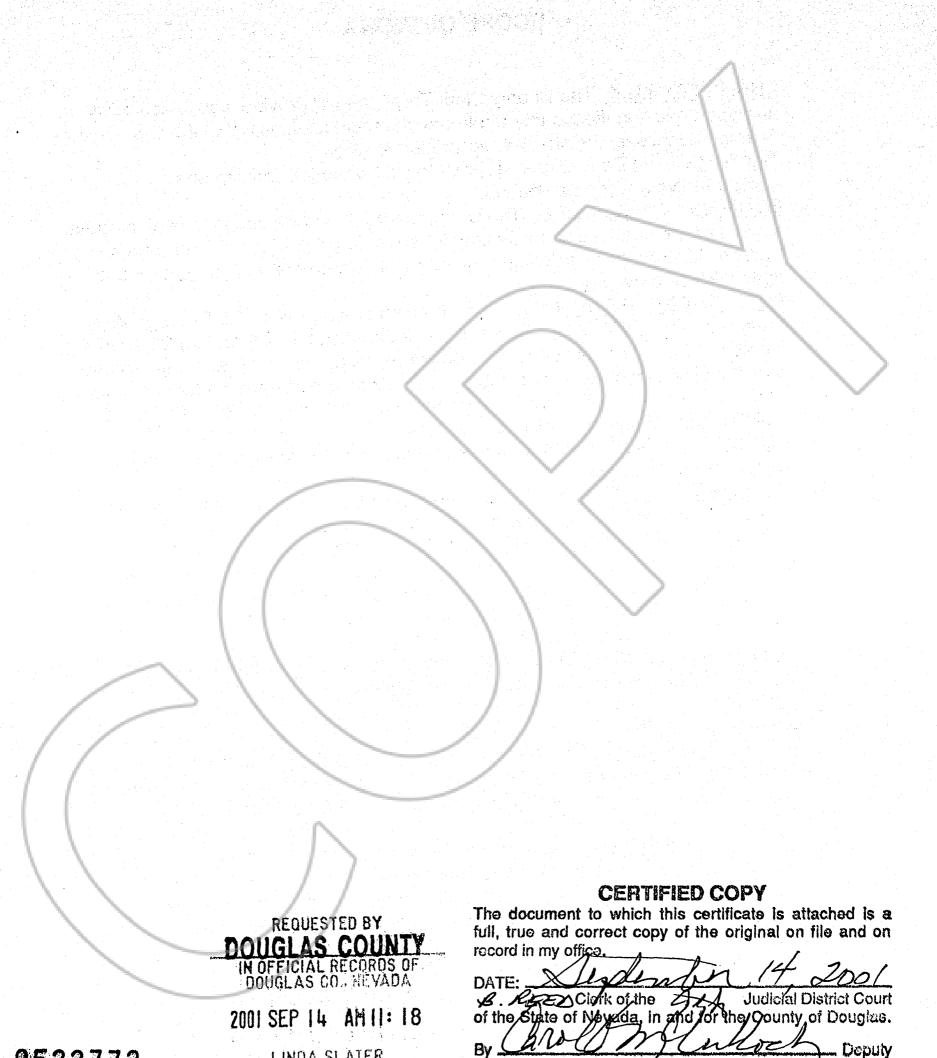
IN WITNESS WHEREOF, the parties hereto have caused this Contract to be signed

## **SCOPE OF WORK**

- 1. <u>PUBLIC FACILITY</u>. The County Clerk-Treasurer will provide a suitable facility and open hours in the County Seat or such other locations within the County, as deemed necessary to carry out registration functions.
- 2. TRAINING. The Department will provide such technical training and administrative support as needed.
- EQUIPMENT & SUPPLIES. The Department will provide and maintain computer software and hardware as necessary for an on-line link with the Department in Carson City. All forms and Department supplies necessary to carry out these duties will be provided.
- 4. <u>DMV PROCEDURE MANUAL</u>. The Department will provide the County Clerk-Treasurer with a manual to ensure that standardized procedures are followed for the assessing of fees, granting of exemptions, insurance verification, and other areas in which inconsistencies could occur. Amendments and updates will be issued as necessary. It is the responsibility of the County Clerk-Treasurer to maintain this manual as changes are received.
- 5. <u>CHANGE FUND.</u> The County Clerk-Treasurer is responsible for providing an adequate change fund.
- 6. <u>SEPARATION OF FUNDS.</u> State monies must be kept separate from any other funds and deposited to an established state account.
- 7. SECURITY OF FUNDS AND DECALS. The County Clerk-Treasurer is responsible for the security of all state funds. Decals must be provided similar security. During hours of operation, state monies and decals must be secured out of reach of the public. If possible, state funds should be deposited daily. When this is not possible, all monies and negotiable instruments must be secured in a safe, vault or other safe keeping devise intended for cash or valuable documents. State funds are not to be exchanged for personal checks, other negotiable

instruments, or "IOUs".

- RECONCILE DAILY. State funds are to be reconciled <u>daily</u>. The County Clerk-Treasurer agrees to notify the Department immediately in writing, via facsimile or e-mail, of any shortages, overages, missing decals or unexplained accounting errors.
- 9. <u>RECORD RETENTION.</u> Details as to record retention and receipt books are addressed in the manual provided by the Department.
- 10. <u>ASSIGNMENT.</u> Neither party shall assign, transfer or delegate any rights, obligations or duties under this Contract without the prior written consent of the other party.



LINDA SLATER TECORDER TO THE RECORDER TO THE R

0522772

BK0901PG3224 S PAID KYDEPUTY