

EQUIPMENT LEASE-PURCHASE AGREEMENT

Lease Number: 23940

LESSEE:

CITY OF CHULA VISTA
 276 Fourth Ave.
 Chula Vista CA 91910

LESSOR:

Motorola Solutions, Inc.
 1303 E. Algonquin Rd.
 Schaumburg, IL 60196

Lessor agrees to lease to Lessee and Lessee agrees to lease from Lessor, the equipment and/or software described in any Schedule A attached hereto ("Equipment") in accordance with the following terms and conditions of this Equipment Lease-Purchase Agreement ("Lease").

1. TERM. This Lease will become effective upon the execution hereof by Lessor. The Term of this Lease will commence on date specified in Schedule A attached hereto and unless terminated according to terms hereof or the purchase option, provided in Section 18, is exercised this Lease will continue until the Expiration Date set forth in Schedule B attached hereto ("Lease Term").

2. RENT. Lessee agrees to pay to Lessor or its assignee the Lease Payments (herein so called), including the interest portion, in the amounts specified in Schedule B. The Lease Payments will be payable without notice or demand at the office of the Lessor (or such other place as Lessor or its assignee may from time to time designate in writing), and will commence on the first Lease Payment Date as set forth in Schedule B and thereafter on each of the Lease Payment Dates set forth in Schedule B. Any payments received later than ten (10) days from the due date will bear interest at the highest lawful rate from the due date. Except as specifically provided in Section 5 hereof, the Lease Payments will be absolute and unconditional in all events and will not be subject to any set-off, defense, counterclaim, or recoupment for any reason whatsoever. Lessee reasonably believes that funds can be obtained sufficient to make all Lease Payments during the Lease Term and hereby covenants that it will do all things lawfully within its power to obtain, maintain and properly request and pursue funds from which the Lease Payments may be made, including making provisions for such payments to the extent necessary in each budget submitted for the purpose of obtaining funding, using its bona fide best efforts to have such portion of the budget approved and exhausting all available administrative reviews and appeals in the event such portion of the budget is not approved. It is Lessee's intent to make Lease Payments for the full Lease Term if funds are legally available therefor and in that regard Lessee represents that the Equipment will be used for one or more authorized governmental or proprietary functions essential to its proper, efficient and economic operation.

3. DELIVERY AND ACCEPTANCE. Lessor will cause the Equipment to be delivered to Lessee at the location specified in Schedule A ("Equipment Location"). Lessee will accept the Equipment as soon as it has been delivered and is operational. Lessee will evidence its acceptance of the Equipment by executing and delivering to Lessor a Delivery and Acceptance Certificate in the form provided by Lessor.

Even if Lessee has not executed and delivered to Lessor a Delivery and Acceptance Certificate, if Lessor believes the Equipment has been delivered and is operational, Lessor may require Lessee to notify Lessor in writing (within five (5) days of Lessee's receipt of Lessor's request) whether or not Lessee deems the Equipment (i) to have been delivered and (ii) to be operational, and hence be accepted by Lessee. If Lessee fails to so respond in such five (5) day period, Lessee will be deemed to have accepted the Equipment and be deemed to have acknowledged that the Equipment was delivered and is operational as if Lessee had in fact executed and delivered to Lessor a Delivery and Acceptance Certificate.

4. REPRESENTATIONS AND WARRANTIES. Lessor acknowledges that the Equipment leased hereunder is being manufactured and installed by Motorola Solutions, Inc. pursuant to contract (the "Contract") covering the Equipment. Lessee acknowledges that on or prior to the date of acceptance of the Equipment, Lessor intends to sell and assign Lessor's right, title and interest in and to this Agreement and the Equipment to an assignee ("Assignee"). LESSEE FURTHER ACKNOWLEDGES THAT EXCEPT AS EXPRESSLY SET FORTH IN THE CONTRACT, LESSOR MAKES NO EXPRESS OR IMPLIED WARRANTIES OF ANY NATURE OR KIND WHATSOEVER, AND AS BETWEEN LESSEE AND THE ASSIGNEE, THE PROPERTY SHALL BE ACCEPTED

BY LESSEE "AS IS" AND "WITH ALL FAULTS". LESSEE AGREES TO SETTLE ALL CLAIMS DIRECTLY WITH LESSOR AND WILL NOT ASSERT OR SEEK TO ENFORCE ANY SUCH CLAIMS AGAINST THE ASSIGNEE. NEITHER LESSOR NOR THE ASSIGNEE SHALL BE LIABLE FOR ANY DIRECT, INDIRECT, SPECIAL, INCIDENTAL, OR CONSEQUENTIAL DAMAGES OF ANY CHARACTER AS A RESULT OF THE LEASE OF THE EQUIPMENT, INCLUDING WITHOUT LIMITATION, LOSS OF PROFITS, PROPERTY DAMAGE OR LOST PRODUCTION WHETHER SUFFERED BY LESSEE OR ANY THIRD PARTY.

Lessor is not responsible for, and shall not be liable to Lessee for damages relating to loss of value of the Equipment for any cause or situation (including, without limitation, governmental actions or regulations or actions of other third parties).

5. NON-APPROPRIATION OF FUNDS. Notwithstanding anything contained in this Lease to the contrary, in the event the funds appropriated by Lessee's governing body or otherwise available by any means whatsoever in any fiscal period of Lessee for Lease Payments or other amounts due under this Lease are insufficient therefor, this Lease shall terminate on the last day of the fiscal period for which appropriations were received without penalty or expense to Lessee of any kind whatsoever, except as to the portions of Lease Payments or other amounts herein agreed upon for which funds shall have been appropriated and budgeted or are otherwise available. The Lessee will immediately notify the Lessor or its Assignee of such occurrence. In the event of such termination, Lessee agrees to peaceably surrender possession of the Equipment to Lessor or its Assignee on the date of such termination, packed for shipment in accordance with manufacturer specifications and freight prepaid and insured to any location in the continental United States designated by Lessor. Lessor will have all legal and equitable rights and remedies to take possession of the Equipment.

