

Amendment Number 2
to
Contract Number DIR-SDD-1777
between
State of Texas, acting by and through the Department of Information Resources
and
AT&T MOBILITY NATIONAL ACCOUNTS LLC

This Amendment Number 2 to Contract Number DIR-SDD-1777 (“Contract”) is between the Department of Information Resources (“DIR”) and AT & T Mobility National Accounts LLC (“Vendor”). DIR and Vendor agree to modify the terms and conditions of the Contract as follows:

1. **Contract, Section 2, Term of Contract**, is hereby restated in its entirety as follows:
 - A. The term of this Contract is extended through April 12, 2015. Prior to the expiration date of the term, DIR and Vendor may extend the Contract upon mutual agreement, for up to one (1) additional one-year term.
 - B. DIR agrees the Vendor may accept Purchase Orders with a termination date up to one year beyond the then-effective termination date of the Contract. Vendor that it shall not accept Purchase Orders under the Contract for any term beyond one year from the effective termination date of the Contract..
2. **Contract, Section 4, Pricing, G. DIR Cost Recovery Fee**, is re-titled **DIR Administrative Fee**, and is hereby restated in its entirety as follows:

G. DIR Administrative Fee

The administrative fee is authorized by Chapter 2170, Texas Government Code, and DIR has the discretion to set the rate of the administrative fee to recover its costs in accordance with the statute (“DIR Administrative Fee”). The initial rate for the administrative fee is set forth in Section 5 herein. The administrative fee specified in Section 5 below shall not be broken out as a separate line item when pricing or invoice is provided to Customer.

3. **Contract, Section 5, Cost Recovery Fee**, is re-titled **DIR Administrative Fee**, and is hereby restated in its entirety as follows:
 - A)** The administrative fee to be paid by the Vendor to DIR for Telecommunications Products and Services based on the dollar value of all sales to Customers pursuant to this Contract is two percent (2%). Payment will be calculated for all telecommunications sales, net of returns and credits. For example, the administrative fee for sales totaling \$100,000 shall be \$2,000.
 - B)** All prices quoted to Customers shall include the applicable administrative fee. DIR reserves the right to change this fees upwards or downwards during the term of this Contract, upon written notice to Vendor. Changes in the

administrative fee shall be incorporated into the price to the Customers on the date designated by DIR.

4. **Contract, Section 6, Notification, If Sent to the State**, is hereby restated in its entirety as follows:

If sent to the State:

Grace Windbigler, CTPM, CTCM
Enterprise Contract Management
Department of Information Resources
300 W. 15th Street, Suite 1300
Austin, Texas 78701
Phone: (512) 475-4700
Facsimile: (512) 475-4759

5. **Appendix A, Section 8, Contract Administration, B. Reporting and CRF/ Administrative Fees**, is re-titled **B. Reporting and Administrative Fees**, and is restated as follows:

B. Reporting and Administrative Fees

1) Reporting Responsibility

a) Vendor shall be responsible for reporting all products and services purchased through Order Fulfillers under the Contract. Vendor shall file the monthly reports, subcontract reports, and pay the applicable DIR Administrative Fees in accordance with the due dates specified in this section.

b) DIR shall have the right to verify required reports and to take any actions necessary to enforce its rights under this section, including but not limited to, compliance checks of Vendor's applicable Contract books at DIR's expense.

2) Detailed Monthly Report

Vendor shall electronically provide DIR with a detailed monthly report in the format required by DIR showing the dollar volume of any and all sales under the Contract for the previous month period, broken out by telecommunications sales and ICT sales. Reports for each type of sale shall be submitted to the DIR ICT Cooperative Contracts E-Mail Box at ict.sales@dir.texas.gov. Reports are due on the fifteenth (15th) calendar day after the close of the previous month period. It is the responsibility of Vendor to collect and compile all sales under the Contract from participating Order Fulfillers and submit one (1) monthly report, broken out by telecommunications and ICT sales. The monthly report, per category of telecommunications and ICT, shall include, per transaction: the detailed sales for the period, the Order Filler's company name, if applicable, Customer name, invoice date, invoice number, description, part number, manufacturer, quantity, unit price, applicable DIR Administrative Fee assessed, extended price, Customer Purchase Order number, contact name, Customer's complete billing address, and other information as required by DIR. Each report must contain all information listed above per transaction or the report will be rejected and returned to the Vendor for correction in accordance with this section.

