# PALM BEACH COUNTY BOARD OF COUNTY COMMISSIONERS AGENDA ITEM SUMMARY

### Meeting Date: September 13, 2011

[X] Consent[ ] Regular[ ] Public Hearing[ ] Workshop

Department:

**Submitted by:** Information Systems Services **Submitted for:** Information Systems Services

### I. EXECUTIVE BRIEF

Motion and Title: Staff recommends motion to approve: Supplemental Service Order Request with Florida LambdaRail (FLR) to increase commodity internet service capacity from 75 megabytes (MB) to 540 MB and to reduce commodity internet service unit pricing from \$36 per MB to \$15 per MB, all applicable to Affiliate Connection Agreement (R2008-0674), effective January 1, 2011 for an increase in FY 2011 of \$64,800 and a new annual cost of \$128,011.

**Summary:** On April 15, 2008, the County entered into an Affiliate Connection Agreement with Florida LambdaRail, LLC to obtain high-speed, high bandwidth optical network services to support the needs of the County and other governmental, educations and non-profit entities participating in the Palm Beach County Regional Network. In the intervening three (3) years, the capacity needs of the County and its customers has grown beyond the original system specification. During the same period, the FLR Board of Directors made decisions which changed the basic pricing model for this service. This agenda item will address and correct these changes beginning January 1, 2011. Countywide (PFK).

**Background and Justification:** The County's fiber optic network and connection to the LambdaRail is a valuable resource offered to all qualifying organizations, including government, education, health care, and non-profits. The Florida LambdaRail is a non-profit broadband network created to facilitate advanced research, education, and economic development activities in the State of Florida. This statewide network interconnects ten of the state universities and is jointly owned by these same universities, including Florida Atlantic University and Palm Beach State College.

A portion of this expanded service will allow the County to provide the same high-speed, highquality Internet II service to new County network partners including Florida Atlantic University (Jupiter Campus), Max Planck Institute and Scripps.

### Attachments:

- 1. 2 Originals, Supplemental Service Order Request
- 2. Letter from Sandra Swearingen, CFO FLR, dated May 11, 2011, discussing and resolving rate error
- 3. Copy, Affiliate Connection Agreement, R2008-0674

Recommended By:	Steve Bordelon	9/6/2011
	Department Director	Date
Approved By:	County Administrator	9 9] (1 Date

# H. FISCAL IMPACT ANALYSIS

# A. Five Year Summary of Fiscal Impact

Fiscal Years	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Capital Expenditures Operating Costs	0 \$64,800	0 \$128,011	0 \$128,011	0 0	0 0
External Revenues Program Inc (County) In-Kind Match (County)	$\frac{\underline{0}}{\underline{0}}$ $\underline{0}$	$\frac{\underline{0}}{\underline{0}}$	$\frac{\underline{0}}{\underline{0}}$	$\frac{\underline{0}}{\underline{0}}$	<u>0</u> <u>0</u> <u>0</u>
NET FISCAL IMPACT	<u>\$64,800</u>	<u>\$128,011</u>	<u>\$128,011</u>		
# Additional FTE Positions (Cumulative)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Is Item Included in Current Budget	Yes _2	<u>K</u> No_			

Budget Acct Number(s): Fund 0001 Dept. 490 Unit 1303 Object 4101

B. Recommended Sources of Funds / Summary of Fiscal Impact

C. Department Fiscal Review:

III. <u>REVIEW COMMENTS</u>

A. OFMB Fiscal(and/or Contract Dev. & Control Comments:

OFMB 8.30-11

**B. Legal Sufficiency:** 

8/11 torney Assistant Cour

# **C: Other Department Review:**

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Department Director

Fiscal impact of \$64,800 is comprised of \$48,600 retroactive billing to Jan. 1, 2011 and rate increase impact through Sept. 30, 2011 of \$16,200.

Contract Administration 9-6-11 B. Wheeler

THIS SUMMARY IS NOT TO BE USED AS A BASIS FOR PAYMENT.

Florida LambdaRail, LLC 2509 Barrington Circle, #105 Tallahassee, FL 32309 Phone: (850) 385-1250 FEIN: 20-0377087 Fax: (850) 385-0379

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Florida's Research and Education Network

### **Supplemental Service Order Request**

Date:	July 6, 2011
Quote Number:	FLR-20110706-1
Customer Name	Michael Butler, Director of Network Services
	Palm Beach County ISS
	301 North Olive Avenue
City/State/Zip	West Palm Beach, FL 33041
Phone:	(561) 355-4601
Email:	mbutler@pbcgov.org
Fax:	

		Non-recurri	ng		Recurring	
Customer Requested Services	CDR	Unit Cost	Total	Qty	Monthly	Annual
** Additional Amounts Due **			,			
Refer to May 11, 2011 and May 18, 2011 documents for	r detail e	xplanation				
One-Time Correction - billing errors for the periods of:						
1Qtr2011 (CIS @ \$22.50/meg)	360	22.50	\$ 24,300			
2Qtr2011 (CIS @ \$15/Meg)	540	15.00	\$ 24,300			
CIS - Commodity Internet Services						
CDR - Committed Data Rate						
(7) / 1NT- D	4	1	¢ 49 COO	•		<u>t</u>
Total Non-Recurring: Total Annual Recurring:			\$ 48,600			s -
I trai miliar Rocurring.						Ψ

