

AGENDA
CITY OF CENTRALIA, MISSOURI
Board of Aldermen
Regular Meeting
September 16, 2013
7:00 P.M.
City Hall Council Chambers

- I. ROLL CALL
- II. PLEDGE OF ALLEGIANCE
- III. CONSENT AGENDA (Approved as a group unless separated by request of one or more Aldermen)
 - A. Minutes of Prior Meetings
 - B. Minutes of Public Works and Public Utilities Committee Meeting
 - C. Minutes of General Government Committee Meeting
 - D. Reports
 - 1. Treasurer's & Collector's Reports
 - 2. Activity Reports
- IV. ACCOUNTS PAYABLE OVER \$1,250
- V. COMMENTS FROM CITIZENS
- VI. ECONOMIC DEVELOPMENT REPORT BY CHAMBER OF COMMERCE REPRESENTATIVE
- VII. PUBLIC HEARINGS - None Scheduled
- VIII. ACTION AGENDA
 - A. Finance -
 - B. Permits and Licenses - None Scheduled
 - C. Legal -
 - 1. Authorizing Partial Release of Easement for Public Utilities- Ordinance
Bill No. _____ Ordinance No. _____
 - 2. Authorizing Compensation for A Certain City Employee-Ordinance
Bill No. _____ Ordinance No. _____
 - D. Purchasing -
 - 1. Contract for Audit Services-Williams-Keepers LLC-Ordinance
Bill No. _____ Ordinance No. _____
 - 2. Agreement for Police Radio and Telephone Logger and Maintenance-Versadial Corporation-Ordinance
Bill No. _____ Ordinance No. _____
 - 3.. Agreement for Wholesale Electric Power Distribution Services-Ameren Services Company-Ordinance
Bill No. _____ Ordinance No. _____
- IX. OLD BUSINESS
- X. NEW BUSINESS
 - A. Mayor
 - 1. Appointments
 - B. Aldermen
 - C. City Administrator
 - D. City Attorney
 - E. City Clerk
- XI. AS MAY ARISE
- XII. ADJOURN

Mayor Grenke called the regular meeting to order at 7:00 p.m.

Roll Call: Aldermen Don Bormann, James Lee, Landon Magley, and David Wilkins answered roll call.

Absent: Aldermen Jon Angell and Catherine Simmons

Also present were City Administrator Lynn P. Behrns, City Attorney Merritt Beck, Police Chief Larry Dudgeon

Others present: James Smith with the Centralia Fireside Guard, Heidi Chick with Williams-Keepers, Evelyn Robertson, and a Centralia Boy Scout

Pledge of Allegiance:

Mayor Grenke led everyone in the pledge of allegiance.

CONSENT AGENDA:

Mayor Grenke asked for approval of the Consent Agenda in its entirety or any items to be pulled for comment or correction.

CONSENT AGENDA:

- A. Minutes of Prior Meetings
- B. Minutes of Public Works and Public Utilities Committee Meeting
- C. Minutes of General Government Committee Meeting
- D. Reports
 - 1. Treasurer's & Collector's Reports
 - 2. Activity Reports

Beck noted a few changes which included the spelling of Barry Stephens to "Stevens" and Russ "Greene", and this change would need to be made four times.

Motion was made by Alderman Wilkins to accept the consent agenda as amended. Alderman Magley seconded the motion. On a call by the Mayor for ayes and nays, the motion passed unanimously.

Accounts Payable over \$1250 were presented in the amount of \$406,127.25 as follows:

ACCOUNTS PAYABLE OVER \$1250

AUGUST 19, 2013

Ameren (Transmission)	\$ 14,911.26
Ameren Energy Marketing (Wholesale Energy)	\$ 153,356.95
Arkansas Electric (Electrical Pads)	\$ 26,250.00
Boone Electric Coop	\$ 2,328.61
Casey Calhoon (Demolition Reimbursement from Insurance Co)	\$ 2,500.00
CenturyLink	\$ 1,323.07
Christensen Asphalt (Hot Mix Asphalt)	\$ 5,744.34
Cummins Mid South (Maintenance Agreements)	\$ 2,113.89
Hardesty Construction (Cemetery Mowing)	\$ 2,525.00
HD Supply Waterworks (Bury Hydrants \$1473.00)	\$ 1,848.60
Huber & Associates (Annual Maintenance)	\$ 4,760.00
MFA Oil (Fuel)	\$ 8,746.10

