# NONEXCLUSIVE LICENSE AGREEMENT AND PROFESSIONAL SERVICES AGREEMENT BY AND BETWEEN CITY OF DESERT HOT SPRINGS AND ALL DESERT AQUATICS, INC.

THIS NONEXCLUSIVE LICENSE AGREEMENT AND PROFESSIONAL SERVICES AGREEMENT ("Agreement") is made and entered into effective on the \_\_\_\_\_\_day of June, 2017, by and between the City of Desert Hot Springs City, a California municipal corporation ("City"), and All Desert Aquatics, Inc., a California corporation, hereinafter referred to as "Consultant" or "Licensee." City and Consultant are sometimes referred to collectively as "parties" and individually as "party."

#### RECITALS

WHEREAS, the City owns the improvements that comprise the Furbee Pool ("Pool"), located at located at 11750 Cholla Drive, Desert Hot Springs, California, 92240; and

WHEREAS, Licensee desires to provide lifeguard training, Junior lifeguard training, lap swim, public swim, water exercise, CPR lessons, first aid training, water volley ball, water safety certification courses and swimming lessons for all age groups at the Pool during the Summer of 2017 and other aquatic programs approved by the City ("Permitted Use" or "Scope of Services")"; and

**WHEREAS**, Licensee desires to use the Pool for the Permitted Use, from June 1, 2017 through and including September 30, 2017 ("License Period"); and

**WHEREAS**, the City intends to allow Licensee to use the Pool for the aforementioned Permitted Use for the License Period;

**WHEREAS**, the City desires to utilize the services of Consultant, as an independent contractor, to operate the Scope of Services; and

**WHEREAS**, Consultant represents that it is fully qualified to perform such services by virtue of its experience and the training, education and expertise of its principals and employees.

Now therefore, in consideration of the covenants, conditions and promises contained herein, the parties agree as follows:

## AGREEMENT

## Section 1. Recitals

The Recitals set forth above are hereby incorporated into this Agreement by this reference, as though fully set forth herein.

## Section 2. Grant of Nonexclusive License and Term

a. The City hereby grants to Licensee the a nonexclusive right, privilege, and permission to enter onto and use the Pool for the Permitted Use for the duration of the License Period, in accordance with this Agreement ("License").

b. This License shall only apply to City-owned property. Consultant understands and agrees that Consultant shall request and obtain written permission for use of property owned by persons or entities other than the City which Consultant desires to use in performance of the Services.

## Section 3. RESERVED.

## Section 4. SCOPE OF SERVICES

Consultant shall provide to the City those Scope of Services at the time, place, and in the manner specified therein, in a manner satisfactory to the City and consistent with that level of care and skill ordinarily exercised by members of the profession currently practicing in the same locality under similar conditions. In the event any conflict exists between this Agreement minus the Scope of Services, on the one hand, and the Scope of Services, on the other hand, the former shall supersede. The Scope of Services shall include public swim, lifeguard training, water exercise, CPR lessons, first aid training, water volley ball, water safety certification courses and swimming lessons for all age groups

## Section 5. OBLIGATIONS

# A. CITY OBLIGATIONS

The City shall perform the following.

- a. Prior to the June 1, 2017, ensure that the latch/locking mechanism to the office door is in good working order.
- b. Prior to the June 1, 2017, ensure that the chair lift is in good working order.
- c. During the License Period, provide adequate paper products for the men's and women's locker room.
- d. The City shall, at its sole and absolute discretion, keep the temperature of the Pool.

e. Ensure that the non-skid tape strips in front of the men's and women's restrooms are in good working order during the term of the Agreement.

# **B. CONSULTANT OBLIGATIONS**

The Consultant shall perform the following.