Total for this Quote

\$ 48,600

IN RECOGNITION OF THEIR AGREEMENT HEREUNDER, INCLUDING THE TERMS AND CONDITIONS SETFORTH IN ATTACHMENT A, THE PARTIES HAVE EXECUTED THIS AGREEMENT AS OF DATE OF THE LAST SIGNATURE BELOW

Date Signed

Name

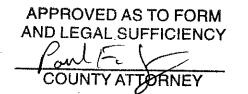
name

Accepted by Karen T. Marcus, Chair

Print name and title

BY. **ISS DIRECTOR** 

Florida LambdaRail, LLC Provider 8/4/11 Date Signed epted by A bandka Sucar Ο Print name and title



# ATTACHMENT A - TERMS AND CONDITIONS

1. FLR and Palm Beach County Government, Florida (hereinafter referred to as "User") entered into that certain Affiliate Connection Agreement dated the 15th day of April, 2008 (hereinafter referred to as the "Agreement"). FLR and User acknowledge and agree additional FLR services may be requested at any time and shall be based upon the current price schedule.

2. Access to Commodity Internet Services (CIS) is based upon a Committed Data Rate (CDR). User obtained additional network services to include an increase in CDR for commodity internet services. Refer to the attached May 11, 2011 and May 18, 2011 documents for detail explanation. This is a one-time correction to billing errors for above-mentioned 2011 quarters.

3. In consideration of the foregoing and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties hereto agree to modify the Agreement to include a CDR of 540 Mbps per month at \$15 per megabit. User will be charged \$15 per megabit for additional usage over the requested CDR.

4. Except as expressly modified by this Supplemental Service Request, the Agreement shall be and remain unchanged and in full force and effect.

# Florida LambdaRail, LLC 040 ju

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Florida LambdaRail, LLC 2509 Barrington Circle Suite 108 Tallahassee, FL 32308-6801

850-385-0302 sandra.swearingen@flrnet.org

# Invoice

DATE	INVOICE
05/18/2011	FY2011-04-25
TERMS	
Net 30	05/31/2011

Plankla's Research and Education Network

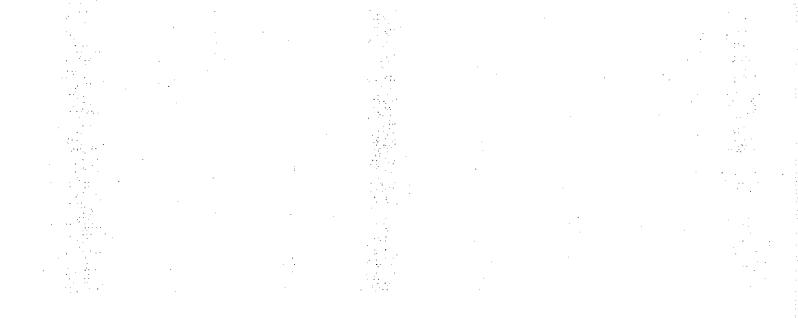


AMOUNT DUE	ENCLOSED
\$48,600.00	

Please detach top portion and return with your payment.

Date	Quantity	Rate	Amount
05/18/2011 Bundled Services for the period 1/1/11 through 3/31/11 - additional	1	24,300.00	24,300.00
amounts due			
05/18/2011 Bundled Services for the period 4/1/11 through 6/30/11 - additional	1	24,300.00	24,300.00
amounts due			
		-	
SunTrust Bank Acct #1000016245523		TOTAL	\$48,600.00
ACH Transfer Information			

ABA 063102152 Wire Transfer Information ABA 061000104





Sandra Swearingen, CPA. Chief Financial Officer Sandra.Swearingen@flmet.org

May 11, 2011

To: Jeff Schilit

From: Sandra Swearingen

Re: County of Palm Beach error in invoicing

As we discussed this morning, below is a brief history of the billing of the County of Palm Beach:

Initially, the account was brought on line with bundled services that included 75 mgs of committed commodity internet service. The County's initial recurring costs were as follows:

Billing information	Annual recurring costs	Quarterly recurring costs
Bundled services	90,220	22,555

The initial billing period started on 10/1/2008. The above costs recurring costs included recovery of capital equipment that was spread out over 3 years at the rate of \$27,009 per year.

In May 2009, two requests were made to increase the amount of commodity internet service and on the following dates these changes were made:

Date of request	Amount of increase	Total CDR per month
5/20/09	75	150
5/28/09	150	300

What should have occurred with the next quarterly billing (July 1, 2009) was an increase in recurring costs which should have been as follows:

Billing information	Annual recurring costs	Quarterly recurring costs
Bundled services including	187,420	46,855
300 CDR per month		

Unfortunately, this was a transition period between the old CFO and myself and those changes were never billed. The County of Palm Beach continued to receive invoices in the original amount of \$22,555 each quarter.

