Purchasing Department

Madison County Board of Supervisors 146 West Center Street Canton, Mississippi 39046

601-855-5503 hardy@madison-co.com

13 March 2018

District 1 Supervisor Sheila Jones

District 2 Supervisor Trey Baxter

District 3 Supervisor Gerald Steen

District 4 Supervisor David Bishop

District 5 Supervisor Paul Griffin

Subject: Declaration of Sole Source for Law Enforcement-Grade Stun Guns (Tasers) and authorize issuance of purchase order for same

Dear Board Members:

Law enforcement-grade stun guns were previously manufactured and sold by both Taser and Karbon Arms. Taser sued Karbon Arms for patent infringement. In 2014, the United States District Court for the District of Delaware issued a permanent injunction in favor of Taser, effectively putting Karbon Arms out of the law-enforcement-grade stun gun business. The decision left Taser as the only supplier of law-enforcement-grade stun guns. Taser has since changed its corporate name to Axon Enterprises, Inc.

In light of the federal court injunction (see attached), I recommend that the board declare Axon Enterprises the sole source provider of law-enforcement-grade stun guns and authorize issuance of a purchase order to said company for \$66,489.75 for 15 new additional Tasers, assurance plans on the 15 Tasers, assurance plan on 33 replacement new Tasers, and 33 cartridges, all per the attached spreadsheet.

The purchase order total would be \$66,489.75; however, only \$12,942.75 would be expended this year. The remainder would be paid in the amount of \$13,386.75 per year in years two through five.

Sincerely

Purchase Clerk

Attachments:

Spreadsheet

Copy of Permanent Injunction

Copy of Taser news release

Requisition 0180257

Spreadsheet Axon quote

IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF DELAWARE

taser international, inc.,)
Plaintiff,	}
٧.) Civil Action No. 11-426-RGA
Karbon Arms, LLC,	}
Defendant.	}

PERMANENT INJUNCTION

The Court, having considered the parties' Joint Stipulation for Entry of Judgment and having found good cause exists for the relief sought therein pursuant to 35 U.S.C. § 283 and Fed. R. Civ. P. 65,

IT IS HEREBY ORDERED:

- 1. Plaintiff TASER International, Inc. ("TASER") is the owner of all right title and interest to U.S. Patent No. 6,999,295 ("the '295 patent"), U.S. Patent No. 7,782,592 ("the '592 patent"), and U.S. Patent No. 7,800,885 ("the '885 patent").
- 2. Defendant Karbon Arms, LLC ("Karbon Arms") shall continue to be bound by the Permanent Injunction entered in the case styled *TASER International, Inc. v. Stinger Systems, Inc.*, C.A. No. 07-0042 in the United States District Court for the District of Arizona.
- 3. Karbon Arms, together with its current and former officers, agents, members, managers, parents, subsidiaries, affiliates, shareholders, directors, predecessors, successors, assigns, servants, employees, consultants, engineers, and attorneys, and those persons in active concert or participation with them who receive actual notice of this Permanent Injunction, are hereby restrained and enjoined, pursuant to 35 U.S.C. § 283 and Fed. R. Civ. P. 65, from

RLF1 9757400v.1

making, using, offering to sell, or selling in or from the United States, or importing into the United States, the Karbon Arms MPID and MPID-C¹, either alone or in combination with any other product, and all other products that are only colorably different from the MPID and MPID-C in the context of claim 2 of the '295 patent, claims 1, 9, 10, 11, 40 and 41 of the '592 patent and claims 7, 8, 9, 10, 12, 15, 18-27, 28 and 29-37 of the '885 patent, whether individually or in combination with other products or as part of another product, and from otherwise infringing, contributing to the infringement of, or inducing others to infringe claim 2 of the '295 patent, claims 1, 9, 10, 11, 40 and 41 of the '592 patent or claims 7, 8, 9, 10, 12, 15, 18-27, 28 and 29-37 of the '885 patent.

- 4. Karbon Arms, together with its current and former officers, agents, members, managers, parents, subsidiaries, affiliates, shareholders, directors, predecessors, successors, assigns, servants, employees, consultants, engineers, and attorneys, and those persons in active concert or participation with them who receive actual notice of this Permanent Injunction, are hereby restrained and enjoined, pursuant to 35 U.S.C. § 283 and Fed. R. Civ. P. 65, from supplying or causing to be supplied from the United States a substantial portion of the components needed to make, or any components that are especially made or especially adapted for use in, the Karbon Arms MPID or MPID-C or any product that is only colorably different from the MPID and MPID-C in the context of claim 2 of the "295 patent, claims 1, 9, 10, 11, 40 and 41 of the "592 patent and claims 7, 8, 9, 10, 12, 15, 18-27, 28 and 29-37 of the "885 patent.
- 5. Within 30 days from the entry of this Permanent Injunction, Karbon Arms shall send written notice of this Permanent Injunction to:

¹ The Karbon Arms MPID and MPID-C shall include all Conducted Electrical Weapons ("CEWs") encompassed in the definition of Accused Products, including Representative Accused Products, in the parties' John Stipulation for Entry of Judgment.

