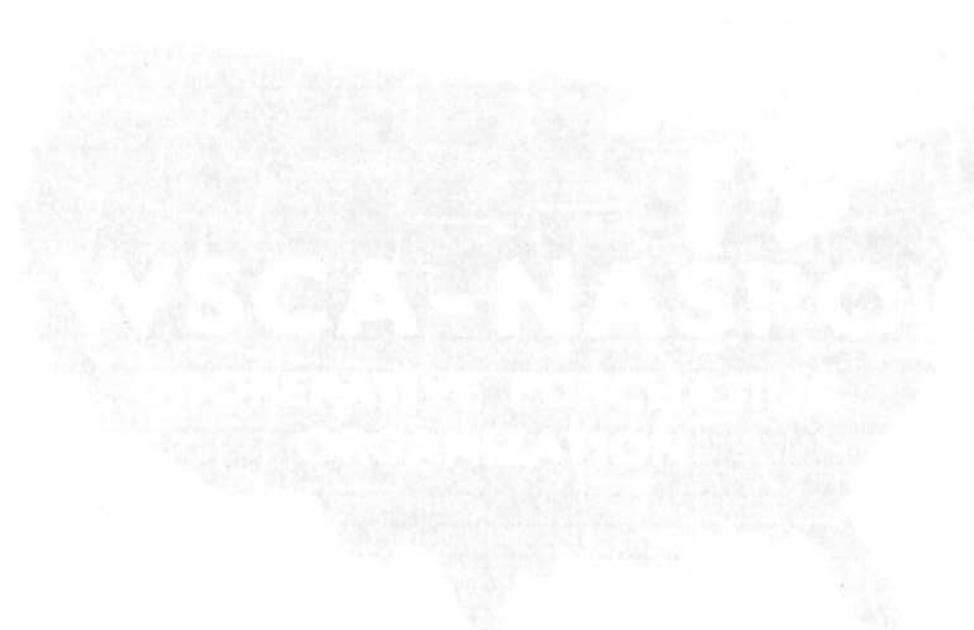


**PARTICIPATING ADDENDUM  
WSCA-NASPO COOPERATIVE PURCHASING ORGANIZATION  
DATA COMMUNICATIONS PRODUCTS AND SERVICES 14-19  
Administered by the State of Utah (hereinafter "Lead State")**

**MASTER AGREEMENT  
ADTRAN  
Master Agreement No: AR607  
(hereinafter "Contractor")**

**And**

**State of Washington  
(hereinafter "Participating State/Entity")  
Contract No: 01114**



**WCSA-NASPO DATA COMMUNICATIONS**  
**WASHINGTON PARTICIPATING ADDENDUM**  
**WCSA Master Agreement No: AR607**  
**Washington Contract No: 01114**

**Contents**

1.	SCOPE .....	3
2.	PRODUCTS AND SERVICES.....	3
3.	PRIMARY CONTACTS .....	3
4.	PARTICIPATION .....	4
5.	ACQUISITION AUTHORITY.....	4
5.1	Minority and Women’s Business Enterprises (MWBE).....	4
5.2	Liens, claims and encumbrances .....	4
5.3	Contract administration .....	4
5.3.1	State contract administrator.....	4
5.3.2	Administration of term contract.....	5
5.4	Contractor supervision and coordination.....	5
5.5	Statewide Payee Desk.....	5
5.6	Management fee .....	5
5.7	Contract sales report .....	6
5.8	Other required term contract reports .....	6
5.9	Common vendor-registration and bid-notification system.....	6
5.10	Contractor qualifications and requirements .....	7
5.10.1	Qualified and established business.....	7
5.10.2	Authorized Service Provider and product Reseller certifications .....	7
5.10.3	Dealer authorization .....	7
5.10.4	Assignment .....	7
5.10.5	Contractor authority and infringement .....	7
5.10.6	Hours of labor .....	7
5.10.7	Materials and workmanship .....	8
5.10.8	Hazardous materials .....	8
5.11	Payment .....	8
5.11.1	Advance payment prohibited .....	8
5.11.2	Payment.....	8
5.11.3	Invoicing and discounts.....	9
5.12	Taxes, fees and licenses .....	9
5.13	Ownership of Data .....	10
5.14	Clearing of Data.....	11
5.15	Location of Data Storage.....	11
5.16	Return of Data .....	11
5.17	Security of Data .....	11
5.18	Additional Roles .....	12
5.19	Lease Agreement.....	12
6.	INDEMNIFICATION.....	12
7.	CONFIDENTIALITY, NON-DISCLOSURE AND INJUNCTIVE RELIEF .....	12
8.	RECORDS RETENTION .....	13
9.	TERMINATION.....	13
10.	SUBCONTRACTORS .....	13
11.	ORDERS .....	14
12.	TERM .....	14
13.	NOTICES.....	14
14.	ENTIRE AGREEMENT.....	14