6. LESSEE CERTIFICATION. Lessee represents, covenants and warrants that: (i) Lessee is a state or a duly constituted political subdivision or agency of the state of the Equipment Location; (ii) the interest portion of the Lease Payments shall be excludable from Lessor's gross income pursuant to Section 103 of the Internal Revenue Code of 1986, as it may be amended from time to time (the "Code"); (iii) the execution, delivery and performance by the Lessee of this Lease have been duly authorized by all necessary action on the part of the Lessee; (iv) this Lease constitutes a legal, valid and binding obligation of the Lessee enforceable in accordance with its terms; (v) Lessee will comply with the information reporting requirements of Section 149(e) of the Code, and such compliance shall include but not be limited to the execution of information statements requested by Lessor; (vi) Lessee will not do or cause to be done any act which will cause, or by omission of any act allow, the Lease to be an arbitrage bond within the meaning of Section 148(a) of the Code; (vii) Lessee will not do or cause to be done any act which will cause, or by omission of any act allow, this Lease to be a private activity bond within the meaning of Section 141(a) of the Code; (viii) Lessee will not do or cause to be done any act which will cause, or by omission of any act allow, the interest portion of the Lease Payments to be or become includible in gross income for Federal income taxation purposes under the Code; and (ix) Lessee will be the only entity to own, use and operate the Equipment during the Lease Term.

Lessee represents, covenants and warrants that (i) it will do or cause to be done all things necessary to preserve and keep the Lease in full force and effect, (ii) it has complied with all public bidding and Bond Commission requirements (as defined in the Code) where necessary and by due notification presented this Lease for approval and adoption as a valid obligation on its part, and (iii) it has sufficient appropriations or other funds available to pay all amounts due hereunder for the current fiscal period.

If Lessee breaches the covenant contained in this Section, the interest component of Lease Payments may become includible in gross income of the owner or owners thereof for federal income tax purposes. In such event, notwithstanding anything to the contrary contained in Section 11 of this Agreement, Lessee agrees to pay promptly after any such determination of taxability and on each Lease Payment date thereafter to Lessor an additional amount determined by Lessor to compensate such owner or owners for the loss of such excludibility (including, without limitation, compensation relating to interest expense, penalties or additions to tax), which determination shall be conclusive (absent manifest error). Notwithstanding anything herein to the contrary, any additional amount payable by Lessee pursuant to this Section 6 shall be payable solely from Legally Available Funds.

It is Lessor's and Lessee's intention that this Agreement does not constitute a "true" lease for federal income tax purposes and, therefore, it is Lessor's and Lessee's intention that Lessee be considered the owner of the Equipment for federal income tax purposes.

ELPAsort_f11.01.13

7. TITLE TO EQUIPMENT; SECURITY INTEREST. Upon shipment of the Equipment to Lessee hereunder, title to the Equipment will vest in Lessee subject to any applicable license; provided, however, that (i) in the event of termination of this Lease by Lessee pursuant to Section 5 hereof; (ii) upon the occurrence of an Event of Default hereunder, and as long as such Event of Default is continuing; or (iii) in the event that the purchase option has not been exercised prior to the Expiration Date, title will immediately vest in Lessor or its Assignee, and Lessee shall immediately discontinue use of the Equipment, remove the Equipment from Lessee's computers and other electronic devices and deliver the Equipment to Lessor or its Assignee. In order to secure all of its obligations hereunder, Lessee hereby (i) grants to Lessor a first and prior security interest in any and all right, title and interest of Lessee in the Equipment and in all additions, attachments, accessions, and substitutions thereto, and on any proceeds therefrom; (ii) agrees that this Lease may be filed as a financing statement evidencing such security interest; and (iii) agrees to execute and deliver all financing statements, certificates of title and other instruments necessary or appropriate to evidence such security interest.

8. USE; REPAIRS. Lessee will use the Equipment in a careful manner for the use contemplated by the manufacturer of the Equipment and shall comply with all laws, ordinances, insurance policies, the Contract, any licensing or other agreement, and regulations relating to, and will pay all costs, claims, damages, fees and charges arising out of the possession, use or maintenance of the Equipment. Lessee, at its expense will keep the Equipment in good repair and furnish and/or install all parts, mechanisms, updates, upgrades and devices required therefor.

9. ALTERATIONS. Lessee will not make any alterations, additions or improvements to the Equipment without Lessor's prior written consent unless such alterations, additions or improvements may be readily removed without damage to the Equipment.

10. LOCATION; INSPECTION. The Equipment will not be removed from, [or if the Equipment consists of rolling stock, its permanent base will not be changed from] the Equipment Location without Lessor's prior written consent which will not be unreasonably withheld. Lessor will be entitled to enter upon the Equipment Location or elsewhere during reasonable business hours to inspect the Equipment or observe its use and operation.

11. LIENS AND TAXES. Lessee shall keep the Equipment free and clear of all levies, liens and encumbrances except those created under this Lease. Lessee shall pay, when due, all charges and taxes (local, state and federal) which may now or hereafter be imposed upon the ownership, licensing, leasing, rental, sale, purchase, possession or use of the Equipment, excluding however, all taxes on or measured by Lessor's income. If Lessee fails to pay said charges and taxes when due, Lessor shall have the right, but shall not be obligated, to pay said charges and taxes. If Lessor pays any charges or taxes, Lessee shall reimburse Lessor therefor within ten days of written demand.

12. RISK OF LOSS: DAMAGE; DESTRUCTION. Lessee assumes all risk of loss or damage to the Equipment from any cause whatsoever, and no such loss of or damage to the Equipment nor defect therein nor unfitness or obsolescence thereof shall relieve Lessee of the obligation to make Lease Payments or to perform any other obligation under this Lease. In the event of damage to any item of Equipment, Lessee will immediately place the same in good repair with the proceeds of any insurance recovery applied to the cost of such repair. If Lessor determines that any item of Equipment is lost, stolen, destroyed or damaged beyond repair, Lessee at the option of Lessor will: either (a) replace the same with like equipment in good repair; or (b) on the next Lease Payment date, pay Lessor the sum of: (i) all amounts then owed by Lessee to Lessor under this Lease, including the Lease payment due on such date; and (ii) an amount equal to all remaining Lease Payments to be paid during the Lease Term as set forth in Schedule B.