- 1. During the License Period, Consultant shall maintain the Pool in good working order, except as otherwise provided by Contract between the City and other vendors.
- 2. Should the City purchase any items whatsoever to better operate the Pool including, but not limited to, chemical test kits, floor mats, wall clocks, guard chair umbrellas, upon the expiration of the License Period, all of these items shall remain the City's property.
- 3. During the License Period, maintain at the utmost professional level a bulletin board on the wall entrance to the Pool. Should the City purchase and install said bulletin board, upon the expiration of the License Period, the bulletin board shall remain the City's property.
- 4. Provide certification of all lifeguards.
- 5. Provide to the City on a monthly basis documentation stating:
  - a. Number of users by day, by month
    - i. Track the users by senior, children or adult; and whether they are low income; and whether fees are waived.
- 6. Provide to the City documentation providing the following:
  - a. How many part time jobs were created for the License Term, as a result of this Agreement
  - b. How many full time jobs were created for the License Term, as a result of this Agreement
  - c. Community outreach used for the Program
  - d. Number of Consultant's employees or independent contractors were life guard certified
  - e. List of positions and salary and benefits, as a result of this Agreement
  - f. Job training and education classes offered to the employees or independent contractors, as a result of this Agreement
  - g. Type of swim programs offered and how many each month were in each program
  - h. Any uplifting program or project stories
- 7. Consultant shall in no way contact the City's Pool contractor (One Stop Pool Pros, Inc.) who provides routine maintenance service on the Pool.

# Section 6. Supervision

a. No fewer than two (2) certified lifeguards shall be on duty at all times when the Pool is used by the Licensee, or in an amount as required by law.

b. Consultant shall provide the City background checks of all employees, lifeguards and other personnel providing services, prior to the start date of this

Agreement (June 1, 2017), to the reasonable satisfaction of the City.

## Section 7. MAXIMUM POOL OCCUPANCY

Each time Licensee shall use the Pool in accordance with the Schedule, Licensee shall ensure that a maximum occupancy of the Pool, as required by law, is observed at all times.

## Section 8. RESERVED

## Section 9. COMPLETION DATE

Consultant shall complete the services described in the Scope of Services during the term of this Agreement, which shall be effective as of June 1, 2017, and expire September 30, 2017.

## Section 10. RESERVED

## Section 11. METHOD OF CITY PAYMENT TO CONSULTANT

a. Consultant shall submit three (3) invoices to the City: 1) First, due upon execution of the Agreement ; 2) Second, on July 1, 2017, and 3) Finally, on August 1, 2017; describing the work performed. Consultant's bills shall include a brief description of the services performed, the date the services were performed, the number of hours spent and by whom, and a description of any reimbursable expenditures, which must be mutually agreed upon in writing prior to expenditure. The City shall pay Consultant as per subsection "c" below. The City reserves its right of approval of the invoice by City provided that the services reflected in the invoice were performed to the reasonable satisfaction of the City in accordance with the terms of this Agreement, that the number of hours of service by members of the profession currently practicing in the same locality under similar conditions, and that all expenses, rates and other information set forth in the invoice are consistent with the terms of this Agreement.

b. The Consultant shall submit invoices under this Agreement to:

Joe Tanner, Director of Administrative Services Linda Kelly, Finance Manager City of Desert Hot Springs 65950 Pierson Boulevard Desert Hot Springs, CA 92240 Telephone: (760) 329-6411 Facsimile: (760) 288-3129 Email: Lkelly@cityofdhs.org c. The total amount to be paid to Consultant is Forty Seven Thousand Eight Hundred Forty Nine Dollars and Ninety Three Cents (\$47,849.93). City shall pay Consultant in accordance with the following payment schedule:

(1) Twenty Five Thousand Dollars and Zero Cents (\$25,000.00) within three business days after the execution of this Agreement;

(2) Fifteen Thousand Dollars and Zero Cents (\$15,000.00) no later than July 15, 2017.

(3) Seven Thousand Eight Hundred Forty Nine Dollars and Ninety Three Cents (\$7,849.93) no later than August 16, 2017.

# Section 12. EXTRA WORK

At any time during the term of this Agreement, the City may request that Consultant perform Extra Work. As used herein, "Extra Work" means any work which is determined by the City to be necessary for the proper completion of the Services, but which the parties did not reasonably anticipate would be necessary at the execution of this Agreement. Consultant shall not perform Extra Work without written authorization from the City.