**WSCA-NASPO DATA COMMUNICATIONS  
 WASHINGTON PARTICIPATING ADDENDUM  
 WSCA Master Agreement No: AR607  
 Washington Contract No: 01114**

**1. SCOPE**

Contractor and the Division of Purchasing and General Services, an agency of the Lead State have executed State Cooperative Contract, Contract Number AR214 for Data Communications Products and Services 14-19 ("WSCA-NASPO Master Price Agreement" or "Master Agreement"). The Master Agreement, as now or hereafter amended, is incorporated into this addendum ("Participating Addendum") as if set forth at length. This Participating Addendum covers the Data Communications Products and Services contracts led by the State of Utah for use by state agencies and other entities located in the Participating state of Washington authorized by that state's statutes to utilize state of Washington contracts with the prior approval of the state's chief procurement official. Capitalized terms not defined in this Participating Addendum shall have the meaning set forth in the Master Agreement. To the extent of a conflict of terms between the Master Agreement and this Participating Addendum, the order of precedence set forth in Section 1 of Attachment A of the Master Agreement shall apply.

**2. PRODUCTS AND SERVICES**

ADTRAN has been awarded in the following categories:

- 5.2.4 Optical Networking
- 5.2.5 Routers
- 5.2.8 Switches
- 5.2.9 Wireless
- 5.3.0 Unified Communications

**3. PRIMARY CONTACTS**

The primary contact individuals for this Participating Addendum are as follows (or their named successors):

**Contractor**

<b>Name:</b>	Darrell Rogers
<b>Address:</b>	901 Explorer Boulevard Huntsville, AL 35806
<b>Telephone:</b>	970-482-2216
<b>Fax:</b>	
<b>E-mail:</b>	Darrell.rogers@adtran.com

**Washington State**

<b>Name:</b>	Neva Peckham
<b>Address:</b>	1500 Jefferson Street SE/ PO Box 41411
<b>Telephone:</b>	(360) 407-9411
<b>Fax:</b>	(360) 586-2426
<b>E-mail:</b>	neva.peckham@des.wa.gov

The Parties will keep and maintain current at all times a primary point of contact for administration of this *Participating Addendum*.

**WSCA-NASPO DATA COMMUNICATIONS  
WASHINGTON PARTICIPATING ADDENDUM  
WSCA Master Agreement No: AR607  
Washington Contract No: 01114**

**4. PARTICIPATION**

Use of specific WSCA-NASPO cooperative contracts by agencies, political subdivisions and other entities (including cooperatives) authorized by an individual state's statutes to use state of Washington contracts are subject to the prior approval of the respective State Chief Procurement Official. Issues of interpretation and eligibility for participation are solely within the authority of the State Chief Procurement Official.

**5. ACQUISITION AUTHORITY**

The Washington State Department of Enterprise Services (DES), issues this Participating Addendum acting under the authority of the Revised Code of Washington (RCW) 39.26 which regulates the manner in which state agencies may acquire services.

**5.1 Minority and Women's Business Enterprises (MWBE)**

In accordance with the legislative findings and policies set forth in RCW 39.19, the State of Washington encourages participation in all of its contracts by minority and woman-owned businesses firms certified by the Office of Minority and Women's Business Enterprises (OMWBE). While the state does not give preferential treatment, it does seek equitable representation from the minority and women's business community. In addition, the state welcomes participation by self-identified minority and woman-owned firms and strongly encourages such firms to become certified by OMWBE.