In the event that Lessee is obligated to make such payment with respect to less than all of the Equipment, Lessor will provide Lessee with the pro rata amount of the Lease Payment and the Balance Payment (as set forth in Schedule B) to be made by Lessee with respect to that part of the Equipment which has suffered the Event of Loss.

13. INSURANCE. Lessee will, at its expense, maintain at all times during the Lease Term, fire and extended coverage, public liability and property damage insurance with respect to the Equipment in such amounts, covering such risks, and with such insurers as shall be satisfactory to Lessor, or, with Lessor's prior written consent,

Lessee may self-insure against any or all such risks. All insurance covering loss of or damage to the Equipment shall be carried in an amount no less than the amount of the then applicable Balance Payment with respect to such Equipment. The initial amount of insurance required is set forth in Schedule B. Each insurance policy will name Lessee as an insured and Lessor or its Assigns as an additional insured, and will contain a clause requiring the insurer to give Lessor at least thirty (30) days prior written notice of any alteration in the terms of such policy or the cancellation thereof. The proceeds of any such policies will be payable to Lessee and Lessor or its Assigns as their interests may appear. Upon acceptance of the Equipment and upon each insurance renewal date, Lessee will deliver to Lessor a certificate evidencing such insurance. In the event that Lessee has been permitted to self-insure, Lessee will furnish Lessor with a letter or certificate to such effect. In the event of any loss, damage, injury or accident involving the Equipment, Lessee will promptly provide Lessor with written notice thereof and make available to Lessor all information and documentation relating thereto.

14. INDEMNIFICATION. Lessee shall, to the extent permitted by law, indemnify Lessor against, and hold Lessor harmless from, any and all claims, actions, proceedings, expenses, damages or liabilities, including attorneys' fees and court costs, arising in connection with the Equipment, including, but not limited to, its selection, purchase, delivery, licensing, possession, use, operation, rejection, or return and the recovery of claims under insurance policies thereon.

15. ASSIGNMENT. Without Lessor's prior written consent, Lessee will not either (i) assign, transfer, pledge, hypothecate, grant any security interest in or otherwise dispose of this Lease or the Equipment or any interest in this Lease or the Equipment or; (ii) sublet or lend the Equipment or permit it to be used by anyone other than Lessee or Lessee's employees. Lessor may assign its rights, title and interest in and to this Lease, the Equipment and any documents executed with respect to this Lease and/or grant or assign a security interest in this Lease and the Equipment, in whole or in part. Any such assignees shall have all of the rights of Lessor under this Lease. Subject to the foregoing, this Lease inures to the benefit of and is binding upon the heirs, executors, administrators, successors and assigns of the parties hereto.

Lessee covenants and agrees not to assert against the Assignee any claims or defenses by way of abatement, setoff, counterclaim, recoupment or the like which Lessee may have against Lessor. No assignment or reassignment of any Lessor's right, title or interest in this Lease or the Equipment shall be effective unless and until Lessee shall have received a notice of assignment, disclosing the name and address of each such assignee; provided, however, that if such assignment is made to a bank or trust company as paying or escrow agent for holders of certificates of participation in the Lease, it shall thereafter be sufficient that a copy of the agency agreement shall have been deposited with Lessee until Lessee shall have been advised that such agency agreement is no longer in effect. During the Lease Term Lessee shall keep a complete and accurate record of all such assignments in form necessary to comply with Section 149(a) of the Code, and the regulations, proposed or existing, from time to time promulgated thereunder. No further action will be required by Lessor or by Lessee to evidence the assignment, but Lessee will acknowledge such assignments in writing if so requested.

After notice of such assignment, Lessee shall name the Assignee as additional insured and loss payee in any insurance policies obtained or in force. Any Assignee of Lessor may reassign this Lease and its interest in the Equipment and the Lease Payments to any other person who, thereupon, shall be deemed to be Lessor's Assignee hereunder.

16. EVENT OF DEFAULT. The term "Event of Default", as used herein, means the occurrence of any one or more of the following events: (i) Lessee fails to make any Lease Payment (or any other payment) as it becomes due in accordance with the terms of the Lease, and any such failure continues for ten (10) days after the due date thereof; (ii) Lessee fails to perform or observe any other covenant, condition, or agreement to be performed or observed by it hereunder or the Contract and such failure is not cured within twenty (20) days after written notice thereof by Lessor; (iii) the discovery by Lessor that any statement, representation, or warranty made by Lessee in this Lease or in writing ever delivered by Lessee pursuant hereto or in connection herewith is false, misleading or erroneous in any material respect; (iv) proceedings under any bankruptcy, insolvency, reorganization or similar legislation shall be instituted against or by Lessee, or a receiver or similar officer shall be appointed for Lessee or any of its property, and such proceedings or appointments shall not be vacated, or fully stayed, within twenty (20) days after the institution or occurrence thereof; or (v) an attachment, levy or execution is threatened or levied upon or against the Equipment.

17. REMEDIES. Upon the occurrence of an Event of Default, and as long as such Event of Default is continuing, Lessor may, at its option, exercise any one or more of the following remedies: (i) by written notice to

Lessee, declare all amounts then due under the Lease, and all remaining Lease Payments due during the Fiscal Year in effect when the default occurs to be immediately due and payable, whereupon the same shall become immediately due and payable; (ii) by written notice to Lessee, request Lessee to (and Lessee agrees that it will), at Lessee's expense, promptly discontinue use of the Equipment, remove the Equipment from all of Lessee's computers and electronic devices, return the Equipment to Lessor in the manner set forth in Section 5 hereof, or Lessor, at its option, may enter upon the premises where the Equipment is located and take immediate possession of and remove the same; (iii) sell or lease the Equipment or sublease it for the account of Lessee, holding Lessee liable for all Lease Payments and other amounts due prior to the effective date of such selling, leasing or subleasing and for the difference between the purchase price, rental and other amounts paid by the purchaser, Lessee or sublessee pursuant to such sale, lease or sublease and the amounts payable by Lessee hereunder; and (iv) exercise any other right, remedy or privilege which may be available to it under applicable laws of the state of the Equipment Location or any other applicable law or proceed by appropriate court action to enforce the terms of the Lease or to recover damages for the breach of this Lease or to rescind this Lease as to any or all of the Equipment. In addition, Lessee will remain liable for all covenants and indemnities under this Lease and for all legal fees and other costs and expenses, including court costs, incurred by Lessor with respect to the enforcement of any of the remedies listed above or any other remedy available to Lessor.