Jeff Schilit Page 2 May 11, 2011

In addition, two other events occurred since the May 2009 increase to CDR:

In January 2010, the FLR Board of Directors approved a revenue neutral change in commodity internet service fees resulted in an increase to County of Palm Beach's commodity internet at no additional charge as follows:

Billing information	Old Monthly CDR	New Monthly CDR
Bundled services	300	360

The second event occurred in February 2011 when the FLR Board of Directors approved another decrease in commodity internet service fees but this time splitting the reduction between an increase in bandwidth and a decrease in recurring costs. The County of Palm Beach's new monthly committed data rate (bandwidth) went from 360 a month to 540 per month. The formula used to calculate the adjustment looked at incremental costs so the calculations of the rate reduction were still based on the initial recurring charges of \$22,555.

While this error is mine and I do not believe we should back bill County of Palm Beach to the date of the initial increase, I do believe I should begin billing them the correct amount starting with the January 1, 2011 invoice.

Billing Period	Billed Amount	Actual Amount	Amount Due
1/1/11 to 3/31/11	22,555	46,855	24,300
4/1/11	14,455	38,755	24,300
Total	37,010	85,610	48,600

The error in billing saved the County of Palm Beach \$145,800 for the 6 quarters we did not bill them at the correct amount so I believe our solution is reasonable.

Let me know if you have any questions. Thanks

Sandra

# R 2008 - n.67Å florida lambdarail affiliate connection agreement

THIS AFFILIATE CONNECTION AGREEMENT (hereinafter referred to as the "Agreement") is made and entered into as of the —— day of APR 1 5 2008008 by and between **FLORIDA LAMBDARALL**, LLC, a Florida limited liability company (hereinafter referred to as "FLR"), and **PALM BEACH COUNTY GOVERNMENT**, **FLORIDA**, a political subdivision organized under the laws of the State of Florida (hereinafter referred to as "Affiliate").

#### RECITALS

A. FLR has constructed a high-bandwith optical network (hereinafter referred to as the "Network") to link Florida's research institutions and provide a network to support large-scale research, education outreach, public/private partnerships and information technology infrastructure.

B. Affiliate desires to connect to the Network and obtain the Network Services (as defined hereinbelow) as an Affiliate participant of FLR, and FLR has agreed to furnish such connection and Network Services to Affiliate as an Affiliate participant, on the terms and subject to the conditions hereinafter set forth.

NOW, THEREFORE, the parties hereto set forth their mutual understandings and agreement as follows:

1. <u>Approval of Affiliate</u>. By its execution hereof, FLR acknowledges and agrees that Affiliate has been approved by the Board of Directors of FLR as an Affiliate participant of FLR.

2. <u>Term of Agreement</u>. Unless sooner terminated as provided hereinbelow, the term of this Agreement and Affiliate's status as an Affiliate participant of FLR shall be for a period of one year. This Agreement shall automatically be renewed annually for five (5) successive one (1) year renewal terms unless either party gives written notice of termination of this Agreement as provided for in paragraph 19 hereinbelow.

3. <u>Connection to Network: Network Services</u>. FLR agrees to provide Affiliate with a connection to the Network and to provide Affiliate with the following service (herein referred to as the "Network Services"):

- (a) access to national research networks (e.g., Internet2, NLR, etc.) for eligible Affiliate network users, such as the Palm Beach County educational institutions, libraries, museums, hospitals;
- (b) access to commercial Internet services;
- (c) provisioning of virtual private networks (VPNs) to enable remote access and private data communications over the state-wide infrastructure; and
- (d) peering with other participants in the Network.

4. <u>Connection Locations</u>. FLR will provide Affiliate with connections to the Network in accordance with that certain Florida LambdaRail Installation Agreement of even date herewith ((hereinafter referred to as the "Installation Agreement").

5. <u>Network Management</u>. Once the connection is established, Affiliate agrees to exercise normal prudent network management and implement normal prudent controls so as to ensure FLR's production services are not disrupted. To the extent permitted by Section 768.28, Florida Statutes, Affiliate covenants and agrees to indemnify, hold harmless and defend FLR from and against any and all claims, liabilities, losses, costs, damages and expenses which FLR may sustain, suffer or incur as a result of Affiliate's failure to exercise normal prudent network management and implement normal prudent controls as required by the immediately preceding sentence.

6. <u>Affiliate Responsibilities</u>. Affiliate shall be responsible for all financial, contractual and physical arrangements related to establishing and maintaining its connections to the Network, including without limitation furnishing its own router and interface hardware and local loops. Affiliate shall also be responsible for complying in every respect with the responsibilities set forth in the FLR Service Level Understanding (SLU) attached hereto as Exhibit "A" and made a part hereof.