Participation may be either on a direct basis in response to this solicitation or as a subcontractor to a Contractor. However, unless required by federal statutes, regulations, grants, or contract terms referenced in the original solicitation, no preference will be included in the evaluation of bids, no minimum level of MWBE participation is required as a condition for receiving an award, and bids will not be evaluated, rejected or considered non-responsive on that basis.

Any affirmative action requirements set forth in federal regulations or statutes included or referenced in the original solicitation will apply. Bidders are encouraged to contact OMWBE for information on becoming a certified firm as set forth in Washington Administrative Code (WAC) Chapters 326-02 and 326-20; or for information on other certified firms for potential sub-contracting arrangements. Nothing in this section is intended to prevent or discourage bidders from inviting participation from non-MWBE firms as well as MWBE firms. Prior to performance, an awarded bidder that is a MWBE or intends to use MWBE subcontractors is encouraged to identify the participating firm(s) to DES.

**5.2 Liens, claims and encumbrances**

All materials, equipment, supplies and/or services shall be free of all liens, claims, or encumbrances of any kind, and if DES or the purchaser requests, a formal release of same shall be delivered to the respective requestor.

**5.3 Contract administration**

**5.3.1 State contract administrator**

DES will appoint a single point of contact that will be the Contract Administrator for this contract and will provide contract oversight. The Contract Administrator will be the principal contact for the

**WSCA-NASPO DATA COMMUNICATIONS  
WASHINGTON PARTICIPATING ADDENDUM  
WSCA Master Agreement No: AR607  
Washington Contract No: 01114**

Contractor for business activities under this contract. DES will notify Contractor, in writing, when there is a new Contract Administrator assigned to this contract.

**5.3.2 Administration of term contract**

DES may maintain contract information and pricing and make it available on DES's web site. The contract prices are the maximum price Contractor can charge. The Contractor may also offer volume discounts to purchasers.

**5.4 Contractor supervision and coordination**

Contractor shall:

- a. Competently and efficiently supervise and coordinate the implementation and completion of all contract requirements specified herein.
- b. Identify the Contractor's Authorized Representative, who will be the principal point of contact for DES concerning Contractor's performance under this contract.
- c. Immediately notify the Contract Administrator in writing of any change of the designated Authorized Representative assigned to this contract.
- d. Be bound by all written communications given to or received from the Contractor's Authorized Representative.

Violation of any provision of this section may be considered a material breach establishing grounds for contract termination.

**5.5 Statewide Payee Desk**

Contractors must register with the Statewide Payee Desk, maintained by DES, in order to be paid for contract sales. Washington state agencies cannot make payments to a Contractor until it is registered. Registration materials are available here: [Receiving Payment from the State](#).

**5.6 Management fee**

Contractor will pay a management fee of 0.74 percent to DES on all state contract sales. The management fee must be rolled into the Contractor's current pricing, and not shown as a separate line item on an invoice.

DES may increase, reduce or eliminate the management fee, and reserves the right to negotiate contract pricing with the Contractor when adjustment of the management fee might justify an increase in pricing. Written notifications of the management fee by DES become effective for new purchases or new change orders to existing purchases 30 calendar days after notification unless DES grants additional time.

The state reserves the right to audit, or have a designated third party audit, applicable records to ensure that the state has been properly invoiced and all management fees have been paid. Failure to accurately report total net sales, to submit a timely usage report, or remit timely payment of the management fee may be cause for contract termination, the charging of interest or penalties, or the exercise of other remedies provided by law.

**WSCA-NASPO DATA COMMUNICATIONS  
WASHINGTON PARTICIPATING ADDENDUM  
WSCA Master Agreement No: AR607  
Washington Contract No: 01114**

The management fee does not include or supersede fee terms owed to other entities such as the Western States Contracting Alliance (WSCA), National Association of State Procurement Officials (NASPO) or governmental entities other than the state of Washington.