18. PURCHASE OPTION. Upon thirty (30) days prior written notice from Lessee to Lessor, and provided that no Event of Default has occurred and is continuing, or no event, which with notice or lapse of time, or both could become an Event of Default, then exists, Lessee will have the right to purchase the Equipment on the Lease Payment dates set forth in Schedule B by paying to Lessor, on such date, the Lease Payment then due together with the Balance Payment amount set forth opposite such date. Upon satisfaction by Lessee of such purchase conditions, Lessor will transfer any and all of its right, title and interest in the Equipment to Lessee as is, without warranty, express or implied, except that the Equipment is free and clear of any liens created by Lessor.

19. NOTICES. All notices to be given under this Lease shall be made in writing and mailed by certified mail, return receipt requested, to the other party at its address set forth herein or at such address as the party may provide in writing from time to time. Any such notice shall be deemed to have been received five days subsequent to such mailing.

20. SECTION HEADINGS. All section headings contained herein are for the convenience of reference only and are not intended to define or limit the scope of any provision of this Lease.

21. GOVERNING LAW. This Lease shall be construed in accordance with, and governed by the laws of, the state of the Equipment Location.

22. DELIVERY OF RELATED DOCUMENTS. Lessee will execute or provide, as requested by Lessor, such other documents and information as are reasonably necessary with respect to the transaction contemplated by this Lease.

23. ENTIRE AGREEMENT; WAIVER. This Lease, together with Schedule A Equipment Lease-Purchase Agreement, Schedule B, Evidence of Insurance, Statement of Essential Use/Source of Funds Certificate of Incumbency, Lessee Resolution, Bank Qualified Statement, Information Return for Tax-Exempt Governmental Obligations and the Delivery and Acceptance Certificate and other attachments hereto, and other documents or instruments executed by Lessee and Lessor in connection herewith, constitutes the entire agreement between the parties with respect to the Lease of the Equipment, and this Lease shall not be modified, amended, altered, or changed except with the written consent of Lessee and Lessor. Any provision of the Lease found to be prohibited by law shall be ineffective to the extent of such prohibition without invalidating the remainder of the Lease.

The waiver by Lessor of any breach by Lessee of any term, covenant or condition hereof shall not operate as a waiver of any subsequent breach thereof.

24. EXECUTION IN COUNTERPARTS. This Lease may be executed in several counterparts, each of which shall be deemed an original and all of which shall constitute but one and the same instrument.

IN WITNESS WHEREOF, the parties have executed this Agreement as of the 23 day of June, 2016.

LESSEE:

CITY OF CHULA VISTA

By: Gary Halbert

Printed Name: Gary Halbert

Title: City Manager

LESSOR:

MOTOROLA SOLUTIONS, INC.

By: Daniel K. Kline

Title: Authorized Signatory

CERTIFICATE OF INCUMBENCY

I, Donna Norris

(Printed Name of Secretary/Clerk)

do hereby certify that I am the duly elected or

appointed and acting Secretary or Clerk of City of Chula Vista, an entity duly organized and existing under the laws of the **State of California** that I have custody of the records of such entity, and that, as of the date hereof, the individual(s) executing this agreement is/are the duly elected or appointed officer(s) of such entity holding the office(s) below his/her/their respective name(s). I further certify that (i) the signature(s) set forth above his/her/their respective name(s) and title(s) is/are his/her/their true and authentic signature(s) and (ii) such officer(s) have the authority on behalf of such entity to enter into that certain Equipment Lease Purchase Agreement number **23940**, between City of Chula Vista and Motorola Solutions, Inc..

IN WITNESS WHEREOF, I have executed this certificate and affixed the seal of **CITY OF CHULA VISTA**, hereto this 23rd day of June, 2016.

By: Donna R. Norris

(Signature of Secretary/Clerk)

SEAL



OPINION OF COUNSEL

With respect to that certain Equipment Lease-Purchase Agreement # 23940 by and between Motorola Solutions, Inc. (Lessor) and the Lessee, I am of the opinion that: (i) the Lessee is, within the meaning of Section 103 of the Internal Revenue Code of 1986, a state or a fully constituted political subdivision or agency of the State of the Equipment Location described in Schedule A hereto; (ii) the execution, delivery and performance by the Lessee of the Lease have been duly authorized by all necessary action on the part of the Lessee, (iii) the Lease constitutes a legal, valid and binding obligation of the Lessee enforceable in accordance with its terms; and (iv) Lessee has sufficient monies available to make all payments required to be paid under the Lease during the current fiscal year of the Lease, and such monies have been properly budgeted and appropriated for this purpose in accordance with State law. This opinion may be relied upon by the Lessor and any assignee of the Lessor's rights under the Lease.

Carol A. Tingle, Deputy City Attorney for
Attorney for **CITY OF CHULA VISTA**

**SCHEDULE A
EQUIPMENT LEASE-PURCHASE AGREEMENT**

Schedule A 23940
Lease Number:

This Equipment Schedule is hereby attached to and made a part of that certain Equipment Lease-Purchase Agreement Number **23940** ("Lease"), between Motorola Solutions, Inc. ("Lessor") and City of Chula Vista ("Lessee").

Lessor hereby leases to Lessee under and pursuant to the Lease, and Lessee hereby accepts and leases from Lessor under and pursuant to the Lease, subject to and upon the terms and conditions set forth in the Lease and upon the terms set forth below, the following items of Equipment

QUANTITY	DESCRIPTION (Manufacturer, Model, and Serial Nos.)
	Refer to attached Equipment List.
Equipment Location:	

Initial Term: 120 Months

Commencement Date: 7/1/2016

First Payment Due Date: 7/1/2017

10 Annual Payments of \$170,238.33 as outlined in the attached Schedule B, plus Sales/Use Tax of \$0.00, payable on the Lease Payment Dates set forth in Schedule B.