7. <u>Charges for Connection to Network and Network Services</u>. The charges described hereinbelow for connection to the Network and the Network Services shall be based upon the FLR price schedule applicable to Affiliate participants as approved by the Board of Directors of FLR from time to time. Affiliate acknowledges and agrees that such price schedule will be periodically reviewed and adjusted by the Board of Directors of FLR. Notice of changes shall be provided to Affiliate prior to the effective date of change. Affiliate covenants and agrees to pay the following charges and fees for connection to the Network and the Network Services:

Affiliate shall pay to FLR an annual recurring (a) Recurring Costs. services fee (hereinafter referred to as the "Services Fee") for FLR. services, which are integrated, into a single package as set forth in Exhibit "B". These services include port charges and support functions required to maintain the Affiliate's connection to the FLR infrastructure for each connection location identified in the Installation Agreement, access (75 Mbps) to the commercial Internet, and use (up to 1 Gbps) of the FLR. Ethernet-based transport facility. Additional services may be requested at any time and shall be based upon the current price schedule. This Services Fee is effective the date the Affiliate initiates use of the FLR. services and shall be due and payable on a quarterly basis. Advanced annual payments are also acceptable.

As part of the FLR network services, for amounts of commercial Internet bandwidth of 100 Mbps or less, a corresponding amount of bandwidth to access the Internet2 network will be available at no additional cost to eligible users of the Affiliate network. Eligible users are educational institution (non-profit and for-profit K-20, technical, and trade schools), museums, art galleries, libraries, or hospitals that require routine collaboration on instructional, clinical, and/or research projects, services, and

FLR-PBC Connection Agreement

content with the Internet2 participants. Affiliate shall have access up to 75 Mbps to the Internet2 network. In order to take advantage of access to the Internet2 network, eligible users must be sponsored participants of Internet2. Sponsorship shall be provided by FLR as part of the Internet2 Secondary Educational Group Participant (SEGP) program. There is no cost to Affiliate or eligible users of the Affiliate's network for this sponsorship.

Based upon the current price schedule applicable to Affiliate participants of FLR, the amounts due hereunder for the above-described charges and fees, subject to adjustment by the Board of Directors of FLR from time to time as provided for hereinabove, shall be as set forth in Exhibit "B", attached hereto and made a part hereof.

8. <u>Status as Affiliate</u>. Affiliate acknowledges and agrees that Affiliate's status as an Affiliate participant of FLR (a) does not create any equity interest in FLR and (b) does not bestow any voting rights upon Affiliate.

9. <u>Resale of FLR Services</u>. Affiliate shall not resell FLR Network services in any manner not approved of in this Agreement or without the written consent of the Board of Directors of FLR, which consent may be withheld in FLR's sole and complete discretion.

10. Use of FLR Services by County Agencies. As an Affiliate, Affiliate will have a direct connection to the Network and shall be authorized to provide access to, or services across the Network through Affiliate's network to certain governmental, educational and medical agencies and institutions within Palm Beach County (hereinafter referred to as the "County Agencies") that have been approved by the FLR Board of Directors. FLR agrees that the Network Services provided hereunder to Affiliate may be utilized by County Agencies at no additional cost to Affiliate and shall not be considered a resale of FLR services for the purposes of this Agreement. County Agencies shall not be construed or deemed to be Affiliate participants of FLR. County Agencies are not Owners, do not own an equity interest in the LLC, have no representation on the Board, and have no voting rights. Affiliate shall be solely responsible for County Agencies' connections to Affiliate's network, and FLR shall have no obligation whatsoever in connection therewith.

11. Use of Affiliate's Network as a Network Aggregator. The parties understand and agree that Affiliate will also utilize its connection to the Network as a "Network Aggregator". As a Network Aggregator, Affiliate shall be authorized to provide connectivity to the FLR Network to any of the municipalities incorporated with Palm Beach County or any other person or entity approved by the Board of Directors of FLR (hereinafter referred to as "Third Party Connections") through a connection to its fiber network. Each Third Party Connection shall be 100 Mbps or less and delivered via Affiliate's fiber network to the FLR location identified in the Installation Agreement. The Third Party Connections are not Owners, do not own an equity interest in the LLC, have no representation on the FLR Board of Directors, and have no voting rights. Affiliate agrees not to allow any Third Party Connections to its network that will utilize FLR Network Services unless each such Third Party Connection is to a municipality

FLR-PBC Connection Agreement

located in Palm Beach County or otherwise approved by FLR. Affiliate shall be solely responsible for Third Party Connections to Affiliate's network, and FLR shall have no obligation whatsoever in connection therewith.

Affiliate shall be obligated to collect an annual downstream subscriber fee from each Thirty Party Connection who utilizes the Network Services provided hereunder to Affiliate and remit such fee collected promptly to FLR. As with the FLR fees and charges for network connectivity, the downstream subscriber fee shall be based upon the FLR price schedule applicable to Third Party Connections as approved by the Board of Directors of FLR. Such price schedule will be periodically reviewed and adjusted by the Board of Directors of FLR. Notice of changes shall be provided to Affiliate prior to the effective date of change.