# Section 13. COMPENSATION TO CITY

a. City shall collect fees ("Fees") from the public for use of the Pool, in accordance with the attached "Fee Schedule," attached hereto and incorporated herein by this reference as Exhibit "A".

## Section 14. OWNERSHIP OF DOCUMENTS

All plans, studies, documents and other writings prepared by and for Consultant, its officers, employees and agents and subcontractors in the course of implementing this Agreement, except working notes and internal documents, shall become the property of the City upon payment to Consultant for such work, and the City shall have the sole right to use such materials in its discretion without further compensation to Consultant or to any other party. Consultant shall, at its expense, provide such reports, plans, studies, documents and other writings in pdf format to the City upon written request.

## Section 15. Insurance

a. Licensee shall procure and maintain at its own expense, during the term of this Agreement, general liability insurance of not less than One Million Dollars (\$1,000,000) combined single limit per occurrence, and Two Million Dollars (\$2,000,000) in the aggregate, insuring its interests against claims for personal and bodily injury, death and property damage occurring as a result of the use of the Pool

under this Agreement by Licensee, its officers, employees, servants, volunteers, agents, independent contractors, and Swim Team (collectively, "Licensee Parties").

b. Licensee shall procure and maintain at its own expense, during the term of this Agreement, workers' compensation insurance, providing coverage as required by the California State Workers' Compensation Law.

c. If any class of employees employed by the Licensee pursuant to this Agreement is not protected by the California State Workers' Compensation Law, Licensee shall provide adequate insurance for the protection of such employees to the satisfaction of the City. Licensee agrees to waive its statutory immunity under any worker's compensation or similar statute, as respecting the City and Desert Hot Springs Health and Wellness Foundation, and to require any and all subcontractors and any other person or entity involved with the Permitted Use to do the same.

d. Reserved.

e. Licensee agrees to require that all parties with whom Licensee enters into contracts or whom Licensee hires or retains pursuant to or in any way related to the performance of this Agreement, provide the insurance coverage required herein, at minimum, and name as additional insureds the City of Desert Hot Springs, and the parties to this Agreement. Licensee agrees to monitor and review all such coverage and assumes all responsibility for ensuring that such coverage is provided in conformity with the requirements of this Section.

f. In the event this Agreement is terminated for any reason prior to the completion of all obligations and requirements of this Agreement, Licensee agrees to maintain all coverages required herein until the City provides written authorization to terminate the coverages following the City's review and determination that all liability posed under this Agreement as to the party providing insurance has been eliminated.

g. Licensee agrees and acknowledges that if it fails to obtain all of the insurance required in this Agreement in accordance with the requirements herein, or to obtain and ensure that the coverage required herein is maintained by any subcontractors or others involved in any way with the Permitted Use, Licensee shall be responsible for any losses, claims, suits, damages, defense obligations, or liability of any kind or nature attributable to the City and Desert Hot Springs Health and Wellness Foundation or the City and Desert Hot Springs Health and Wellness Foundation's officers, employees, servants, volunteers, agents and independent contractors.

# Section 16. Waiver of Subrogation Rights

Licensee shall require the carriers of all required insurance policies to waive all rights of subrogation against the City and Desert Hot Springs Health and Wellness Foundation and their officers, volunteers, employees, contractors and subcontractors.

# Section 17. Additional Named Insured

Notwithstanding any inconsistent statement in any required insurance policies or any subsequent endorsements attached thereto, the protection offered by all policies shall bear an endorsement whereby it is provided that the City and Desert Hot Springs Health and Wellness Foundation's officers, employees, servants, volunteers and agents and independent contractors are named as additional insureds.

## Section 18. Proof of Insurance Coverage; Certificates

Licensee shall secure from a good and responsible company or companies authorized to do insurance business in the State of California the policies of insurance required by this Agreement and furnish to the City certificates of said insurance with original endorsements to the City as evidence of the insurance coverage required herein, on or before the commencement of the term of this Agreement.