Case 1:11-cv-00426-RGA Document 189 Flied 01/10/14 Page 3 of 3 PageID #: 9534

- A. The employees, officers, members, managers, consultants, engineers and creditors of Karbon Arms as of November 1, 2013 and as of January 9, 2014;
- B. Electronic Design Associates;
- C. Each authorized distributor, each authorized dealer, each authorized reseller, each authorized sales representative, each certified MPID or MPID-C instructor, and each certified MPID or MPID-C armorer as of November 1, 2013 and as of January 9, 2014.
- 6. Karbon Arms shall provide to TASHR within 3 business days of entry of this Peumanent Injunction a list of Karbon Arms' customers from November 11, 2010 to the present that includes the following information: customer, agency name, city, state and, if known, contact e-mail address.
- 7. This Permanent Injunction shall expire upon the expiration of the last to expire of the '295, '592 and '885 patents.
- 8. The Court shall retain jurisdiction over Karbon Arms and its current and former officers, agents, members, managers, parents, subsidiaries, affiliates, shareholders, directors, predecessors, successors, assigns, servants, employees, consultants, engineers, and attorneys to enforce any and all aspects of this Permanent Injunction.

SO ORDERED this 10th day of January 2014.

May of January 2014.

United States District Indep

January 14, 2014

TASER Awarded Permanent Injunction and Judgment Against Karbon Arms for Patent Infringement

Judgment Entered for \$2.3 Million Damages

SCOTTSDALE, AZ -- (Marketwired) -- 01/14/14 -- TASER International (NASDAQ: TASR) today announced that the United States District Court for the District of Delaware entered a final judgment on January 10, 2014 in the patent infringement intigation entitled TASER International v. Karbon Arms, LLC swending TASER a permanent injunction. The Court's final judgment decreed that Karbon Arms' MPID and MPID-C tonducted electrical weapons infringe TASER's U.S. Patent Numbers 6,989,295; 7,782,592 and 7,800,885. The Court further decreed that the above referenced TASER patents are valid and enforceable and awarded TASER \$2,385,366 in damages for infringement.

The permanent injunction restrains and enjoins Karbon Arms and its current and fermer officers, agents, directors, employees, and affiliates and those persons in participation with them who receive actual notice of the injunction from making, using, affering to sell or selling the Karbon Arms MPID-C or supplying a substantial portion of the components that are used in the Karbon Arms devices. The permanent injunction requires Karbon Arms to send written notice of the injunction to each distributor, dealer, sales representative, cartified MPID or MPID-C instructor or arms or within 30 days of January 10, 2014.

"TASER aggressively pursues any infringement of its extensive patent and intellectual property portfolio and is very pleased that the U.S., District Court entered a permanent injunction and judgment ogainst Karbon Arms for infringement of TASER's patents," said Daug Klint, TASER's President and General Counsel. "This final judgment brings to a close more than six years of vericus patent litigations between TASER and Karbon Arms in provide TASER and Karbon Arms and Karbon Arms predecessor company Stinger Systems, Inc. The Court's order requires Karbon Arms to provide TASER a list of customers who purchased a Karbon Arms MPID or MPID-C within three business days of January 10, 2014 and TASER will be sending notice of the parmenent injunction to all such Karbon Arms customers. The company is evaluating the collectability of the judgment," constided Klint.

About TASER International, Inc.

TASER protects life: TASER Conducted Electrical Weapons (CEWs) have saved more than 119.000 lives from potential death or serious injury.
TASER protects truth: We enable greatur transparently with the industry-leading TASER CAM and AXON en-efficer vides systems. Together with our customers, we are defining the future of smart policing by connecting inbelligent devices and sensors with the first secure cloud-based digital evidence management solution for law enforcements EVIDENCE.com.

Since 1994, more than 260,000 private individuals have relied on TASER technology to protect themselves and their leved ones. Learn more about TASER and its solutions at www.TASER.com and www.FVIDENCE.com or by calling (800) 978-2737.

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Note to Investors

Please visit http://investor.taser.com, http://blog.teser.com, www.twitter.com/teser_ir uvow.twitter.com/officialteser, and https://www.terabook.com/TASER_International where TASER discloses information from time to time about the company, its financial information, and its hunteres

Visit our Investor Relations Sofo Harbor Statement at: investor.teser.com/sofeHarbor.cfm

For investor relations information piezes content Erin Quitie by phone at 480-515-6330 or via email at IR@TASER.com.