Use of Affiliate's Network for Last Mile Connectivity to the FLR 12 Network. The parties understand and agree that Affiliate will also utilize its connection to the Network to deliver last mile connectivity to the Network to other affiliate participants of FLR (hereinafter referred to as "Affiliate Connectors"). Affiliate shall be authorized to provide connectivity to the FLR Network to Affiliate Connectors through a connection to its fiber network. Each Affiliate Connector shall be greater than 100 Mbps and delivered via Affiliate's fiber network to the FLR location identified in the Installation Agreement. Both parties understand and agree that such connectivity shall be in accordance to provisions established under different and separate agreements between Affiliate and applicable Affiliate Connectors. FLR and Affiliate Connectors shall have separate agreement for the provision of the FLR Network Services. In the event this Agreement shall terminate, the Affiliate agrees to continue its service with Affiliate Connectors in accordance to the provisions established under the separate agreement for last mile connectivity between Affiliate and Affiliate Connectors. Affiliate shall be solely responsible for Affiliate Connectors' connection to Affiliate's network, and FLR shall have no obligation whatsoever in connection therewith.

13. <u>Collocation of Network Equipment.</u> Affiliate desires to share vertical rack space (with power) at the FLR location identified in the Installation Agreement for the purpose of collocating equipment. The FLR agrees to provide an installed and grounded 19" inch wide, 5-U (8.75") of vertical rack space, with 10 amps of DC power, fuse panels and cross connects as required. Affiliate shall be responsible for pre-configuring their equipment prior to installation by the FLR engineering staff. Installation shall be according to FLR standards. Affiliate shall be solely responsible for maintaining the configuration and code levels of their equipment. FLR shall provide Affiliate an "out of band" Ethernet port and IP address to reach their equipment in case of loss of management through normal channels.

Affiliate understands and agrees access to the collocation space shall be coordinated, authorized and approved by FLR. All access to the collocation space shall be through Level3 Tech Escort Services. Adding new or swapping modules in existing equipment may be performed by Affiliate with a Level3 Tech Escort. All other changes shall be completed by FLR and/or Level3 as required. Affiliate shall be responsible for the cost of all Level3 Tech Escort services conducted on their behalf and based upon separate costs set forth by Level3 according to their dispatch fee schedule. Level3 reviews these charges periodically and subject to adjustments from time to time.

General. Capacity on the Network (hereinafter referred to as "Capacity") 14. shall be provided and maintained through FLR in accordance with FLR's then-current technical specifications. In order to protect the technical integrity of the network, FLR has the right to limit the manner by which any portion of the Network is used. FLR reserves the right to reject for any reason any request for Capacity. Capacity is offered subject to the availability of facilities and the submission of accurate information by Affiliate. FLR shall have priority over all other users with respect to use of the Capacity. The Network shall at all times remain the property of FLR. Affiliate shall not take any action or inaction that imposes any encumbrance on the Network or use the Capacity in an unlawful manner or in a way that interferes with FLR's or a third party's use of Capacity or the Network, including any transmission or the content thereof that violates any copyright or export control laws or that are libelous, slanderous or an invasion of privacy. Unless otherwise expressly agreed to in writing by the parties, all connections to the Network for the Capacity shall be made to designated equipment racks at points of presence identified by FLR for the connection locations designated in paragraph 4 herein above and all of the costs of accessing and interconnecting with the FLR connection points shall be borne by the Affiliate. Affiliate understands, acknowledges and agrees that the Capacity is unprotected and is therefore subject to defects, failures and interruptions. Nothing in this Agreement shall prevent FLR from taking such actions as are necessary to repair and maintain the Network upon reasonable notice thereof and without any liability therefor.

THE CAPACITY PROVIDED HEREUNDER IS PROVIDED "AS IS" WITHOUT REPRESENTATION OR WARRANTY OR ANY KIND, EITHER EXPRESS, IMPLIED, STATUTORY OR OTHERWISE, INCLUDING WITHOUT LIMITATION, ANY WARRANTY WITH RESPECT TO MERCHANTABILITY, NON-INFRINGEMENT, TITLE, OR FITNESS FOR A PARTICULAR PURPOSE.

15. Force Majeure. Neither party shall be in default if any failure to perform is caused by anything beyond the control of such party.

16. <u>Liability</u>. FLR shall use commercially reasonable efforts to deliver the Capacity by the requested due date, but FLR's failure to do so shall not be a default under this Agreement and FLR shall not be liable to Affiliate or any third party for any damages related thereto.

FLR SHALL NOT BE LIABLE OR RESPONSIBLE FOR INDIRECT, SPECIAL, INCIDENTAL, PUNITIVE OR CONSEQUENTIAL DAMAGES SUFFERED AS A RESULT OF THIS AGREEMENT.

IN ADDITION, ANY THIRD PARTY PROVIDER OF SERVICES OR FACILITIES EMPLOYED BY FLR TO PROVIDE THE CAPACITY SHALL NOT BE LIABLE FOR INDIRECT, SPECIAL, INCIDENTAL, PUNITIVE OR CONSEQUENTIAL DAMAGES SUFFERED AS AN INDIRECT OR DIRECT RESULT IN CONNECTION WITH OR BASED UPON ALLEGED DEFECTS, FAILURES OR INTERRUPTIONS IN OR OTHERWISE RELATING TO THE SERVICES OR FACILITIES OF THE PROVIDER EXCEPT TO THE EXTENT SUCH DAMAGES ARISE FROM THE GROSS NEGLIGENCE OR WILLFUL MISCONDUCT OF THE PROVIDER.