## Section 19. Compliance with Laws

Licensee shall comply with all local, state and federal laws, rules, regulations, policies, and procedures applicable to use of the Pool, including, but not limited to, obtaining a business license from the City.

## Section 20. Hold Harmless; Indemnification

a. Licensee shall defend, indemnify and hold harmless the City and the Desert Hot Springs Health and Wellness Foundation, their officers, officials, agents, employees and volunteers from and against any and all claims, demands, actions, losses, damage, injuries, and liability, direct or indirect (including any and all costs and expenses in connection therewith), arising out of the use of the Pool by any of the Licensee Parties, except to the extent any such claim may arise out of the gross negligence or willful misconduct of the City and the Desert Hot Springs Health and Wellness Foundation, their officers, agents, employees or volunteers.

b. The City does not, and shall not; waive any rights that it may have against Licensee under this section because of the acceptance by the City, or the deposit with the City, of any insurance policy or certificate required pursuant to this Agreement. The hold harmless, indemnification and duty to defend provisions of this section shall apply regardless of whether or not said insurance policies are determined to be applicable to the claim, demand, action, damage, liability, loss, cost or expense described herein.

c. Notwithstanding the provisions of subsections a. and b. of this section, Licensee shall not be responsible for damages or be in default or deemed to be in default by reason of delay caused by strikes, lockouts, accidents, or acts of God, or the failure of the City to furnish timely information or to approve or disapprove Licensee's work promptly, or by reason of delay or faulty performance by the City, construction contractors, or governmental agencies, or by reason of any other delays beyond Licensee's control, or for which Licensee is without fault.

# Section 21. Waiver of Rights

a. Licensee agrees to waive all rights it may have against the City and the Desert Hot Springs Health and Wellness Foundation, and its officers, agents, employees and independent contractors to pursue any actions, suits, proceedings, claims, demands, losses, judgments and costs and expenses of every type and description, including settlement costs, legal costs and attorneys' fees, resulting from or arising out of, or otherwise in connection with any injury or damage sustained by any Licensee Parties that may arise from this Agreement.

b. Licensee expressly waives any and all rights and benefits conferred upon Licensee by the provisions of section 1542 of the California Civil Code which reads as follows:

"A general release does not extend to claims which the creditor does not know or suspect to exist in his or her favor at the time of executing the release, which if known by him or her must have materially affected his or her settlement with the debtor."

This waiver shall be effective as a bar to any and all actions, fees, damages, losses, claims, liabilities and demands of whatsoever character, nature and kind that are known or unknown, or suspected or unsuspected. Licensee further represents and warrants that Licensee understands this waiver and that if it does not understand this waiver, Licensee shall seek the advice of a qualified attorney before executing this Agreement.

Initials

## Section 22. PROFESSIONAL ABILITY OF CONSULTANT; WARRANTY; FAMILIARITY WITH WORK; PERMITS AND LICENSES

a. Consultant warrants that all services will be performed in a competent, professional and satisfactory manner in accordance with the standards prevalent in the industry for such services.

- b. By executing this Agreement, Consultant warrants that:
  - (1) it has thoroughly investigated and considered the work to be performed;

- (2) it has investigated the issues, regarding the scope of services to be provided;
- (3) it has carefully considered how the work should be performed; and
- (4) it fully understands the facilities, difficulties and restrictions attending performance of the work under this Agreement.

c. Should Consultant discover any latent or unknown conditions materially differing from those inherent in the work or as represented by the City, it shall immediately inform the City of such fact and shall not proceed except at Consultant's risk until written instructions are received from the City Manager or appropriate City representative.

d. Consultant represents that it and all of its subcontractors, if any, have obtained and will maintain at all times during the term of this Agreement all professional and/or business licenses, certifications and/or permits necessary for performing the services described in this Agreement, including a City business license.

