

**MEMORANDUM OF UNDERSTANDING (MOU)**

This MOU made and entered into by and between the City of Republic, Missouri, hereinafter referred to as "City," and Missouri Gas Energy, hereinafter referred to as "MGE" is as follows.

**WHEREAS**, MGE currently operates a regional maintenance facility in the City but desires to relocate and expand its operations within the corporate limits of the City contingent upon the construction of utilities to serve its selected site; and

**WHEREAS**, the City is constructing a Fire Station in the vicinity of MGE's selected site and desires to have natural gas service extended to the site; and

**WHEREAS**, MGE currently employs 11 persons with an estimated average annual payroll of \$750,000 and MGE request's economic assistance to relocate and expand in the City;

**WHEREAS**, the City acknowledges the benefits of having MGE's maintenance facility in close proximity to City gas customers and the City agrees to provide economic assistance to MGE;

**NOW, THEREFORE BE IT RESOLVED** that the City and MGE agree and stipulate as follows.

1. The City's responsibilities shall be the following:
  - a) Construct a water main with required appurtenances to serve the MGE site, bearing all costs except those specified herein;
2. MGE's responsibilities shall be the following:
  - a) Construct a Natural Gas main to and across the frontage of the City's Fire Station #2 bearing all costs;
  - b) Provide \$7,500 in reimbursement to the City for expenses incurred constructing said water main.
  - c) Construct a new maintenance facility within the City of Republic Missouri;
3. The terms of this agreement shall become effective upon execution.
4. Should both parties fail to execute this agreement by February 1, 2007 any prior approval or authority to execute said agreement shall be withdrawn.

**IN WITNESS WHEREOF**, the City and MGE have executed this MOU this \_\_\_\_\_ day of \_\_\_\_\_, 2006.

City of Republic Missouri

BY: \_\_\_\_\_  
Dean P. Thompson  
City Administrator

ATTEST: \_\_\_\_\_  
Brenda Jackson  
City Clerk

Missouri Gas Energy

BY: \_\_\_\_\_  
Signature

WITNESS \_\_\_\_\_  
Signature

\_\_\_\_\_  
Name and Office

\_\_\_\_\_  
Name and Office\_\_