As provided by Section 768.28, Florida Statutes, Affiliate shall be responsible for any costs incurred by FLR, or any damage to or loss of any of FLR's facilities, arising out of the acts or omissions of Affiliate.

17. Payment. Unless other payment terms are specified in this Agreement, charges hereunder shall be paid 30 days after receipt of the invoice for such charges. In addition to the charges set forth herein and except for income or gross receipts taxes, Affiliate shall pay any fees lawfully imposed by any governmental or quasi-governmental body in connection with the provision of the Capacity, as well as any additional costs that FLR reasonably incurs as an indirect or direct result of this Agreement, not to exceed on an annual basis five percent (5%) of the charges and payments due for the applicable year as specified hereinabove. If Affiliate in good faith disputes any portion of a charge, Affiliate shall provide written notice to FLR of the billing dispute within 30 days thereafter.

18. <u>Assignment</u>. Neither party may assign this Agreement or any of the Capacity without the prior written consent of FLR.

19. <u>Termination of Service</u>. Affiliate shall have the right to terminate this Agreement prior to the expiration of the term hereof in the event it determines it will be unable to make the payments due hereunder. FLR may suspend or terminate, in whole or in part, the Capacity or this Agreement without any liability therefor (a) in the event that Affiliate fails to make payment hereunder if such failure is not corrected by Affiliate within 30 days following written notification thereof; (b) for any other material breach by Affiliate if such breach is not corrected by Affiliate within 30 days following written notification thereof; (c) for any use of the Capacity by Affiliate which FLR determines to be harmful to the Network or other users of the Network or violates any law or regulation; or (d) in the event any law, rule, regulation or judgment of any court or governmental or quasi-governmental agency prevents FLR from providing the Capacity or any portion thereof. Termination or suspension by FLR or early termination by Affiliate shall not relieve Affiliate of liability incurred prior to such termination or suspension.

Affiliate may terminate this Agreement with respect to FLR Network services without liability therefor in the event a material breach by FLR in the performance of its obligations hereunder is not cured by FLR within 30 days following written notification thereof. Affiliate may terminate this Agreement for any reason upon providing FLR with ninety (90) days prior written notice of cancellation. FLR shall make no further commitments hereunder. Affiliate shall be liable to FLR for the cost of all authorized services provided and work completed prior to date of termination.

20. <u>Parties Responsibilities.</u> Each party shall be responsible for its own acts, ornissions, and the results thereof.

Page 6 of 15

Unless otherwise required by law, neither FLR nor 21. Nondisclosure. Affiliate shall disclose to third parties the rates and fees due hereunder, or any information that is identified as confidential by one of the parties hereto (hereinafter referred to as the "Disclosing Party"), without the prior, written consent of the Disclosing Party. For the purposes of this Agreement, the information disclosed hereunder by the Disclosing Party to the other party hereto (hereinafter referred to as the "Receiving Party") will not be treated as confidential if it (a) is or becomes public knowledge without the fault or action of the Receiving Party, (b) is received by the Receiving Party from a third party, (c) is independently developed by the Receiving Party without access to the information hereunder, (d) is or becomes available to the Receiving Party on an unrestricted basis from the Disclosing Party, or (e) is required to be disclosed by law or court order. The obligation of each party receiving confidential information shall extend for the term of this Agreement as stated above. This section is not intended to prevent required disclosure pursuant the provisions of Chapter 119, Florida Statutes.

Miscellaneous. This Agreement or any provision hereof may be amended 22. or waived only by written agreement signed by both parties. This writing constitutes the entire agreement between the parties and supersedes and merges all prior oral or written agreements, representations, statements, proposals and undertakings between the parties regarding the subject matter hereof. Nothing contained herein shall be construed to imply a partnership, joint venture, principal and agent or employer and employee relationship. between the parties. Except as set forth in Section 9 above with regard to the provider of the facilities employed by FLR to provide the Capacity, no provision in this Agreement shall provide to any person not a party to this Agreement any remedy, claim or cause of action, or create any third-party beneficiary rights against either party. In the event that any one or more of the provisions in this Agreement shall for any reason be held to have no force and effect, this Agreement shall, if possible, be interpreted in a manner so as to effectuate the intention of the parties. Provisions contained in this Agreement that, by their sense and context, are intended to survive the suspension or termination of this Agreement, shall so survive. All disputes related to this Agreement shall in the first instance be referred to the appropriate executives of each party for resolution. This Agreement is the subject of negotiation between the parties and should not be interpreted more favorably toward one party over the other.

In recognition of their agreements hereunder, the parties have executed this Agreement as of the date first above written.