EXHIBIT C-1. PRICING AND EQUIPMENT LIST

7.2 PROPOSAL PRICE DETAIL

Category	Name	Qty	Total
PremierOne Software			\$39,088
	P1 Query Service Server License	1	
	P1 GIS Editing Client Plug-In License	1	
	PremierOne CAD&Mobile Reporting Service Server License	1	
	PremierOne Mapping Server License	2	
PremierOne CAD Software			\$194,700
	P1 CAD Server License (Primary)	1	
	P1 CAD Dispatch (CAD Client and Mapping)	10	
PremierOne Mobile Software			\$150,671
	P1 Mobile Server License (Primary)	1	
	P1 Mobile Client License with Mobile Mapping (Concurrent User)	65	
PremierOne Records Software			0
	PremierOne Records Tier 3 Server License (1 to 50 users)	1	
	PremierOne Records Client Concurrent User License	10	
	Advanced Configuration Tool	1	
	PremierOne Records Jail Booking and Detention	1	
Motorola Interfaces			\$17,200
	Positron/Viper/TDD		\$2,500
	Spectracom Netclock		\$0
	Radio PTT		\$1,800
	NetRMS CFS		\$2,500
	ARJIS Call Export		\$2,500
	NetRMS Query for CAD & Records		\$1,800
	San Diego Regional Mugshot System		\$2,500
	AFIS		\$1,800
	State/NCIC		\$1,800
Server Hardware and Software			\$66,313
	HP Rack Model 10642 G2 w/ Rackmount Keyboard & Monitor	1	
	Cable Management Panel	2	
	Ethernet Cables - Cat 6 Cables	2	
	HP Rack Mount Switch for Base Configuration HP 5800-24G Rack	2	
	Mount Switch, HP RPS 800 Redundant Pow.		
	HP Host Server, HP DL380c Gen9 -- Host Server - (Dual 8-core Gen9v3 Processor)	2	
	Perimeter Router and Firewall, FortiGate-300C (8) 10/100/1000 accelerated ports, (2) 10/100/1000 por	2	
Server Hardware and Software - PremierOne Jail			\$38,568
	HP Host Server HP DL380c Gen9 -- Host Server - (Dual 8-core Gen9v3 Processor)	2	
Storage Hardware and Software			\$13,489
	HP StoreOnce 2000 Catalyst, 2700 8TB Backup	1	
	Storage, HP Data Protector Software	1	



EXHIBIT C-1. PRICING AND EQUIPMENT LIST

Other Hardware and Software - PremierOne CAD/Mobile \$74,836

Lantronix UDS1100 (one required for each 911 interface)	2
ESRI ArcGIS Desktop:10	1
ESRI ArcGIS Desktop:10 Network Analyst Extension	1
Presentense Software - CAD Clients and Servers	12
Microsoft SQL Server Enterprise Runtime Core 2012 ALNG	6
Embedded MVL 2 Licenses core Lic	6
Microsoft SQL Svr Ent Runtime Core 2012 ALNG Embedded	6
Maintenance MVL 2 License core Lic	6
Microsoft SysCtrDatacenter 2012R2 AllLng Embedded MVL	2
1License 2Proc	2
Microsoft SysCtrDatacenter 2012R2 AllLng Embedded Maintenance	2
MVL 1License 2Proc	2

Other Hardware and Software - PremierOne Jail \$23,927

Presentense Software - CAD Clients and Servers	2
Microsoft SQL Server Standard Runtime Core 2012 ALNG	8
Embedded MVL 2 Licenses core Lic	8
Microsoft SysCtrDatacenter 2012R2 AllLng Embedded MVL	2
1License 2Proc	2

Third Party Partners \$39,333

Query Services - Commsys Software Licenses Implementation Service	1
Commsys - SDFusion Software Licenses Implementation Services	1

Implementation/Installation, cont. \$1,332,222

INTERFACE DEVELOPMENT, IMPLEMENTATION, TEST	
Positron Viper/TDD	\$17,000
Spectracom Netclock	\$0
Radio: PTT	\$19,500
NetRMS CFS	\$37,000
ARJIS Call Export	\$58,500
NetRMS Query for CAD & Records	\$32,000
San Diego Regional Mugshot System	\$69,627
AFIS	\$45,000
CLETS/NCIC	\$11,000
SDFusion C28on Query	\$6,204
CCSI FLOOR SPACE COST	\$2,000
SHIPPING	\$200

Subtotal	\$1,990,347
Sales Tax	\$9,470
Project Contingency	\$130,000
LESS: System Discount	(\$729,126)
System Total	\$1,400,690
Years 1-10 Maintenance	\$1,297,865
Lifecycle Support Services	\$555,212
Grand Total	\$3,253,767

Note: System pricing with system discount is contingent upon customer approval of the proposed Years 1-10 Maintenance and Support Agreement that includes automatic, annual invoicing without need of issuing a purchase order.

City of Chula Vista (Schedule B)

Compound Period: Annual

Nominal Annual Rate: 3.230%

CASH FLOW DATA

Event	Date	Amount	Number	Period	End Date
1 Loan	7/1/2016	\$ 1,435,270.00	1		
2 Payment	7/1/2017	\$ 170,238.33	10	Annual	7/1/2026