City of Centralia
Board Minutes – August 19, 2013

Midland GIS Solutions (Partial Payment)	\$	34,455.00
Midwest Meter (197 Orion Readers)	\$	13,002.00
Mississippi Lime (Quicklime)	\$	3,498.60
MJMEUC (PS Charges)	\$	51,576.20
Richman Graphics (T Shirts & Polo Shirts for Crews & Dept. Heads)	\$	1,580.00
Schaffer's Lubricants (Hydraulic Oil/Bed Release/Bar & Chain Oil)	\$	1,776.20
Sydenstricker Imp. (Unit # 81 Parts & Labor)	\$	2,044.89
Von Thun Entr LLC (Dust Control & Re-Spray)	\$	1,822.50
Water & Sewer Supply Inc (Water Dept. Supplies)	\$	3,117.54
Wilkerson Bros Quarry (Clean Rock)	\$	3,285.68
Williams Keepers (Progress Billing # 4 Audit)	\$	3,000.00
Wireless USA (Repeaters from PD Grant EMW-2011-ED-0004)	\$	14,000.00
TOTAL	\$	359,566.43

ADDED AFTER GGFC MEETING

Asplundh Tree Expert Co (Tree Trimming)	\$	2,782.05
Boone County Resource Management (Inspection Fees Jan-Jun 2013)	\$	11,141.09
City of Columbia (Landfill Charge)	\$	7,378.08
Decker Construction (Parts for Water Dept)	\$	4,180.00
MISO (MISO Monthly Transmission Billing)	\$	4,109.98
UMB Bank (Library GO Bond)	\$	3,640.00
UMB Bank (MAMU 08 Electric Substation Lease Payment)	\$	13,329.62
TOTAL	\$	46,560.82
GRAND TOTAL	\$	406,127.25

Alderman Wilkins made the motion to approve the Accounts Payable over \$1250 in the amount of \$406,127.25. Alderman Lee seconded the motion. On a call by the Mayor for ayes and nays, the motion passed unanimously.

COMMENTS FROM CITIZENS:

The Comments from Citizens portion of the meeting was opened at 7:03 p.m. by Mayor Grenke.

Hearing no comments, the Comments from Citizens portion of the meeting was closed at 7:04 p.m. by Mayor Grenke.

PRESENTATION OF AUDIT REPORT FOR FISCAL YEAR 2012-2013 BY WILLIAMS KEEPERS:

Heidi Chick from Williams-Keepers presented the audit report for fiscal year 2012-13. Chick said that the audit findings were fair and gave the City a clean report. She stated that City staff had been easy to work with and felt that the auditors had received full cooperation during the entire audit process.

Chick also proposed a new contract with Williams-Keepers to conduct the audit and offered to resign a new contract with fees that would be congruent with the previous 3 years.

Chick presented a reminder that new accounting standard relating to defined benefit pension plan that will effect the City in 2014, and will change the way that we report about LAGERS.

**City of Centralia
Board Minutes – August 19, 2013**

Jon Angell entered the meeting at 7:08 p.m.

Alderman Angell made a motion to accept the auditor's report as presents. The motion was seconded by Alderman Wilkins.

Chick left the meeting at 7:35 p.m.

ECONOMIC DEVELOPMENT REPORT BY CHAMBER OF COMMERCE REPRESENTATIVE

No representative from the Centralia Chamber of Commerce was present. Alderman Bormann reported that the Chamber Board had recently had a meeting, but there was not a quorum present so no business was transacted. He reported that about 130 people had entered timed bicycle trials held in Centralia, and they were very pleased and will be back next year. He said that they would like to work with the area restaurants because the participants were very pleased with the welcome they received. The organizers of the event did encourage people to shop local while they were here. This could become an annual event to bring more people to town.