Management fee payment must reference the contract number, work request number (if applicable), the year and quarter for which the management fee is being remitted, and the Contractor's name as it is known to DES, if not already included on the face of the check. All payments are sent to:

Washington State Department of Enterprise services  
Finance Department  
1500 Jefferson St. S.E.  
PO Box 41460  
Olympia, WA 98504-1460

**5.7 Contract sales report**

The management fee will be based on total contract usage (sales), which must be reported quarterly by the Contractor in the Contract Sales Reporting System. DES will provide a login password and a vendor number.

For each report, Contractor must identify every purchaser who has made purchases during the reporting period. The "Miscellaneous" option may be used only with prior approval by DES, and use of this option without prior approval by DES may be cause for contract termination. Refer sales reporting questions to the Contract Administrator.

Due date: Reports must be submitted electronically within 30 days after the end of the calendar quarter: no later than April 30, July 31, October 31 and January 31.

Failure to provide reports in accordance with the schedule above may be cause for contract termination.

**5.8 Other required term contract reports**

DES may require the Contractor to provide a detailed annual contract sales history report. This report, if requested, will include at a minimum, but is not limited to: product description, part number or other product identifier, per unit quantities sold, and contract price. This report must be provided to DES in an electronic format that can be read by MS Excel. Unless the solicitation specifies otherwise, all other required reports will be designed and approved by the parties by mutual agreement.

**5.9 Common vendor-registration and bid-notification system**

Contractor shall be registered in Washington's Electronic Business Solution (WEBS), the state's common vendor-registration and bid-notification system. Contractors already registered need not re-register. It is the sole responsibility of Contractor to properly register and maintain an accurate vendor profile.

## **5.10 Contractor qualifications and requirements**

DES reserves the right to require receipt of proof of compliance with any of the requirements in this section within 10 calendar days from the date of request, and to terminate this contract as a material breach for noncompliance with any requirement of this paragraph. Contractor shall maintain compliance with these requirements throughout the life of this contract.

### **5.10.1 Qualified and established business**

Prior to performance, or prior to that time if required by DES, law or regulation, Contractor must be an established business with all required licenses, fees, bonding, facilities, equipment, and trained personnel necessary to meet all requirements and perform the work as specified in the solicitation

### **5.10.2 Authorized Service Provider and product Reseller certifications**

Upon request, Contractor must provide evidence of its status as an authorized service provider or product reseller. Contractor shall maintain its authorized service provider or product reseller status for the initial term and any extensions of the resulting contract. If this status is discontinued, this contract may be terminated.

### **5.10.3 Dealer authorization**

The Contractor shall maintain dealer authorization from the manufacturer consistent with the requirements outlined in the original solicitation

### **5.10.4 Assignment**

Contractor shall not assign or otherwise transfer its obligations or any claim arising under this contract without the prior written consent of DES. Such consent will not be unreasonably withheld. Contractor shall provide a minimum of 30 calendar days advance notification of intent to assign or otherwise transfer its obligations under this contract. Violation of this provision may be considered a material breach and be grounds for contract termination. Assignment or transfer of contract shall not relieve the Contractor from its responsibilities and obligations under the contract.

### **5.10.5 Contractor authority and infringement**

Under this contract, Contractor is authorized to sell only those materials, supplies, services and/or equipment as stated herein and allowed for by the contract provisions. Contractor shall not misrepresent to purchasers that they have the contract authority to sell any other materials, supplies, services and/or equipment. Further, Contractor may not intentionally infringe on other established state contracts.

### **5.10.6 Hours of labor**

In compliance with RCW 49.28, Contractor agrees that no worker, laborer, or mechanic in the employ of the Contractor or subcontractor shall be permitted or required to work more than eight hours in any one calendar day, or 40 hours in any one calendar week. However, in cases of extraordinary emergency such as danger to life or property, the hours of work may be extended but in such cases the rate of pay for time employed in excess of the above shall be at the prevailing overtime rate of pay. Except, contracts will not require the payment of overtime rates for the first two hours worked in

**WSCA-NASPO DATA COMMUNICATIONS  
WASHINGTON PARTICIPATING ADDENDUM  
WSCA Master Agreement No: AR607  
Washington Contract No: 01114**

excess of eight hours per day when the employer has obtained the employee's agreement (as defined in WAC 296-127-022) to work a four-day, ten-hour work week.