## Section 23. Notices

a. Any notice to be provided pursuant to this Agreement shall be in writing, and all such notices shall be delivered by personal service or by deposit in the United States mail, certified or registered, return receipt requested, with postage prepaid, and addressed to the parties as follows:

To the City:	City of Desert Hot Springs Attn: Charles Maynard 65-950 Pierson Blvd. Desert Hot Springs, California 92240
To Licensee:	All Desert Aquatics, Inc. Attn: Rene Hickey PO Box 1083 Desert Hot Springs, CA 92240 Telephone: (760) 329-3212

b. Notices, payments and other documents shall be deemed delivered upon receipt by personal service or as of the second (2nd) day after deposit in the United States mail.

Email: alldesertaquatics@gmail.com

Section 24. Attorney's Fees and Litigation Expenses

In the event any action, suit or proceeding is brought for the enforcement of, or the declaration of any right or obligation pursuant to this Agreement or as a result of any alleged breach of any provision of this Agreement, the prevailing party in such suit or proceeding shall be entitled to recover its costs and expenses, including reasonable attorney's fees, from the losing party, and any judgment or decree rendered in such a proceeding shall include an award thereof.

# Section 25. Termination

a. This Agreement may be terminated or suspended without cause by either party at any time provided that the respective party provides the other party at least thirty (30) calendar days written notice of such termination or suspension. Upon termination, Consultant shall be entitled to compensation for services performed up to the effective date of termination, provided that Consultant shall have satisfied all its obligations under this Agreement through and including the effective date of termination.

b. This Agreement may be terminated by the City in the City's sole and absolute discretion immediately if the City determines Licensee to be in violation of the terms of this Agreement or any of the rules or regulations that govern the Pool.

## Section 26. REPRESENTATIONS AND ACKNOWLEDGMENTS REGARDING STATUS OF LICENSEE AS INDEPENDENT CONTRACTOR

a. Licensee represents and acknowledges the following:

(1) The City and the Desert Hot Springs Health and Wellness Foundation are not required to provide any training or legal counsel to Licensee or its employees in order for Licensee to perform the services described in this Agreement.

(2) Nothing in this Agreement shall be interpreted to imply that the City or Desert Hot Springs Health and Wellness Foundation must maintain any contractual relationship with Licensee on a continuing basis after termination of this Agreement.

(3) Neither the City nor the Desert Hot Springs Health and Wellness Foundation will be requested or demanded to assume any liability for the direct payment of any salary, wage or other such compensation to any person employed by Licensee to perform the services described in this Agreement.

(4) Licensee shall not at any time or in any manner represent that it or any of its officers, employees, or agents are "employees" of the City or Desert Hot Springs Health and Wellness Foundation.

b. The City represents and acknowledges the following:

(1) The City will not hire, supervise or pay any assistants working for Licensee pursuant to this Agreement.

(2) Nothing in this Agreement shall be interpreted to imply that Licensee must maintain any contractual relationship with the City or Desert Hot Springs Health and Wellness Foundation on a continuing basis after termination of this Agreement.

(3) Licensee is not required to devote full time to the business operations of the City or Desert Hot Springs Health and Wellness Foundation in order to perform the services set forth in this Agreement.

(4) Nothing in this Agreement shall be interpreted to preclude Licensee from working for other persons or firms, provided that such work does not create a conflict of interest.

(5) Licensee is not required to perform the Permitted Use set forth in this Agreement in any particular order or sequence.

# Section 27. NOT AGENT

a. Nothing contained in this Agreement shall be deemed, construed or represented by the Licensee or City or by any third person to create the relationship of principal and agent.

b. Licensee shall have no authority, express or implied, to act on behalf of the City or Desert Hot Springs Health and Wellness Foundation in any capacity whatsoever as an agent, nor shall Licensee have any authority, express or implied, to bind the City or Desert Hot Springs Health and Wellness Foundation to any obligation whatsoever.

# Section 28. EQUAL OPPORTUNITY EMPLOYMENT

Licensee represents that it is an equal opportunity employer and shall not discriminate against any subcontractor, employee, or applicant ("person") for employment because of race, religious creed, color, national origin, ancestry, physical disability, mental disability, medical condition, marital status, sex, age or sexual orientation. Unless otherwise permitted under the law, Licensee shall not refuse to hire or employ any such person or refuse to select any such person for a training program leading to employment, or bar or discharge any such person from employment or from a training program leading to employment, or otherwise discriminate against any such person in compensation or in terms, conditions, or privileges of employment.