Public Hearing:

Setting Property Tax Rates for 2013

Behrns reported that the rates had been advertised in Fireside Guard as required and gave some general information on setting the property tax rates. He noted that he had received information from the County Clerk, and the City could have gone up a fraction more, but his recommendation is to go with what was advertised. Behrns had not received any comments or questions regarding the rates from anyone in the public prior to the meeting.

The public hearing was opened at 7:38 p.m. by Mayor Grenke.

Hearing no comments, the public hearing was closed at 7:38 p.m. by Mayor Grenke.

ACTION AGENDA:

Finance:

ORDINANCE: Setting Property Tax Rates for 2013

Alderman Wilkins presented a bill marked and designated as bill no. 2666 to create an ordinance entitled "AN ORDINANCE FIXING THE ANNUAL RATE OF TAXATION IN THE CITY OF CENTRALIA, MISSOURI, FOR THE YEAR 2013 FOR GENERAL REVENUE PURPOSES, FOR MAINTENANCE AND THE SUPPORT OF THE LIBRARY, FOR DEBT SERVICE OF OUTSTANDING LIBRARY CONSTRUCTION BONDS AND FOR ESTABLISHING AND MAINTAINING FREE PUBLIC PARKS." Alderman Wilkins moved that it be placed on its first reading by title only. Before the bill was introduced copies of the bill were made available for public inspection. Motion was seconded by Alderman Bormann and motion carried unanimously. The bill was then read by title only. Alderman Wilkins moved the bill be placed on its second reading. Motion was seconded by Alderman Bormann and motion carried unanimously. The bill was then read the second time by title only. The Mayor then called for discussion on the bill and after some discussion Alderman Wilkins moved the final passage of the bill. Alderman Bormann seconded the motion. The Mayor called for a roll call vote and the ordinance passed with the following vote. Aldermen voting FOR: Angell, Bormann, Lee, Magley, and Wilkins. Voting AGAINST: None. The Mayor declared the bill passed and thereupon signed the same as passed. The bill was approved by the Mayor and signed by the Mayor as approved and was returned to the City Clerk who attested to the signature of the Mayor, affixed the city seal and the Ordinance was designated as Ordinance 2733.

Permits and Licenses: None Scheduled

Legal:

City of Centralia
Board Minutes – August 19, 2013

ORDINANCE: Revising Lists of Locations of Stop Signs and Yield Signs

Alderman Angell presented a bill marked and designated as bill no. 2667 to create an ordinance entitled “AN ORDINANCE DESIGNATING THE LOCATION OF STOP SIGNS AND YIELD SIGNS IN THE CITY OF CENTRALIA, MISSOURI, AND REPEALING ORDINANCES ON THE SAME SUBJECT SET FORTH IN SECTION 3 OF THIS ORDINANCE.” Alderman Angell moved that it be placed on its first reading by title only. Before the bill was introduced copies of the bill were made available for public inspection. Motion was seconded by Alderman Wilkins and motion carried unanimously. The bill was then read by title only. Alderman Angell moved the bill be placed on its second reading. Motion was seconded by Alderman Wilkins and motion carried unanimously. The bill was then read the second time by title only. The Mayor then called for discussion on the bill and after some discussion Alderman Angell moved the final passage of the bill. Alderman Wilkins seconded the motion. The Mayor called for a roll call vote and the ordinance passed with the following vote. Aldermen voting FOR: Angell, Bormann, Lee, Magley, and Wilkins. Voting AGAINST: None. The Mayor declared the bill passed and thereupon signed the same as passed. The bill was approved by the Mayor and signed by the Mayor as approved and was returned to the City Clerk who attested to the signature of the Mayor, affixed the city seal and the Ordinance was designated as Ordinance 2734.