Approved as to form and legality By R. Mason Blake, Esq. General Counsel for FLR March 6, 2008 FLORIDA LAMBDARAIL, LLC, a Florida limited liability company

By:

Name: J. Philip Halstead

Title: Chief Executive Officer

R 2 0 0 8 0 6 7 4 APR 1 5 2008 PALM BEACH COUNTY GOVERNMENT, FLORIDA, a political subdivision organized under the State of Florida

Sharon R. Bock, Clerk & Comptroller Palm Beach Cour Bv Deputy/C

Title: Chairperson

Addie L. Greene

Address:

By:

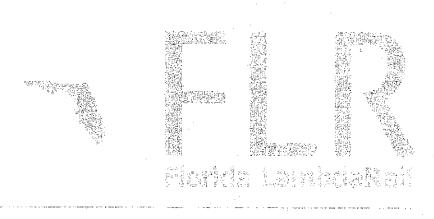
E-Mail Address: \_

APEROVED AS TO TEXOS AND CONDITIONS SV / TUN / Sordelon INS DIRECTOR

APPROVED AS TO FORM AND LEGAL SUFFICIENCY COUNTY ATTORNEY

FLR-PBC Connection Agreement

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# Florida LambdaRail, LLC Service Level Understanding (SLU)

The purpose for this document is to characterize the availability and problem-recovery/ response-interval participants utilizing the FLR networking infrastructure and services may expect. The targeted availability and problem recovery response for the FLR services offered to its participants are noted below.

I. FLR Services offered:

#### A. FLRNet Service (Internet, Internet2, Peering, L2/3 VPN)

# Availability: The design goal for the FLRNet service is five 9's (99.999%)

FLR Internet service is provided by FLR contract with two Tierl Internet Service Providers (ISPs), each with their own redundant connection to FLRNet. A redundant path for enhanced access to the National LambdaRail (NLR) and Internet2 (I2) is provided via a 10GE NLR interface to Houston, Texas as the results of a mutual backup arrangement with LEARN/LONI/ONENET.

To ensure highly available FLRNet services each FLRNet 7609 core site backbone is dual connected to other FLRNet core router sites to protect against single wave failures. The CISCO 7609s utilized include redundant supervisor and power supplies. In other words, the FLRNet is redundant outside of a full switch outage.

Because of local fiber access issues observed over the first few months of FLR operations it is advised that each FLR participant connect to FLRNet services with both Primary and Secondary connections to protect against a single local access failure.

**Problem analysis:** The FLR Engineering team is dispatched immediately upon report of problem from the user community or the FLR Network Management System (see below for details on accessing the NMS and NOC.)

**Problem resolution:** Problem resolution for FLRNet is four hours or less after problem analysis. Problem resolution of Internet2 or Internet will depend on upstream providers<sup>3</sup> response. Problem response may depend on Members local loop provider.

Equipment that supports the FLRnet, (Cisco 7609s) are under smart net contract with Cisco. Contract response for the 7609 is 24/7 by 4 hours on-site. The backbone of FLRNet utilizes FLRWave service.

# Florida LambdaRail, LLC Service Level Understanding (SLU)

#### B. FLRWave Services - Gigabit Ethernet (GE), OC48, 10GE, OC192

#### Availability: The design goal of FLRWave services is 99.99%

The design goal for FLRWaves provided over the FLR infrastructure is four 9's availability. For waves that extend outside Florida utilizing NLR may only expect two 9's availability. If your application requires a higher level of availability an additional wave can be provided via alternate physical path at additional cost.

**Problem analysis:** The FLR Engineering team is dispatched immediately upon notification of an outage by its NMS systems or by the participant.

#### **Problem Resolution:**

Repair is next business day pending Cisco delivery of non-common components. 24/7/4 Smartnet services can be obtained at the request of the customer at additional cost.

Equipment that supports the FLRWave service (Cisco 15454s) is under a Cisco Smartnet contract 8/5 NBD (next business day.) The FLR NOC has spare hardware for the common parts that make up an FLRWave but not the transponders. The common parts can be delivered on-site to anywhere in the state in six hours for total node failure barring natural disaster (e.g. Hurricane). FLR does not at present maintain spare ROADM, ADM or Transponders.

Cisco Smartnet service contract requires that we place order for replacement part prior to 3PM EST for next business day delivery.

### II. Service Requests:

Requesting additional Internet bandwidth or updating any of the FLRNet suite of services is done via the web S-Ticket system. Internet2 service can typically be enabled within a week depending on the response of the Internet2 NOC. Internet service will be enabled within a week if the total FLR Internet utilization is within 80% of capacity otherwise FLR will provide the requested capacity within 17 business days.

#### **III.** Change Management:

FLR performs and schedule maintenance over two weekly standing change windows. Scheduled work takes place either Sunday morning 6AM-9AM or Tuesday 5AM-6AM. Urgent changes may take place any day from 5AM-6AM. Emergency maintenance: anytime. All changes are reviewed and tracked in a change management tracking system.

# Florida LambdaRail, LLC Service Level Understanding (SLU)

# IV. FLR NOC

The FLR NOC is staffed for continuous, 24\*365 monitoring of the state of the optical network, and coordinates restoration of any failures that may surface during the operation of the network. The NOC is hosted at the University of Florida Computing and Network Services. Should the NOC become unavailable due to circumstances outside its control the FLR network design facilitates management (rapid NOC relocation) at any of the other FLRNet core sites and additional Optical sites designed for disaster recovery response.