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Email Contact

Source: TASER International

News Provided by Acquire Media

Calicions Si Digg Si Facabank Si Linkedin S Twitter

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Requisition 0180257 Date 3/ 7/2018 MADISON CO SHERIFF'S DEPT MADISON COUNTY P O BOX 608 CANTON, MS. 39046 (601)859-8241 (601)948-3897 JX

REFER TO PURCHASING OFFICE

JEREMY WILLIAMS

Vendor: 16015

AXON ENTERPRISE, INC.

Ship To: VIA:
MADISON COUNTY SHERIFF'S DEPT

PO BOX 29661

2941 HWY 51

DEPARTMENT 2018

PHOENIX

AZ 85038 9661

CANTON, MS

Quantity: Description of Supplies, Equip, Srvc:		
		:
15.00:001200919 TASER 60 X26P :	1102.25	EA: 16533.75
15.00:001200581 TASER ASSURANCE PLAN :	950.00	EA: 14250.00
33.00:001200919 TASER ASSURANCE PLAN X26:	1050.00	EA: 34650.00
33.00:001200613 CARTRIDGE 25' HYBRID :	32.00	EA: 1056.00

\$66,489.75

PAYMENT YEAR	NEW TASERS	ASSURANCE PLAN	ASSUANCE PLAN	CARTRIDGES
YEAR 1 2018	\$220.45	\$110.00	\$210.00	\$32.00
YEAR 2 2019	\$220.45	\$210.00	\$210.00	
YEAR 3 2020	\$220.45	\$210.00	\$210.00	
YEAR 4 2021	\$220.45	\$210.00	\$210.00	
YEAR 5 2022	\$220.45	\$210.00	\$210.00	
PO LINE ITEM PRICES	\$1,102.25	\$950.00	\$1,050.00	\$32.00
PO QUANTITIES	15	15	33	33
PO LINE ITEM TOTALS	\$16,533.75	\$14,250.00	\$34,650.00	\$1,056.00

PO TOTAL \$66,489.75



Axon Enterprise, Inc. Protect Life. 17800 N 85th St. Scottsdale , Arizona , 85255 United States Phone: (800) 978-2737

Sales Representative:

Colin Fine

Phone: 480-463-2167 Email: cfine@taser.com

Fax:

US

Primary Contact: Jeff Waldrop

(601) 622-2363

jeff.waldrop@madison-co.com

SHIP TO:

Jeff Waldrop Madison County Sheriff's Dept. - MS

QUOTE: Q-157964-43166.812CF

Quote Expiration: 09/30/2018

Issue Date: 03/07/2018

Account Number: 146186

Delivery Method: Fedex - Ground

Start Date: 03/07/2018

Payment Terms: Net 30

2941 HWY. 51 N. Canton, MS 39046

US

BILL TO:

Madison County Sheriff's Dept. - MS 2941 HWY. 51 N. Canton, MS 39046

TAP 60 Basic Year 1

Item	Description	Quantity	Net Unit Price	Total (USD)
Axon Plans &	Packages			
85181	TASER 60 YEAR 1 PAYMENT: X26P BASIC	15	220.45	3,306.75
85059	TASER ASSURANCE PLAN CEW ANNUAL PAYMENT, X26P	15	110.00	1,650.00
85059	TASER ASSURANCE PLAN CEW ANNUAL PAYMENT, X26P	33	210.00	6,930.00
lardware		36 基础设		
11002	HANDLE, BLACK, CLASS III, X26P	15	0.00	0.00
11501	HOLSTER, BLACKHAWK, RIGHT, X26P	15	0.00	0.00
22013	KIT, DATAPORT DOWNLOAD, USB, X2/X26P	2	0.00	0.00
22012	TPPM, BATTERY PACK, TACTICAL, PINKY EXTENDER, X2/X26P	15	0.00	0.00
44203	CARTRIDGE - 25' HYBRID	30	0.00	0.00
11002	HANDLE, BLACK, CLASS III, X26P	33	0.00	0.00
85058	TASER ASSURANCE PLAN CEW, X26P	33	0.00	0.00
22012	TPPM, BATTERY PACK, TACTICAL, PINKY EXTENDER, X2/X26P	33	0.00	0.00
44203	CARTRIDGE - 25' HYBRID	33	32.00	1,056.00
			Subtotal	12,942.75
			Estimated Shipping	0.00
			Taxes	0.00
			Total	12,942.75

Spare X26P & TPPM

Item		Description		Quantity	Net Unit Price	Total (USD)
Hardware	State Control of the	Se 68. 网络加州 多种型的 19	证在 是1000000000000000000000000000000000000			
11002	HANDLE, BLACK,	CLASS III, X26P		1	0.00	0.00

Spare X26P & TPPM (Continued)

Item	Description	Quantity	Unit Price	Total (USD)
Hardware (Co	ntinued)			
22012	TPPM, BATTERY PACK, TACTICAL, PINKY EXTENDER, X2/X26P	1	0.00	0.00
			Subtotal	0.00
			Taxes	0.00
			Total	0.00

