AGREEMENT FOR PURCHASE AND SALE OF GOODS

THIS AGREEMENT FOR PURCHASE AND SALE OF GOODS (the "Agreement") is made this 18th day of November, 2005, by and between Gateway Companies, Inc., whose address is 610 Gateway Drive, PO BOX 2000, North Sioux City, SD 57049 ("Seller") and THE CITY OF NAPLES, a Florida municipal corporation, the address of which is 735 Eighth Street South, Naples, Florida 34102 ("Buyer"). In consideration of the mutual covenants and agreements hereinafter set forth herein, and for other good and valuable consideration, the receipt and sufficiency of which are hereby mutually acknowledged, Buyer and Seller agree as follows:

1. **Description of Goods; Sale and Delivery**. Seller shall sell, transfer, and deliver to Buyer the goods described on the Description/Proposal attached hereto and made a part of as Exhibit "A" subject to such terms as are set forth in the Description/Proposal and in this Agreement.

2. <u>Acceptance; Purchase</u>. Buyer shall accept the goods and **pay an amount not-to-exceed \$22,440.00** in accordance with the terms of this Agreement.

3. <u>Identification of Goods</u>. Identification of the goods shall not be deemed to have been made until both Buyer and Seller have agreed that the goods in question are to be appropriate to the performance of this Agreement.

4. **<u>Rate and Time of Payment</u>**. Unless otherwise specified, Buyer shall make payment to Seller for the goods within 30 days after the goods are received by Buyer.

5. <u>Receipt of Goods</u>. The goods shall be deemed received by Buyer when delivered to Buyer at **City of Naples, 295 Riverside Circle, Naples, Florida 34102**. Delivery of the goods to Buyer shall occur on a business day and shall not occur after 3:15 p.m. on the delivery day.

6. <u>**Risk of Loss**</u>. The risk of loss from any casualty to the goods, regardless of the cause, shall be on Seller up to the time of receipt of the goods by Buyer at the place of delivery, but only after any proper inspection has been completed without rejection of the goods. Thereafter, such risk shall be on Buyer, including any goods thereafter returned to Seller until their receipt by Seller.

7. <u>Warranty Against Encumbrances</u>. Seller warrants that the goods are now free, and at the time of delivery shall be free, from any security interest or other lien or encumbrance.

8. <u>Warranty of Title</u>. Seller warrants that at the time of signing this Agreement, Seller neither knows, nor has reason to know, of the existence of any outstanding title or claim of title hostile to the rights of Seller in the goods.

9. **Product Warranty.** Seller provides general warranties of fitness and general warranties that the goods are free from defects, for 1 year from acceptance of the goods, except as may otherwise be set forth in the Description/Proposal, or other attached warranty.

10. <u>**Right of Inspection**</u>. Buyer shall have the right to inspect the goods at the time and place of delivery, and within 5 business days after delivery, Buyer must give notice to Seller of any claim for damages on account of the condition, quality, or grade of the goods, and Buyer must specify in detail the basis of such claim. The failure of Buyer to comply with these conditions shall constitute irrevocable acceptance of the goods by Buyer.

Revised 7/7/03

11. **Procedure as to Rejected Goods**. On receipt of notification of rejection, Seller will immediately arrange to receive back the goods for shipment and return. However, within 5 days, Seller may have an agent inspect such goods for nonconformity; otherwise, such inspection will be made on return to Seller's storage facility. When such goods are confirmed or acquiesced in as nonconforming, Seller will ship conforming goods within 30 days of the notice of rejection unless Buyer earlier notifies Seller to forgo such shipment.

12. <u>Governing Law</u>. The parties acknowledge that the transaction that is the subject matter of this Agreement bears a reasonable relation to the State of Florida and agree that the law of the State of Florida will govern their rights and duties. The parties specifically intend that the provisions of Article 2 of the Florida Uniform Commercial Code will control as to all aspects of this Agreement and its interpretation, and that all the definitions contained therein will be applicable to this Agreement except where this Agreement may expressly provide otherwise.