ORDINANCE: Revising Lists of Locations for Parking Regulations

Alderman Bormann presented a bill marked and designated as bill no. 2668 to create an ordinance entitled “AN ORDINANCE DESIGNATING THE LOCATION OF AREAS WHERE THE PARKING OF MOTOR VEHICLES IS PROHIBITED OR OTHERWISE RESTRICTED, AND REPEALING ORDINANCES ON THE SAME SUBJECT SET FORTH IN SECTION 7 OF THIS ORDINANCE.” Alderman Bormann moved that it be placed on its first reading by title only. Before the bill was introduced copies of the bill were made available for public inspection. Motion was seconded by Alderman Wilkins and motion carried unanimously. The bill was then read by title only. Alderman Bormann moved the bill be placed on its second reading. Motion was seconded by Alderman Wilkins and motion carried unanimously. The bill was then read the second time by title only. The Mayor then called for discussion on the bill and after some discussion Alderman Bormann moved the final passage of the bill. Alderman Wilkins seconded the motion. The Mayor called for a roll call vote and the ordinance passed with the following vote. Aldermen voting FOR: Angell, Bormann, Lee, Magley, and Wilkins. Voting AGAINST: None. The Mayor declared the bill passed and thereupon signed the same as passed. The bill was approved by the Mayor and signed by the Mayor as approved and was returned to the City Clerk who attested to the signature of the Mayor, affixed the city seal and the Ordinance was designated as Ordinance 2735.

PURCHASING:

ORDINANCE: Authorizing Agreement with Simon Associates, Inc., for Architectural Services Repair and Upgrades to City Hall, Park Gazebo and Police Station.

Bormann commented that he would volunteer his time for the surveying. Behrns noted that he did communicate with the engineers that the City would like to keep as much of the services local as possible.

Smith questioned what the architectural plans for police station would be. Behrns said that it would involve an entrance ramp for the most part, but the City might see if they could take a look at the building to see if there is anything else that might need to be taken care of.

Alderman Magley presented a bill marked and designated as bill no. 2669 to create an ordinance entitled “AN ORDINANCE AUTHORIZING AND DIRECTING THE MAYOR AND CITY CLERK OF THE CITY OF CENTRALIA, MISSOURI, TO EXECUTE AN AGREEMENT WITH SIMON ASSOCIATES, INC., OF COLUMBIA, MISSOURI TO PROVIDE ARCHITECTURAL SERVICES RELATING TO REPAIRS AND IMPROVEMENTS OF CITY HALL AND NEARBY FACILITIES.” Alderman Magley moved that it be placed on its first reading by title only. Before the bill was introduced copies of the bill were made available for public inspection. Motion was seconded by Alderman Wilkins and motion carried unanimously. The bill was then read by title only. Alderman Magley moved the bill be placed on its second reading. Motion was seconded by Alderman Wilkins and motion carried unanimously. The bill was then read the second time by title only. The Mayor then called for discussion on the bill and after some discussion Alderman Magley moved the final passage of the bill.

City of Centralia
Board Minutes – August 19, 2013

Alderman Wilkins seconded the motion. The Mayor called for a roll call vote and the ordinance passed with the following vote. Aldermen voting FOR: Angell, Bormann, Lee, Magley, and Wilkins. Voting AGAINST: None. The Mayor declared the bill passed and thereupon signed the same as passed. The bill was approved by the Mayor and signed by the Mayor as approved and was returned to the City Clerk who attested to the signature of the Mayor, affixed the city seal and the Ordinance was designated as Ordinance 2736

ORDINANCE: Authorizing Agreement with LeadsOnline LLC for Law Enforcement Website Data Base Access for Investigations

Dudgeon introduced the ordinance and said that the Police Department had this resource when he first came to the Centralia Police Department. He said that the program allows the officers to have the capability to have easier access to information for investigations. He said he feels it is a valuable resource that is available to the Police Department and is money well spent.