The services of the NOC include coordination, communications and control between and among the FLR participants, vendors and other upstream service providers.

### V. Participants' Responsibilities

A. Provides FLR field engineering staff to assist in network operations: FLR field engineers should be derived, where possible, from participant's network engineering groups to assist with all portions of FLR network operations, from provisioning to troubleshooting.

**B.** Provides end-user support and local problem diagnosis and resolution: Using detailed tools provided to local engineering staff by the FLR NOC, the first level of troubleshooting of any end-user problems should be performed by the local staff. If the problem is not local to the participant, the FLR NOC will be contacted to report a problem and begin the next level of troubleshooting. If the problem is determined to be at another FLR participant's site, staff from that facility will work with the FLR NOC to diagnose and resolve the problem.

C. Facilitates, supports participant's research use of the FLR: In coordination with FLR Experimental Support personnel, designated local staff will facilitate and support participant's interest in the use of FLR for research or teaching purposes.

VI. The FLR NOC can be contacted via the Web, Telephone and email:

WEB: http://noc.flmet.org/sticket

Phone: 352.294.FLR1 (3571)

Email: noc/a)firmet.org

FLR-PBC Connection Agreement - Exhibit A

# Florida LambdaRail, LLC Service Level Understanding (SLU):

# FLR Service Ticket ("S-Ticket")

The FLR "S-Ticket" is the one stop system for reporting problems, requesting net service, or a change in existing service. Once you submit a ticket, you will receive confirmation and progress emails.

## **Problem Escalation Contacts:**

FLR Dispatch, Ralph Brigham noc@flrnet.org

FLR CTO, Director of Engineering Dave.Pokomey@flrnet.org

FLR COO, Veronica.Sarjeant@flrnet.org

FLR CEO, Phil.Halstead@flmet.org

FLR-PBC Connection Agreement - Exhibit A

# EXHIBIT B

# FEES AND CHARGES FOR NETWORK CONNECTIVITY AND SERVICES

## FLR AFFILIATE CONNECTION AGREEMENT PALM BEACH COUNTY GOVERNMENT, FLORIDA

#### 1 Gbps NETWORK CONNECTION - 75 Mbps - INTERNET & INTERNET2

	UNTY GOVERNMENT
Recurring Cost <sup>1</sup>	\$ 90,220

Payment Schedule	
1st Payment	\$ 22,555
2nd Payment	\$ 22,555
3rd Payment	\$ 22,555
4th Payment	\$ 22,555
Annual Total	\$ 90,220

Notes:

- 1. The above cost is based upon the Affiliate price schedule approved by the FLR Board of Directors. This price schedule is reviewed periodically and the fees and charges are subject to adjustments as needed from time to time by the FLR Board of Directors.
- 2. The recurring cost consists of several FLR services integrated into a single package. These services include co-location, cross connect, and port charges, and support functions required to maintain the Affiliate's connection to the FLR infrastructure, use (up to 1 Gbps) of the FLR Ethernet-based IP transport facility, and access to the commercial Internet (75 Mbps). This cost is due and payable on a quarterly basis and is effective the date the Affiliate initiates use of the FLR services. Annual advance payments are also accepted. Additional FLR network services may be requested at any time and shall be based upon the current price schedule.
- 3. Access to the commercial Internet is based upon a Committed Data Rate (CDR). Affiliate has requested an initial CDR of 75 Mbps per month and will be charged \$36 per megabit for additional usage over the requested CDR.
  - For amounts of commercial Internet bandwidth of 100 Mbps or less, a corresponding amount of bandwidth to access the Internet2 network will be available at no additional cost to eligible users of the Affiliate network. Eligible users are educational institution (non-profit and for-profit K-20, technical, and trade schools), museums, art galleries, libraries, or

## EXHIBIT B

# FEES AND CHARGES FOR NETWORK CONNECTIVITY AND SERVICES

## FLR AFFILIATE CONNECTION AGREEMENT PALM BEACH COUNTY GOVERNMENT, FLORIDA

### 1 Gbps NETWORK CONNECTION - 75 Mbps - INTERNET & INTERNET2

hospitals that require routine collaboration on instructional, clinical, and/or research projects, services, and content with the Internet2 participants. Affiliate shall have access up to 75 Mbps to the Internet2 network. In order to take advantage of access to the Internet2 network, eligible users must be sponsored participants of Internet2. Sponsorship shall be provided by FLR as part of the Internet2 Secondary Educational Group Participant (SEGP) program. There is no cost to Affiliate or eligible users of the Affiliate's network for this sponsorship.



Joel Hartman, Ed.D. Chairman Joel.Hartman@ucf.edu

September 7, 2011

To Whom It May Concern:

This is to confirm that Sandra Swearingen, CPA, Chief Financial Officer of Florida LambdaRail, LLC, is authorized to sign Supplemental Service Orders Requests on behalf of the organization.

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Respectfully submitted,

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Joel L. Hartman Chair, Florida LambdaRail Board of Directors