# Section 29. CONFLICTS OF INTEREST

a. Consultant (including principals, associates and professional employees) covenants and represents that it does not have any investment or interest in real

property and shall not acquire any interest, direct or indirect, in the area covered by this Agreement or any other source or income, interest in real property or investment which would be affected in any manner or degree by the performance of Consultant's services hereunder. Consultant further covenants and represents that in the performance of its duties hereunder no person having any such interest shall perform any services under this Agreement.

b. Consultant is not a designated employee within the meaning of the Political Reform Act because Consultant:

- (1) Does not make or participate in:
  - the making or any governmental decisions regarding approval of a rate, rule, or regulation, the adoption or enforcement of laws;
  - the issuance, denial, suspension or revocation of permits, licenses, applications, certificates, approvals, orders, or similar authorization or entitlement;
  - (iii) authorizing the City to enter into, modify, or renew a contract;
  - (iv) granting the City approval to a contract that requires City approval and to which the City is a party, or to the specifications for such a contract;
  - (v) granting the City approval to a plan, design, report, study, or similar item; or
  - (vi) adopting, or granting City approval of, policies, standards, or guidelines for the City or for any subdivision thereof.

(2) Does not serve in a staff capacity with the City and in that capacity participate in making a governmental decision or otherwise perform the same or substantially all the same duties for the City that would otherwise be performed by an individual holding a position specified in the City's Conflict of Interest Code under Government Code Section 87302.

# Section 30. DEFAULT

a. Failure or delay by any party to this Agreement to perform any material term or provision of this Agreement shall constitute a default under this Agreement; provided however, that if the party who is otherwise claimed to be in default by the other party commences to cure, correct or remedy the alleged default within fifteen (15) calendar days after receipt of written notice specifying such default and shall diligently

complete such cure, correction or remedy, such party shall not be deemed to be in default hereunder.

b. The party which may claim that a default has occurred shall give written notice of default to the party in default, specifying the alleged default. Delay in giving such notice shall not constitute a waiver of any default nor shall it change the time of default; provided, however, the injured party shall have no right to exercise any remedy for a default hereunder without delivering the written default notice, as specified herein.

c. Any failure or delay by a party in asserting any of its rights or remedies as to any default shall not operate as a waiver of any default or of any rights or remedies associated with a default.

d. In the event that a default of any party to this Agreement may remain uncured for more than fifteen (15) calendar days following written notice, as provided above, a "material breach" shall be deemed to have occurred. In the event of a material breach, the injured party shall be entitled to seek any appropriate remedy or damages as otherwise set forth herein and by initiating legal proceedings.

# Section 31. REMEDIES

Except with respect to rights and remedies expressly declared to be exclusive in this Agreement, the rights and remedies of the parties are cumulative and the exercise by either party of one or more of such rights or remedies shall not preclude the exercise by it, at the same or different times, of any other rights or remedies for the same default of any other default by the other party.

# Section 32. LICENSING AND PERMIT REQUIREMENTS

Licensee represents that it has obtained and will maintain at all times during the term of this Agreement all professional and/or business licenses, certifications and/or permits necessary for the Permitted Use described in this Agreement, including a City business license.

# Section 33. TIME OF THE ESSENCE

Time is of the essence in the performance of this Agreement.

## Section 34. Counterparts

This Agreement may be executed in counterparts, each of which shall be deemed to be an original.

# Section 35. CONFIDENTIALITY

Licensee shall not use the City or Desert Hot Springs Health and Wellness Foundation's insignia or photographs relating to the Licensee's Permitted Use, or any publicity pertaining to the Licensee's Permitted Use under this Agreement in any magazine, trade paper, newspaper, television or radio production or other similar medium without the prior written consent of the City.