13. **Notices and Address of Record**. All notices required or made pursuant to this Agreement to be given by Seller to Buyer shall be in writing and shall be delivered by overnight courier, by hand or by United States Postal Service Department, first class mail service, postage prepaid, return receipt requested, addressed to the following:

To Buyer:

City of Naples Attention: Dr. Robert E. Lee, City Manager 735 Eighth Street South Naples, Florida 34102-3796

All notices required or made pursuant to this Agreement to be given by Buyer to Seller shall be made in writing and shall be delivered by overnight courier, by hand or by the United States Postal Service Department, first class mail service, postage prepaid, return receipt requested, addressed to the following:

> To Seller: Gateway Companies, Inc. 610 Gateway Drive PO BOX 2000 North Sioux City, SD 57049 Attention: Brad Danke, Account Executive

Either party may change its address of record by written notice to the other party given in accordance with requirements of this Article.

15. <u>Counterparts</u>. This Agreement may be executed in any number of counterparts, each of which shall be deemed to be an original as against any party who signature appears thereon and all of which shall together constitute one and the same instrument.

16. <u>Effective Date</u>. This Agreement shall take effect on the day of execution by the last party to execute this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement on the day first written above.

ATTEST:

"SELLER": **Gateway Companies, Inc.**

(Corporate Seal)

(Print Name: _____

By: ______Authorized Representative

ATTEST:

"BUYER"

City of Naples, Florida

By:

Tara A. Norman, City Clerk

By: Dr. Robert E. Lee, City Manager

Approved as to form and legal sufficiency:

By: ________Robert D. Pritt, City Attorney

Exhibit A



610 Gateway Drive North Sioux City, SD 57049 Phone: 800.779.2000 Fax: 605.232.2023

Account Executive: Brad Danke Phone: (800) 846-2042 x25944 Fax: (605) 232-2715 E-Mail: brad.danke@gateway.com Contract Number: Florida #250-000-03-1 Company Name: City of Naples Attention: STEVE WEEKS Address: 735 8th St S, Naples, FL 34102 Phone: (239) 213-5101 Fax: (941) 434-4659 E-Mail: sweeks@naplesgov.com GW Quote #: 1109409-SP Quote Date: 11/09/05 13:18 CST

Profile 5.5

System Quote

Part Number: 1008389 Operating System: Microsoft® Windows® XP Professional Edition (SP2) Operating System Software Backup Media: Microsoft® Windows® XP Professional (SP2) Backup CD Application Software Backup Media: Nero 6 Suite Backup Media (requires CD-RW drive), Power DVD Backup Media (requires DVD-ROM or DVD-RW drive) Drivers Backup Media: Profile 5.5 Drivers and Applications CD AntiVirus Software: Norton AntiVirus 90 day introductory offer Processor: Intel® Pentium® 4 Processor 640 with HT Technology (3.20GHz, 800MHz FSB, 2MB L2 cache) Chipset: Intel® 915G Memory: 1024MB DDR SDRAM (2-512MB modules) Hard Drive: 160GB Serial ATA150 7200rpm hard drive w/ 8MB cache Floppy Drive: 1.44MB 3.5" floppy diskette drive Optical Drive: 24x/24x/24x CD-RW / 8x DVD combo drive Expansion Slots: One Type II PC Card with Cardbus support External Ports: (6) USB 2.0 ports (2 side, 4 rear), (1) Serial (back), (1) Parallel, (2) PS/2, (2) IEEE 1394 (FireWire) Side, VGA-Out (back, on ATI graphics configurations), VGA-In (back) Input/Output Jacks: Line In, Line Out and Mic (back), Headphone and Mic (front) Recycling Fee: My order is not shipping to California - no recycling fee required Screen: 19" LCD flat panel display (1280 x 1024) Video: Integrated Intel® Graphics Media Accelerator 900 with up to 128MB shared video memory Keyboard and Mouse: USB 104+ keyboard and Logitech USB Optical Wheel Mouse Multimedia Package: Realtek ALC250 2-channel AC'97 audio Speakers: 2-piece 3-watt internal speakers Modem/Wireless: 802.11b/g wireless networking card Network Adapter: Integrated Marvell 10/100/1000 Ethernet adapter Extended Service Plan Including Limited Warranty: Desktop Total Protection Plan -- 4 year part/labor/on-site/4 year technical support w/ 4 year GPA Accidental Damage Protection: Four years accidental damage protection LANDesk Software: Intel® LANDesk Client Manager Software v6.3

System Quantity: 15 Configured Price (including S&H): US \$1,496.00 Delivered Price (including S&H): US \$22,440.00