**5.10.7 Materials and workmanship**

The Contractor is required to furnish all materials, supplies, equipment and/or services necessary to perform contractual requirements. Materials, supplies, equipment and/or services used in the performance of this contract shall conform to all applicable federal, state, and local codes, regulations and requirements for such equipment, specifications contained herein, and the normal uses for which intended. Materials, supplies, and equipment shall be manufactured in accordance with the best commercial practices and standards for this type of materials, supplies, and equipment.

**5.10.8 Hazardous materials**

Consistent with WAC 296-839, all manufacturers and distributors of hazardous substances, including any of the items listed in this contract, must include a complete material safety data sheet (MSDS) for each hazardous material. Additionally, each container of hazardous materials must be appropriately labeled with:

- The identity of the hazardous material,
- Appropriate hazard warnings, and
- Name and address of the chemical manufacturer, importer, or other responsible party

The Department of Labor and Industries may levy appropriate fines for noncompliance and agencies may withhold payment pending receipt of a legible copy of MSDS. It should be noted that OSHA Form 20 is not acceptable in lieu of this requirement unless it is modified to include appropriate information relative to "carcinogenic ingredients" and "routes of entry" of the product(s) in question.

**5.11 Payment**

**5.11.1 Advance payment prohibited**

No advance payment shall be made for the products and services furnished by Contractor under this contract.

Notwithstanding the above, maintenance payments, if any, may be made on a quarterly basis at the beginning of each quarter.

**5.11.2 Payment**

Payment is the sole responsibility of, and will be made by, the purchaser.

Under Chapter 39.76 RCW, if purchaser fails to make timely payment(s), Contractor may invoice for 1 percent per month on the amount overdue or a minimum of \$1. Payment will not be considered late if a check or warrant is mailed within the time specified. If no terms are specified otherwise in the solicitation, net 30 days will automatically apply.

Payment(s) made in accordance with contract terms shall fully compensate the Contractor for all risk, loss, damages or expense of whatever nature and acceptance of payment shall constitute a waiver of all claims submitted by Contractor.

**WSCA-NASPO DATA COMMUNICATIONS  
WASHINGTON PARTICIPATING ADDENDUM  
WSCA Master Agreement No: AR607  
Washington Contract No: 01114**

Payment for materials, supplies and/or equipment received and for services rendered shall be made by purchaser and be redeemable in U.S. dollars. Unless otherwise specified, the purchaser's sole responsibility shall be to issue this payment. Any bank or transaction fees or similar costs associated with currency exchange procedures or the use of purchasing/credit cards shall be fully assumed by the Contractor.

Note: when the state has been overcharged or otherwise reimbursed, the purchaser may elect to have either direct payments or written credit memos issued. If the Contractor fails to make timely payment(s) or issuance of credit memos, the purchaser may impose a 1% per month on the amount overdue 30 days after notice to the Contractor.

**5.11.3 Invoicing and discounts**

Contractor must provide a properly completed invoice to purchaser. All invoices are to be delivered to the address indicated in the purchase order.

Each invoice must be identified by the associated contract number; the Contractor's statewide vendor registration number assigned by the Washington State Office of Financial Management (OFM), the applicable purchaser's order number, and must be in U.S. dollars. Invoices must be prominently annotated by the Contractor with all applicable prompt payment and/or volume discount(s) and shipping charges unless otherwise specified in the solicitation.

Invoices for payment will accurately reflect all discounts due the purchaser. Invoices will not be processed for payment, nor will the period of prompt payment discount commence, until receipt of a properly completed invoice denominated in U.S. dollars and until all invoiced items are received and satisfactory performance of Contractor has been accepted by the purchaser. If an adjustment in payment is necessary due to damage or dispute, any prompt payment discount period shall commence on the date final approval for payment is authorized.

**5.12 Taxes, fees and licenses**

**5.12.1 Taxes**

Where required by statute or regulation, the Contractor shall pay for and maintain in current status all taxes that are necessary for contract performance. Unless otherwise indicated, the purchaser agrees to pay State of Washington taxes on all applicable materials, supplies, services and/or equipment purchased. No charge by the Contractor shall be made for federal excise taxes and the purchaser agrees to furnish Contractor with an exemption certificate where appropriate.