3) Historically Underutilized Businesses Subcontract Reports

a) Vendor shall electronically provide each Customer with their relevant

Historically Underutilized Business Subcontracting Report, pursuant to the Contract, as required by Chapter 2161, Texas Government Code. Reports shall also be submitted to DIR.

b) Reports shall be due in accordance with the CPA rules.

4) DIR Administrative Fee

a) The applicable DIR Administrative Fee shall be paid by Vendor to DIR to defray the DIR costs of negotiating, executing, and administering the Contract and to recover costs of the telecommunications program. The DIR Administrative Fee is as specified in Section 5 of the Contract. Payment of the administrative fee shall be due on the fifteenth (15th) calendar day after the close of the previous month period.

b) Vendor shall reference the DIR Contract number on all remittance instruments.

5) Accurate and Timely Submission of Reports

a) The reports and payment of the applicable DIR Administrative Fee shall be accurate and timely and submitted in accordance with the due dates specified in this section. Vendor shall correct any inaccurate reports or DIR Administrative Fee payments within three (3) business days upon written notification by DIR. Vendor shall deliver any late reports or late administrative fee payments within three (3) business days upon written notification by DIR. If Vendor is unable to correct inaccurate reports or DIR Administrative Fee payments or deliver late reports and applicable fee payments within three (3) business days, Vendor must contact DIR and provide a corrective plan of action, including the timeline for completion of correction. The corrective plan of action shall be subject to DIR approval.

b) Should Vendor fail to correct inaccurate reports or cure the delay in timely delivery of reports and payments within the corrective plan of action timeline, DIR reserves the right to require an independent third party audit of the Vendor's records as specified in C.3 of this Section, at DIR's expense.

c) Failure to timely submit three (3) reports within any rolling twelve (12) month period may, at DIR's discretion, result in termination of Vendor's Contract.

6. **Appendix A, Section 8, Contract Administration, C. Records and Audit, 4)**, is hereby restated in its entirety as follows:

4) For procuring State Agencies whose payments are processed by the Texas Comptroller of Public Accounts, the volume of payments made to Order Fulfillers through the Texas Comptroller of Public Accounts and the administrative fee based thereon shall be presumed correct unless Vendor can demonstrate to DIR's satisfaction that Vendor's calculation of DIR Administrative Fee is correct.

7. **Appendix A, Section 9, Vendor Responsibilities, C. Vendor Certification, vii**, is hereby restated in its entirety as follows:

(vii) Vendor and its principals are not suspended or debarred from doing business with the federal government as listed in the *System for Award Management (SAM)* maintained by the General Services Administration;

8. **Appendix A, Section 10, Contract Enforcement, B. Termination, 2. Absolute Right**, is hereby restated in its entirety as follows:

2) Absolute Right

DIR shall have the absolute right to terminate the Contract without recourse in the event that: i) Vendor becomes listed on the prohibited vendors list authorized by Executive Order #13224, "*Blocking Property and Prohibiting Transactions with Persons Who Commit, Threaten to Commit, or Support Terrorism*", published by the United States Department of the Treasury, Office of Foreign Assets Control; ii) Vendor becomes suspended or debarred from doing business with the federal government as listed in the *System for Award Management (SAM)* maintained by the General Services Administration; or (iii) Vendor is found by DIR to be ineligible to hold this Contract under Subsection (b) of Section 2155.006, Texas Government Code. Vendor shall be provided written notice in accordance with Section 11.A, Notices, of intent to terminate.

9. **Appendix C, Pricing Index**, is replaced with the attached Appendix C, **Pricing Index**.
10. All other terms and conditions of the Contract as amended, not specifically modified herein, shall remain in full force and effect. In the event of conflict among the provisions, the order of precedence shall be Amendment Number 2, then Amendment Number 1 and then the Contract.

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IN WITNESS WHEREOF, the parties hereby execute this amendment to be effective as of the date of the last party to sign, but in all events no later than April 12, 2014.

AT&T MOBILITY NATIONAL ACCOUNTS LLC

Authorized By: signature on file

Name: Theresa Page

Title: Sr. Contract Manager

Date: 3/27/14

**The State of Texas, acting by and through the
Department of Information Resources**

Authorized By: signature on file

Name: Karen Robinson

Title: Executive Director

Date: 4/11/14

Office of General Counsel: 4/11/14