Year 2 Due 2019

Item	Description	Quantity	Net Unit Price	Total (USD)
Axon Plans 8	Packages			
85182	TASER 60 YEAR 2 PAYMENT: X26P BASIC	15	220.45	3,306.75
85059	TASER ASSURANCE PLAN CEW ANNUAL PAYMENT, X26P	15	210.00	3,150.00
85059	TASER ASSURANCE PLAN CEW ANNUAL PAYMENT, X26P	33	210.00	6,930.00
			Subtotal	13,386.75
			Taxes	0.00
			Total	13,386.75

Year 3 Due 2020

Item	Description	Quantity	Net Unit Price	Total (USD)
Axon Plans 8	Packages			
85183	TASER 60 YEAR 3 PAYMENT: X26P BASIC	15	220.45	3,306.75
85059	TASER ASSURANCE PLAN CEW ANNUAL PAYMENT, X26P	15	210.00	3,150.00
85059	TASER ASSURANCE PLAN CEW ANNUAL PAYMENT, X26P	33	210.00	6,930.00
			Subtotal	13,386.75
			Taxes	0.00
			Total	13,386.75

Year 4 Due 2021

Item	Description	Quantity	Net Unit Price	Total (USD)
Axon Plans &	Packages			
85184	TASER 60 YEAR 4 PAYMENT: X26P BASIC	15	220.45	3,306.75
85059	TASER ASSURANCE PLAN CEW ANNUAL PAYMENT, X26P	15	210.00	3,150.00
85059	TASER ASSURANCE PLAN CEW ANNUAL PAYMENT, X26P	33	210.00	6,930.00
			Subtotal	13,386.75
			Taxes	0.00
			Total	13,386.75

Year 5 Due 2022

Item	Description	Quantity	Net Unit Price	Total (USD)
Axon Plans 8	k Packages			
85185	TASER 60 YEAR 5 PAYMENT: X26P BASIC	15	220.45	3,306.75

Year 5 Due 2022 (Continued)

kages (Continued)			
ACCO ACCUPATION DE LA CONTRACTION DEL CONTRACTION DE LA CONTRACTIO			
ASER ASSURANCE PLAN CEW ANNUAL PAYMENT, 26P	15	210.00	3,150.00
TASER ASSURANCE PLAN CEW ANNUAL PAYMENT, X26P	33	210.00	6,930.00
		Subtotal	13,386.75
		Taxes	0.00
		Total	13,386.75
	26P ASER ASSURANCE PLAN CEW ANNUAL PAYMENT,	26P ASER ASSURANCE PLAN CEW ANNUAL PAYMENT, 33	ASER ASSURANCE PLAN CEW ANNUAL PAYMENT, 210.00 Subtotal Taxes



Discounts (USD)

Quote Expiration: 09/30/2018

List Amount	109,688.00
Discounts	43,198.25
Total	66,489.75

^{*}Total excludes applicable taxes and shipping

Summary of Payments

Payment	Amount (USD)	
TAP 60 Basic Year 1	12,942.75	
Spare X26P & TPPM	0.00	
Year 2 Due 2019	13,386.75	
Year 3 Due 2020	13,386.75	
Year 4 Due 2021	13,386.75	
Year 5 Due 2022	13,386.75	
Grand Total	66,489.75	

TASER60 Terms and Conditions: This quote contains a purchase under the TASER 60 Plan. If your purchase only includes the TASER 60 Plan, CEWs, and CEW accessories, then this purchase is solely governed by the TASER 60 Terms and Conditions posted at: https://www.axon.com/legal/sales-terms-and-conditions, and the terms and conditions of Axon's Master Services and Purchasing Agreement do not apply to this order. You represent that you are lawfully able to enter into contracts and if you are entering into this agreement for an entity, such as the company, municipality, or government agency you work for, you represent to Axon that you have legal authority to bind that entity, if you do not have this authority, do not sign this Quote.

Axon's Sales Terms and Conditions

By signing this Quote, you certify that you have read and agree to the provisions set forth in this Quote and Axon's Master Services and Purchasing Agreement (MSPA), posted at https://www.axon.com/legal/sales-terms-and-conditions, as well as the attached Statement of Work (SOW) for Axon Fleet and/or Axon Interview Room purchase, if applicable. You represent that you are legally authorized to sign this Agreement on behalf of your entity. If you do not have this authority, please do not sign this Quote.

Signature:	Date:	
Name (Print):	Title:	
PO# (Or write N/A):		

Please sign and email to Colin Fine at cfine@taser.com or fax to

Thank you for being a valued Axon customer. For your convenience on your next order, please check out our online store buy.axon.com

Quote: Q-157964-43166.812CF

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