**5.12.2 Collection of retail sales and use taxes**

In general, contractors engaged in retail sales activities within the State of Washington are required to collect and remit sales tax to Department of Revenue (DOR). In general, out-of-state contractors must collect and remit "use tax" to Department of Revenue if the activity carried on by the seller in the State of Washington is significantly associated with Contractor's ability to establish or maintain a market for its products in Washington. Examples of such activity include where the Contractor either directly or by an agent or other representative:

**WSCA-NASPO DATA COMMUNICATIONS**  
**WASHINGTON PARTICIPATING ADDENDUM**  
WSCA Master Agreement No: AR607  
Washington Contract No: 01114

- Maintains an in-state office, distribution house, sales house, warehouse, service enterprise, or any other in-state place of business;
- Maintains an in-state inventory or stock of goods for sale;
- Regularly solicits orders from purchasers located within the State of Washington via sales representatives entering the State of Washington;
- Sends other staff into the State of Washington (e.g. product safety engineers, etc.) to interact with purchasers in an attempt to establish or maintain market(s); or
- Other factors identified in WAC 458-20.

**5.12.3 Department of Revenue registration for out-of-state contractors**

Out-of-state contractors meeting any of the above criteria must register and establish an account with the Department of Revenue. Refer to WAC 458-20-193, and call the Department of Revenue at 800-647-7706 for additional information. When out-of-state contractors are not required to collect and remit "use tax," purchasers located in the State of Washington are responsible for paying this tax, if applicable, directly to the Department of Revenue.

**5.12.4 Fees/Licenses**

After award of contract, and prior to commencing performance under the contract, the Contractor shall pay for and maintain in a current status any licenses, fees, assessments, permit charges, etc., which are necessary for contract performance. It is the Contractor's sole responsibility to maintain licenses and to monitor and determine any changes or the enactment of any subsequent regulations for said fees, assessments, or charges and to immediately comply with said changes or regulations during the entire term of this contract.

**5.12.5 Customs/Brokerage Fees**

Contractor shall take all necessary actions, including, but not limited to, paying all customs, duties, brokerage, and/or import fees, to ensure that materials, supplies, and/or equipment purchased under the contract are expedited through customs. Failure to do so may subject Contractor to remedies available by law or contract. Neither DES nor the purchaser will incur additional costs related to Contractor's payment of such fees.

**5.12.6 Taxes on invoice**

Contractor shall calculate and enter the appropriate state and local sales tax on all invoices. Tax is to be computed on new items after deduction of any trade-in in accordance with WAC 458-20-247.

**5.12.7 Overpayments to Contractor**

Contractor shall refund to purchaser the full amount of any erroneous payment or overpayment under this contract within 30 days' written notice. If Contractor fails to make timely refund, purchaser may charge Contractor 1 percent per month on the amount due, until paid in full.

**5.13 Ownership of Data**

The state of Washington or any user of the Contract shall own all rights, title and interest in its data as it relates to the services provided by this Contract.

**WSCA-NASPO DATA COMMUNICATIONS  
WASHINGTON PARTICIPATING ADDENDUM  
WSCA Master Agreement No: AR607  
Washington Contract No: 01114**

The Contractor, also referred to herein as "Service Provider," will make the state of Washington's data and processes available to third parties only with the express written permission of the state.

**5.14 Clearing of Data**

When requested by the state of Washington, the Service Provider must destroy all requested data in all of its forms, disk, CD / DVD, tape, paper, for examples. Data shall be destroyed according to National Institute of Standards and Technology (NIST) approved methods and certificates of destruction must be provided to the state of Washington.

**5.15 Location of Data Storage**

The Service Provider shall not store or transfer state of Washington data outside of the United States.

**5.16 Return of Data**

In the event of termination of the Contract, the Service Provider shall implement an orderly return of state of Washington assets and their subsequent secure disposal. During any period of suspension, the Service Provider will not take any action to intentionally erase any state of Washington Data.