AMORTIZATION SCHEDULE - Normal Amortization, 360 Day Year

	Date	Payment	Interest	Principal	Balance
Loan	7/1/2016				\$ 1,435,270.00
1	7/1/2017	\$ 170,238.33	\$ 46,359.22	\$ 123,879.11	\$ 1,311,390.89
2	7/1/2018	\$ 170,238.33	\$ 42,357.93	\$ 127,880.40	\$ 1,183,510.49
3	7/1/2019	\$ 170,238.33	\$ 38,227.39	\$ 132,010.94	\$ 1,051,499.55
4	7/1/2020	\$ 170,238.33	\$ 33,963.44	\$ 136,274.89	\$ 915,224.66
5	7/1/2021	\$ 170,238.33	\$ 29,561.76	\$ 140,676.57	\$ 774,548.09
6	7/1/2022	\$ 170,238.33	\$ 25,017.90	\$ 145,220.43	\$ 629,327.66
7	7/1/2023	\$ 170,238.33	\$ 20,327.28	\$ 149,911.05	\$ 479,416.61
8	7/1/2024	\$ 170,238.33	\$ 15,485.16	\$ 154,753.17	\$ 324,663.44
9	7/1/2025	\$ 170,238.33	\$ 10,486.63	\$ 159,751.70	\$ 164,911.74
10	7/1/2026	\$ 170,238.33	\$ 5,326.59	\$ 164,911.74	\$ -
Grand Totals		\$ 1,702,383.30	\$ 267,113.30	\$ 1,435,270.00	

INITIAL INSURANCE REQUIREMENT: \$1,425,270.00

Except as specifically provided in Section five of the Lease hereof, Lessee agrees to pay to Lessor or its assignee the Lease Payments, including the interest portion, in the amounts and dates specified in the above payment schedule.

EVIDENCE OF INSURANCE

Fire, extended coverage, public liability and property damage insurance for all of the Equipment listed on Schedule A number 23940 to that Equipment Lease Purchase Agreement number 23940 will be maintained by the **CITY OF CHULA VISTA** as stated in the Equipment Lease Purchase Agreement.

This insurance shall name MOTOROLA SOLUTIONS, INC. or its assignee as additional insured and loss payee for the term of the Schedule A number 23940. This insurance is provided by:

Name of insurance provider

Address of insurance provider

City, State and Zip Code

Phone number of insurance provider

In accordance with the Equipment Lease Purchase Agreement Number 23940 , **CITY OF CHULA VISTA** , hereby certifies that following coverage are or will be in full force and effect:

Type	Amount	Effective Date	Expiration Date	Policy Number
Fire and Extended Coverage	_____	_____	_____	_____
Property Damage	_____	_____	_____	_____
Public Liability	_____	_____	_____	_____

Certificate shall include the following:

Description: All Equipment listed on Schedule A number 23940 to that Equipment Lease Purchase Agreement number 23940 .
Please include equipment cost of \$1,435,270.00 and deductibles

Certificate Holder:

MOTOROLA SOLUTIONS, INC. and or its assignee as additional insured and loss payee
1303 E. Algonquin Road
Schaumburg, IL 60196

STATEMENT OF ESSENTIAL USE/SOURCE OF FUNDS

To further understand the essential governmental use intended for the equipment together with an understanding of the sources from which payments will be made, please address the following questions by completing this form or by sending a separate letter:

As is relates to CITY OF CHULA VISTA LEASE No. 23940

1. What is the specific use of the equipment?
2. Why is the equipment essential to the operation of **CITY OF CHULA VISTA**?
3. Does the equipment replace existing equipment?
If so, why is the replacement being made?
4. Is there a specific cost justification for the new equipment?
If yes, please attach outline of justification.
5. What is the expected source of funds for the payments due under the Lease for the current fiscal year and future fiscal years?

SEE ATTACHMENT

Bank Qualified Statement

LESSEE, CITY OF CHULA VISTA , CERTIFIES THAT IT **HAS NOT** DESIGNATED THIS LEASE No. 23940 AS A QUALIFIED TAX-EXEMPT OBLIGATION IN ACCORDANCE WITH SECTION 265(b)(3) OF THE CODE AND IF THE LESSEE HAS DESIGNATED THIS LEASE AS A QUALIFIED TAX-EXEMPT OBLIGATION, IT HAS NOT DESIGNATED MORE THAN \$10,000,000 OF ITS OBLIGATIONS AS QUALIFIED TAX-EXEMPT OBLIGATIONS IN ACCORDANCE WITH SUCH SECTION FOR THE CURRENT CALENDAR YEAR AND THAT IT REASONABLY ANTICIPATES THAT THE TOTAL AMOUNT OF TAX-EXEMPT OBLIGATIONS TO BE ISSUED BY LESSEE DURING THE CURRENT CALENDAR YEAR WILL NOT EXCEED \$10,000,000.

LESSEE RESOLUTION

At a duly called meeting of the Governing Body of the Lessee (as defined in the City of Chula Vista Lease No. 23940) held on June 14, 2016, the following resolution was introduced and adopted.

BE IT RESOLVED by the Governing Board of Lessee as follows:

1. **Determination of Need.** The Governing Body of Lessee has determined that a true and very real need exists for the acquisition of the Equipment or other personal property described in the Lease between **CITY OF CHULA VISTA** (Lessee) and Motorola Solutions, Inc. (Lessor).
2. **Approval and Authorization.** The Governing body of Lessee has determined that the Lease, substantially in the form presented to this meeting, is in the best interests of the Lessee for the acquisition of such Equipment or other personal property, and the Governing Board hereby approves the entering into of the Lease by the Lessee and hereby designates and authorizes the following person(s) referenced in the Lease to execute and deliver the Lease on Lessee's behalf with such changes thereto as such person deems appropriate, and any related documents, including any escrow agreement, necessary to the consummation of the transactions contemplated by the Lease.
3. **Adoption of Resolution.** The signatures referenced in the Lease from the designated individuals for the Governing Body of the Lessee evidence the adoption by the Governing Body of this Resolution.

Information Return for Tax-Exempt Governmental Obligations

► Under Internal Revenue Code section 149(e)

► See separate instructions.

Caution: If the issue price is under \$100,000, use Form 8038-GC.

OMB No. 1545-0720

Part I Reporting Authority

If Amended Return, check here ► ☐

1 Issuer's name City of Chula Vista		2 Issuer's employer identification number (EIN)
3a Name of person (other than issuer) with whom the IRS may communicate about this return (see instructions)		3b Telephone number of other person shown on 3a
4 Number and street (or P.O. box if mail is not delivered to street address) 276 Fourth Ave.	Room/suite	5 Report number (For IRS Use Only) 3
6 City, town, or post office, state, and ZIP code Chula Vista CA 91910		7 Date of issue 7/1/2016
8 Name of issue Equipment Lease-Purchase Agreement 23940		9 CUSIP number
10a Name and title of officer or other employee of the issuer whom the IRS may call for more information (see instructions)		10b Telephone number of officer or other employee shown on 10a

Part II Type of Issue (enter the issue price). See the instructions and attach schedule.