# Section 36. MODIFICATIONS AND AMENDMENTS

This Agreement may be modified or amended only by a written instrument signed by both parties.

# Section 37. BACKGROUND CHECKS AND FINGERPRINTING

At any time during the term of this Agreement, the City reserves the right to make an independent investigation into the background of Licensee's personnel who perform work required related in any way to the Permitted Uses, including but not limited to their references, character, address history, past employment, education, social security number validation, and criminal or police records, for the purpose of confirming that such personnel are lawfully employed, qualified to provide the subject service or pose a risk to the safety of persons or property in and around the vicinity of the Pool. If the City makes a reasonable determination that any of Licensee's prospective or then current personnel is deemed objectionable, then the City may notify Licensee of the same. Licensee shall not use that personnel to perform work related to the Permitted Use, and if necessary, shall replace him or her with another suitable worker.

Licensee hereby acknowledges and consents that Licensee or any of its employees, volunteers, contractors, or the like will be required, at City's sole discretion, to be livescanned (fingerprinted) by the City of Desert Hot Springs Police Department, at Consultant's expense, prior to or during the term of this Agreement.

# Section 38. CONSULTANT'S BOOKS AND RECORDS

a. Consultant shall maintain any and all ledgers, books of account, invoices, vouchers, canceled checks, and other records or documents evidencing or relating to charges for services, or expenditures and disbursements charged to the City for a minimum period of three years, or for any longer period required by law, from the date of final payment to Consultant pursuant to this Agreement.

b. Consultant shall maintain all documents and records which demonstrate performance under this Agreement for a minimum of three years, or for any longer period required by law, from the date of termination or completion of this Agreement.

c. Any records or documents required to be maintained pursuant to this Agreement shall be made available for inspection or audit, at any time during regular business hours, upon written request by the City Manager, City Attorney, City Auditor or a designated representative of these officers. Copies of such documents shall be

provided to the City for inspection at City Hall when it is practical to do so. Otherwise, unless an alternative is mutually agreed upon, the records shall be available at Consultant's address indicated for receipt of notices in this Agreement.

d. Where the City has reason to believe that such records or documents may be lost or discarded due to dissolution, disbandment or termination of Consultant's business, the City may, by written request of any of the above-named officers, require that custody of the records be given to the City and that the records and documents be maintained at City Hall. Access to such records and documents shall be granted to any party authorized by Consultant, Consultant's representatives, or Consultant's successor-in-interest.

# Section 39. ENTIRE AGREEMENT

a. This Agreement supersedes any and all other agreements, either oral or written, between the City and Licensee with respect to the subject matter of this Agreement.

b. This Agreement contains all of the covenants and agreements between the parties with respect to the subject matter of this Agreement, and each party to this Agreement acknowledges that no representations, inducements, promises, or agreements have been made by or on behalf of any party except those covenants and agreements embodied in this Agreement.

c. No agreement, statement, or promise not contained in this Agreement shall be valid or binding.

# Section 40. AMBIGUITIES

This Agreement is in all respects intended by each party hereto to be deemed and construed to have been jointly prepared by the parties and the parties hereby expressly agree that any uncertainty or ambiguity existing herein shall not be interpreted against either of them. Except as expressly limited by this paragraph, all of the applicable rules of interpretation of contract shall govern the interpretation of any uncertainty or ambiguity of this Agreement.

# Section 41. NON-LIABILITY OF OFFICERS AND EMPLOYEES

No officer or employee of the City or Desert Hot Springs Health and Wellness Foundation shall be personally liable to Licensee, or any successor in interest, in the event of any default or breach by the City or Desert Hot Springs Health and Wellness Foundation or for any amount which may become due to Licensee or to its successor, or for any breach of any obligation of the terms of this Agreement.

# Section 42. WAIVER

a. No waiver shall be binding, unless executed in writing by the party making the waiver.

b. No waiver of any provision of this Agreement shall be deemed, or shall constitute, a waiver of any other provision, whether or not similar, nor shall any such waiver constitute a continuing or subsequent waiver of the same provision.

c. Failure of either party to enforce any provision of this Agreement shall not constitute a waiver of the right to compel enforcement of the remaining provisions of this Agreement.