**5.17 Security of Data**

The Service Provider must inform the state of Washington of any security breach or detection of any suspicious intrusion that is or has occurred that jeopardizes the state of Washington data or processes. This notice must be given to the state of Washington within 48 hours of its discovery. Full disclosure of the assets that might have been jeopardized must be made. In addition, the Service Provider must inform the state of Washington of the actions it is taking or will take to reduce the risk of further loss to the state. If the breach requires public notification, all communication shall be coordinated with the state of Washington.

The Service Provider shall: ensure that state information is protected with reasonable security measures, promote and maintain among the Service Provider's employees and agents an awareness of the security needs of the state's information, safeguard the confidentiality, integrity, and availability of state information and ensure that appropriate security measures are put in place to protect the Service Provider's internal systems from intrusions and other attacks.

The Service Provider shall not knowingly utilize any staff (including sub-contractors) to fulfill the obligations of the Contract who has been convicted of a felony or class A misdemeanor.

The Service Provider will not access state of Washington User accounts, or state of Washington Data, except (i) in the course of data center operations, (ii) response to service or technical issues or (iii) at state of Washington's written request.

The Service Provider must encrypt all non-public data in transit to the cloud. In addition, the Service Provider will comply with its internal data security procedures, which are based on the ISO/IEC 27001 standard for information security management systems as applicable to Service Provider's business. Service Provider will protect Category 1 and Category 2 data.

Contractor's failure to comply with the provisions of this Section 5.17 shall constitute a material breach establishing grounds for contract termination.

### **5.18 Additional Roles**

The Service Provider shall disclose to the state of Washington a description of their roles and responsibilities related to electronic discovery, litigation holds, discovery searches and expert testimonies. The Service Provider shall disclose its process for responding to subpoenas, service of process and other legal requests.

### **5.19 Lease Agreement**

**NOTE:** Contractor's Master Agreement allows for leasing under Section 22. The terms and conditions of the capital lease financing arrangement will be separately negotiated and set forth by ADTRAN fulfillment partners or their designated approved financing partner. Insert a statement about whether or not equipment lease agreement terms and conditions included in the Master Agreement have been approved for use by the Participating State and any restrictions or requirements for the use of the lease agreement language in the Master Agreement. Washington State agencies must follow the rules and guidelines for capital leases Washington State Treasurer's Office.

## **6. INDEMNIFICATION**

Contractor, at its expense, shall defend, indemnify, and save DES and Purchaser harmless from and against any claims against DES or Purchaser that any Product supplied hereunder, or Purchaser's use of the Product within the terms of this Contract, infringes any patent, copyright, trade secret, trademark, or other similar proprietary right of a third party worldwide. Contractor shall pay all costs of such defense and settlement and any penalties, costs, damages and attorneys' fees awarded by a court or directly incurred by DES or Purchaser provided that DES or Purchaser:

- a) Promptly notifies Contractor in writing of the claim, but DES' or Purchaser's failure to provide timely notice shall only relieve Contractor from its indemnification obligations if and to the extent such late notice prejudiced the defense or resulted in increased expense or loss to Contractor; and
- b) Cooperates with and agrees to use its best efforts to encourage the Office of the Attorney General of Washington to grant Contractor sole control of the defense and all related settlement negotiations.

If such claim has occurred, or in Contractor's opinion is likely to occur, DES and Purchaser agree to permit Contractor, at its option and expense, either to procure the right to continue using the Product or to replace or modify the same so that they become non-infringing and functionally equivalent.

Contractor has no liability for any claim of infringement arising solely from:

- a) Contractor's compliance with any designs, specifications or instructions of Purchaser;
- b) Modification of the Product by Purchaser or a third party without the prior knowledge and approval of Contractor;
- c) Use of the Product in a way not specified by Contractor; or,
- d) Use of the Product with equipment not supplied by Contractor;

## **7. CONFIDENTIALITY, NON-DISCLOSURE AND INJUNCTIVE RELIEF**

All submission become public records and will be disclosed upon request as required by law 42.56 RCW, the Public Records Act (PRA).