11 Education	11	
12 Health and hospital	12	
13 Transportation	13	
14 Public safety	14	1,435,270.00
15 Environment (including sewage bonds)	15	
16 Housing	16	
17 Utilities	17	
18 Other. Describe ►	18	
19 If obligations are TANs or RANs, check only box 19a		<input type="checkbox"/>
If obligations are BANS, check only box 19b		<input type="checkbox"/>
20 If obligations are in the form of a lease or installment sale, check box		<input type="checkbox"/>

Part III Description of Obligations. Complete for the entire issue for which this form is being filed.

	(a) Final maturity date	(b) Issue price	(c) Stated redemption price at maturity	(d) Weighted average maturity	(e) Yield
21	7/1/2026	\$ 1,435,270.00	\$ 1,435,270.00	10 years	3.23 %

Part IV Uses of Proceeds of Bond Issue (including underwriters' discount)

22 Proceeds used for accrued interest	22	
23 Issue price of entire issue (enter amount from line 21, column (b))	23	1,435,270.00
24 Proceeds used for bond issuance costs (including underwriters' discount)	24	
25 Proceeds used for credit enhancement	25	
26 Proceeds allocated to reasonably required reserve or replacement fund	26	
27 Proceeds used to currently refund prior issues	27	
28 Proceeds used to advance refund prior issues	28	
29 Total (add lines 24 through 28)	29	
30 Nonrefunding proceeds of the issue (subtract line 29 from line 23 and enter amount here)	30	

Part V Description of Refunded Bonds. Complete this part only for refunding bonds.

31 Enter the remaining weighted average maturity of the bonds to be currently refunded	years
32 Enter the remaining weighted average maturity of the bonds to be advance refunded	years
33 Enter the last date on which the refunded bonds will be called (MM/DD/YYYY)	
34 Enter the date(s) the refunded bonds were issued ► (MM/DD/YYYY)	

For Paperwork Reduction Act Notice, see separate instructions.

Cat. No. 63773S

Form 8038-G (Rev. 9-2011)

Part VI Miscellaneous

- 35** Enter the amount of the state volume cap allocated to the issue under section 141(b)(5) **35**
- 36a** Enter the amount of gross proceeds invested or to be invested in a guaranteed investment contract (GIC) (see instructions) **36a**
- b** Enter the final maturity date of the GIC ▶ _____
- c** Enter the name of the GIC provider ▶ _____
- 37** Pooled financings: Enter the amount of the proceeds of this issue that are to be used to make loans to other governmental units **37**
- 38a** If this issue is a loan made from the proceeds of another tax-exempt issue, check box ☐ and enter the following information:
- b** Enter the date of the master pool obligation ▶ _____
- c** Enter the EIN of the issuer of the master pool obligation ▶ _____
- d** Enter the name of the issuer of the master pool obligation ▶ _____
- 39** If the issuer has designated the issue under section 265(b)(3)(B)(i)(III) (small issuer exception), check box ☐ ▶ ☐
- 40** If the issuer has elected to pay a penalty in lieu of arbitrage rebate, check box ☐ ▶ ☐
- 41a** If the issuer has identified a hedge, check here ☐ and enter the following information:
- b** Name of hedge provider ▶ _____
- c** Type of hedge ▶ _____
- d** Term of hedge ▶ _____
- 42** If the issuer has superintegrated the hedge, check box ☐ ▶ ☐
- 43** If the issuer has established written procedures to ensure that all nonqualified bonds of this issue are remediated according to the requirements under the Code and Regulations (see instructions), check box ☐ ▶ ☐
- 44** If the issuer has established written procedures to monitor the requirements of section 148, check box ☐ ▶ ☐
- 45a** If some portion of the proceeds was used to reimburse expenditures, check here ☐ and enter the amount of reimbursement ▶ _____
- b** Enter the date the official intent was adopted ▶ _____

Signature
and
Consent

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. I further declare that I consent to the IRS's disclosure of the issuer's return information, as necessary to process this return to the person that I have authorized above.

Signature of issuer's authorized representative

Date

Type or print name and title

Paid
Preparer
Use Only

Print/Type preparer's name

Preparer's signature

Date

Check ☐ if
self-employed

PTIN

Firm's name ▶

Firm's EIN ▶

Firm's address ▶

Phone no.

EQUIPMENT LEASE PURCHASE AGREEMENT DELIVERY AND ACCEPTANCE CERTIFICATE

The undersigned Lessee hereby acknowledges receipt of the Equipment described below ("Equipment") and Lessee hereby accepts the Equipment after full inspection thereof as satisfactory for all purposes of lease Schedule A to the Equipment Lease Purchase Agreement executed by Lessee and Lessor.

Equipment Lease Purchase Agreement Date: June ____, 2016

Equipment Lease Purchase Agreement No.: 23940

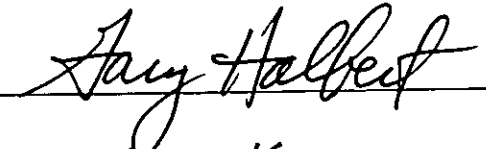
Lease Schedule A No. : 23940

EQUIPMENT INFORMATION

QUANTITY	MODEL NUMBER	EQUIPMENT DESCRIPTION
		Equipment referenced in lease Schedule A# 23940. See Schedule A for a detailed Equipment List.

LESSEE:

CITY OF CHULA VISTA

By: 

Date: 6.23.16



Police Department

June 23, 2016

Motorola Solutions, Inc. and City of Chula Vista
CAD/Mobile/Jail System Lease Purchase Agreement
Statement of Essential Use/Source of Funds

Re: Lease 23940

1. What is the specific use of the equipment?

The lease agreement encompasses implementation services, software and hardware solutions toward the replacement of the Chula Vista Police Department's Computer Aided Dispatch (CAD), Mobile and Jail solution as outlined in the PSA agreement with Motorola Solutions 16-PS-68451 v2.