## Section 43. ASSIGNMENT AND SUBCONTRACTING

The experience, knowledge, capability and reputation of Licensee, its principals and employees were a substantial inducement for the City to enter into this Agreement. Assignments of any or all rights, duties or obligations of the Licensee under this Agreement will be permitted only with the written consent of the City.

## Section 44. CAPTIONS AND HEADINGS

The captions and headings contained in this Agreement are provided for identification purposes only and shall not be interpreted to limit or define the content of the provisions described under the respective caption or heading.

# SUCCESSORS, HEIRS AND ASSIGNS

Except as otherwise expressly provided herein, this Agreement shall be binding upon the successors, endorsees, assigns, heirs, and personal representatives of each of the parties to this Agreement and, likewise, shall inure to the benefit of the successors, endorsees, assigns, heirs, and personal representatives of each of the parties.

## Section 46. SEVERABILITY

If any one or more of the sentences, clauses, paragraphs or sections contained herein is declared invalid, void or unenforceable by a court of competent jurisdiction, the same shall be deemed severable from the remainder of this Agreement and shall not affect, impair or invalidate any of the remaining sentences, clauses, paragraphs or sections contained herein.

# Section 47. GOVERNING LAW

The validity of this Agreement and any of its terms or provisions, as well as the rights and duties of the parties under this Agreement, shall be construed pursuant to and in accordance with California law.

## Section 48. CUMULATIVE REMEDIES

Except with respect to rights and remedies expressly declared to be exclusive in this Agreement, the rights and remedies of the parties are cumulative and the exercise by either party of one or more of such rights or remedies shall not preclude the exercise by it, at the same or different times, of any other rights or remedies for the same default of any other default by the other party.

## Section 49. VENUE

All proceedings involving disputes over the terms, provisions, covenants or conditions contained in this Agreement and all proceedings involving any enforcement action related to this Agreement shall be initiated and conducted in the applicable court or forum in Riverside County, California.

## Section 50. EFFECTIVENESS OF AGREEMENT

This Agreement shall not be binding upon the City, until signed by the authorized representative(s) of Licensee, and approved as to form by the City Attorney, and executed by the Mayor or his or her designee.

## Section 51. NO THIRD PARTY BENEFICIARIES

The parties do not intend the benefits of this Agreement to inure to any third party, other than the City, nor shall any provision of this Agreement be so construed.

## Section 52. LABOR LAWS

a. All work performed within the State of California pursuant to this Agreement by Licensee, Licensee's employees and independent contractors, or contractor's subcontractors and its subcontractors' employees and independent contractors shall be performed by individuals lawfully permitted to perform such work or services in the State of California and/or the United States of America pursuant to all applicable State and/or Federal labor laws, rules and regulations including, but not limited to, any State or Federal law, rule or regulation prohibiting the employment of undocumented workers or any other person not lawfully permitted to perform said work or services in the State of California or the United States of America.

b. Documentation must be promptly submitted to the City at any time, at the request of the City, for the purpose of determining whether or not the Permitted Use is in compliance with this section.

# Section 53. REPRESENTATIONS OF PARTIES AND PERSONS EXECUTING AGREEMENT

a. Each of the parties to this Agreement hereby represents that all necessary and appropriate actions of their governing bodies have been taken to make this Agreement a binding obligation of each of the parties hereto.

b. The persons executing this Agreement warrant that they are duly authorized to execute this Agreement on behalf of and bind the parties each purports to represent.

[THE REMAINDER OF THIS PAGE INTENTIONALLY LEFT BLANK]

**IN WITNESS WHEREOF**, the City and Licensee have executed this Agreement as of the date first written above.

"Licensee"

Rene Hickey, All Desert Aquatics

"City"

City of Desert Hot Springs

Scott Matas, Mayor

ATTEST:

Jerryl Soriano, City Clerk

APPROVED AS TO FORM:

Jennifer Mizrahi, City Attorney