All proprietary information, confidential information or trade secrets ("confidential content") contained in a bid submission must be clearly identified. A bidder must clearly identify each and every page containing

**WSCA-NASPO DATA COMMUNICATIONS  
WASHINGTON PARTICIPATING ADDENDUM  
WSCA Master Agreement No: AR607  
Washington Contract No: 01114**

confidential content by clearly and conspicuously printing the word "Confidential" on the lower right hand corner of the page.

DES will not honor marking of the entire Proposal, entire sections of a Proposal or the pricing or financial information as Confidential.

To the extent consistent with the PRA, DES shall maintain the confidentiality of Bidder's clearly identify confidential content.

If a request is made to view confidential content, DES will notify Bidder of the request and of the date ("disclosure date") that the confidential content will be disclosed to the requester unless:

1. Bidder obtains a court order enjoining that disclosure or
2. Bidder and Requester independently agree on the extent of the disclosure. Any such independent agreement between bidder and requestor must be sent to DES by an authorized corporate officer of the requester prior to the disclosure date

Unless Bidder obtains a court order enjoining disclosure, DES will disclose the requested information on the disclosure date.

**8. RECORDS RETENTION**

The Contractor will maintain, or require the maintenance of all records necessary to properly account for the payments made to the Contractor for costs authorized by this Participating Addendum. These records will be retained by the Contractor for at least six years after the Participating Addendum terminates or until all audits initiated within the six years have been completed, whichever is later. The Contractor agrees to allow WSCA-NASPO, State and Federal auditors, and state agency staff access to all the records of this Participating Addendum and any order placed under this Participating Addendum, for audit and inspection, and monitoring of services. Such access will be 1) with at least ten (10) business days advance written notice, during normal business hours, 2) shall not unduly interrupt or interfere with Contractor's normal business operations, and 3) in the event that such audit is conducted by a third party, such third party shall, prior to conducting such audit, execute a confidentiality agreement for the benefit of the Contractor in a form reasonably satisfactory to Contractor.

**9. TERMINATION**

This Participating Addendum may be terminated in accordance on the same terms as set forth in the WSCA Master Agreement.

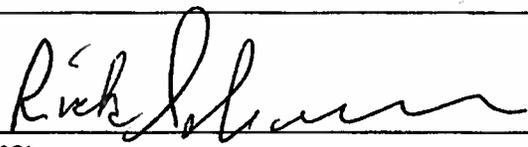
**10. SUBCONTRACTORS**

All Contractor's Fulfillment Partners, as defined in the Master Agreement, authorized in the State of Washington, as shown on the dedicated Contractor's (cooperative contract) website, are approved to provide sales and service support to participants in the WSCA-NASPO Master Price Agreement, e.g. for direct order taking, processing, fulfillment or provisioning. The Fulfillment Partners' participation will be in accordance with the terms and conditions set forth in the aforementioned Master Agreement.

Subject to approval of the Participating State/Entity, and at the sole discretion of Contractor, Contractor may add Fulfillment Partners at any time during the term of this Participating Addendum. Contractor may designate a minimum of two Fulfillment Partners and no set maximum number of Fulfillment Partners to provide sales and services support. Contractor, in its sole discretion, is not required to add, and may delete

**WCSA-NASPO DATA COMMUNICATIONS  
 WASHINGTON PARTICIPATING ADDENDUM  
 WCSA Master Agreement No: AR607  
 Washington Contract No: 01114**

IN WITNESS WHEREOF, the parties have executed this Participating Addendum as of the date of execution by both parties below.

State of Washington Department of Enterprise Services	Contractor: Adtran, Inc.
By:  7/2/14	By: 
Name: Neva Peckham	Name: Rick Schansman
Title: Contracts Specialist	Title: Sr. VP / GM EN Division
Date: 7/2/14	Date:
Name: Dale Colbert	
Title: Unit Manager	
Date:	
Name:  Christine Warnock	
Title: State Purchasing Agent	
Date: 7/8/14	

IN WITNESS WHEREOF, the parties have executed this Addendum as of the date of execution by both parties below.

Participating State:	Contractor:
By:	By:
Name:	Name:
Title:	Title:
Date:	Date:

[Additional signatures as required by Participating State]