2. Why is the equipment essential to the operation of the City of Chula Vista?

The Chula Vista Police Department's current CAD/Mobile/Jail systems are obsolete and no longer meet the business needs of the department. The Police Department is upgrading its CAD/Mobile/Jail systems in order to the Motorola PremierOne suite of services and has agreed to a ten year relationship with Motorola Solutions, Inc. for continued maintenance and lifecycle support services.

3. Does the equipment replace existing equipment?

YES.

If so, why is the replacement being made?


The Department's current CAD/Mobile/Jail solutions are obsolete and no longer meet the business needs of the department. The upgrade was identified as a key goal in the department's strategic plan to improve operations.

4. Is there a specific cost justification for the new equipment?

No specific cost justification. PSA agreement 16-PS-68451v2 was negotiated between Motorola Solutions, Inc. and the City of Chula Vista. The PSA and lease agreements were approved by a unanimous vote of the City Council on June 14, 2016. See attached City Council Resolution.

5. What is the expected source of funds for the payments due under the Lease for the current fiscal year and future fiscal years?

All funds will be encumbered as part of the Chula Vista Police Department's General Fund as approved by the City Finance Department and City Manager.


Vern Sallee, Captain
Support Operations
Chula Vista Police Department
vsallee@chulavistapd.org
619-691-5230

RESOLUTION NO. 2016-115

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF
CHULA VISTA WAIVING THE COMPETITIVE FORMAL BID
REQUIREMENT AND APPROVING THE EQUIPMENT AND
SOFTWARE LEASE CONTRACT WITH MOTOROLA
SOLUTIONS, INC. FOR THE PREMIERONE COMPUTER
AIDED DISPATCH AND MOBILE, WITH PREMIERONE JAIL
HARDWARE, SOFTWARE AND SERVICES SOLUTION

WHEREAS, the Police Department's current Computer Aided Dispatch (CAD) system is over eighteen years old and no longer meets the Department's technological and operational needs; and

WHEREAS, replacement of the current CAD system has been identified as a critical infrastructure need of the Police Department; and

WHEREAS, the Police Department and ITS Department have conducted extensive research toward the replacement of the current Police Department CAD system; and

WHEREAS, the Police Department CAD project team surveyed six different vendors and dedicated more than 464 hours of staff time researching the best CAD, Mobile and Jail system to meet the needs of the Police Department for the next decade; and

WHEREAS, the CAD project team and Police Department staff recommend the Motorola Solutions, Inc. PremierOne software suite after having conducted an extensive informal proposal process that determined that the Motorola Solutions, Inc. PremierOne Suite of software products, including CAD, Mobile and Jail solutions, represents the best balance of price, advanced technology and leading support designed to enhance Police Department Operations; and

WHEREAS, Police Department staff negotiated a \$902,618 total system and maintenance discount combined with a ten (10) year lease contract at a competitive rate, thereby enabling the Department to implement the new program immediately with no impact to the Fiscal Year 2016/2017 General Fund; and

WHEREAS, the Police and ITS Departments are seeking approval to enter into an equipment and software lease contract for the integrated CAD system with support services through Motorola Solutions Inc.; and

WHEREAS, to minimize the annual fiscal impact, the Police Department will enter into a ten (10) year equipment and software lease contract with Motorola Solutions, Inc.; and

WHEREAS, the Police Department negotiated ten years of standard maintenance and lifecycle maintenance at competitive and fixed rates to maintain a state-of-the-art system for the term of the contract; and

WHEREAS, the City Council finds, pursuant to Chula Vista Municipal Code section 2.56.070.B.3, that competitive bidding is not required for this equipment and software lease contract with Motorola Solutions Inc., because competitive bidding in this unique context is impractical, and the City's best interests are materially better served by the Police Department's careful and exhaustive review of similar systems offered by several vendors to find the best fit for its needs and budget, consistent with due diligence and good purchasing practices.

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Chula Vista waives the competitive formal bid requirement.

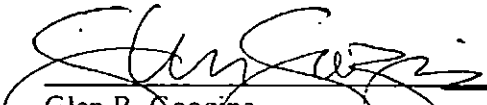
BE IT FURTHER RESOLVED by the City Council of the City of Chula Vista, that it approves the equipment and software lease contract with Motorola Solutions, Inc. for the PremierOne Computer Aided Dispatch and Mobile, with PremierOne Jail hardware, software and services solution, in the form presented, with such minor modifications as may be required or approved by the City Attorney, a copy of which shall be kept on file in the Office of the City Clerk, and authorizes and directs the City Manager to execute same.

Presented by

Approved as to form by



David Bejarano
Police Chief



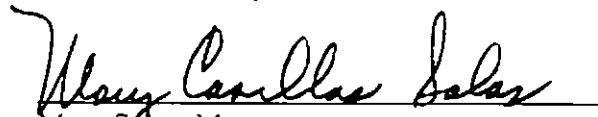
Glen R. Googins
City Attorney

PASSED, APPROVED, and ADOPTED by the City Council of the City of Chula Vista, California, this 14th day of June 2016 by the following vote:

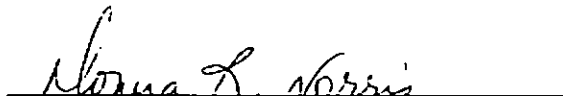
AYES: Councilmembers: Aguilar, Bensoussan, McCann, and Salas

NAYS: Councilmembers: None

ABSENT: Councilmembers: Miesen


Mary Salas, Mayor

ATTEST:


Donna R. Norris, CMC, City Clerk

STATE OF CALIFORNIA)
COUNTY OF SAN DIEGO)
CITY OF CHULA VISTA)

I, Donna R. Norris, City Clerk of Chula Vista, California, do hereby certify that the foregoing Resolution No. 2016-115 was duly passed, approved, and adopted by the City Council at a regular meeting of the Chula Vista City Council held on the 14th day of June 2016.

Executed this 14th day of June 2016.


Donna R. Norris, CMC, City Clerk