Alderman Lee presented a bill marked and designated as bill no. 2670 to create an ordinance entitled “AN ORDINANCE AUTHORIZING AND DIRECTING THE MAYOR OF THE CITY OF CENTRALIA, MISSOURI, TO EXECUTE AN AGREEMENT WITH LEADSONLINE LLC, OF PLANO, TEXAS TO PROVIDE A WEB-BASED LAW ENFORCEMENT INVESTIGATIONS SYSTEM.” Alderman Lee moved that it be placed on its first reading by title only. Before the bill was introduced copies of the bill were made available for public inspection. Motion was seconded by Alderman Wilkins and motion carried unanimously. The bill was then read by title only. Alderman Lee moved the bill be placed on its second reading. Motion was seconded by Alderman Magley and motion carried unanimously. The bill was then read the second time by title only. The Mayor then called for discussion on the bill and after some discussion Alderman Lee moved the final passage of the bill. Alderman Wilkins seconded the motion. The Mayor called for a roll call vote and the ordinance passed with the following vote. Aldermen voting FOR: Angell, Bormann, Lee, Magley, and Wilkins. Voting AGAINST: None. The Mayor declared the bill passed and thereupon signed the same as passed. The bill was approved by the Mayor and signed by the Mayor as approved and was returned to the City Clerk who attested to the signature of the Mayor, affixed the city seal and the Ordinance was designated as Ordinance 2737

OLD BUSINESS:

Mayor Grenke made note that a citizen had asked him if a resolution had been made on the two hour parking from 10:30 a.m. – 6 p.m. in certain downtown areas. Magley said that the ordinance was clear that the times are stated on the sign and in the ordinance. He noted that across the street, there is 72 hour parking. Bormann said that business owners and residents in those areas should leave the parking spaces open in front of the businesses for customers. Chief Dudgeon pointed out that he has not seen that this has been a problem, aside from this one person who was not happy with the explanation in the ordinance.

NEW BUSINESS:

Mayor:

Appointments:

Mayor Grenke appointed Zach Foltz as full time dispatcher effective September 2, 2013, with the Centralia Police Dept. Alderman Bormann made a motion to accept the Mayor’s appointment of Zach Foltz to full time dispatcher. Alderman Magley seconded the motion. On a call by the Mayor for ayes and nays, the motion passed unanimously.

Mayor Grenke re-appointed Patt Olsen to the Planning & Zoning committee for a term of 5 years. Alderman Bormann made a motion to accept the Mayor’s appointment of Patt Olsen to the Planning & Zoning committee for a term of 5 years. Alderman Magley seconded the motion. On a call by the Mayor for ayes and nays, the motion passed unanimously.

Mayor Grenke re-appointed LeeAllen Smith to the Industrial Development Authority for a term of 6 years. Alderman Wilkins made a motion to accept the Mayor’s appointment of LeeAllen Smith to the Industrial Development Authority

City of Centralia
Board Minutes – August 19, 2013

for a term of 6 years. Alderman Bormann seconded the motion. On a call by the Mayor for ayes and nays, the motion passed unanimously.

Mayor Grenke re-appointed Scott Long to the Tree Board for a term of 3 years. Alderman Wilkins made a motion to accept the Mayor's appointment of Scott Long to the Tree Board for a term of 3 years. Alderman Bormann seconded the motion. On a call by the Mayor for ayes and nays, the motion passed unanimously.

Mayor Grenke re-appointed Tom Jingst to the Tree Board for a term of 3 years. Alderman Wilkins made a motion to accept the Mayor's appointment of Tom Jingst to the Tree Board for a term of 3 years. Alderman Bormann seconded the motion. On a call by the Mayor for ayes and nays, the motion passed unanimously.

Aldermen:

Magley asked if Behrns had the chance to talk to someone with the Colt –Railroad regarding the overgrown weeds on Columbia Street. Behrns said that he had talked to them, and they should be spraying the area soon. Magley questioned if there was something more that can be done, like put rock down in the places that they can't get the mower into.

City Administrator:

Behrns reported that Centurytel has filed a second complaint for another 3 months regarding paying the gross receipts phone tax. There are additional complaints in almost every other county in the state that has a similar tax. He noted that the issue is being handled as a joint suit with all of the other cities.

Beck reported that the same attorney who handled first law suit is handling the second complaint as well, and the City is being represented by the same attorney that was successful the first time. They have the right to file the suite, and we have the right to defend it. Beck noted that he thinks the City will be successful this time.

Behrns announced that he had received a letter inviting everyone to a dinner during the MML conference from BHMG Engineers.

He noted that there had been quite a few new building permits. Forsee came with an emergency request for copper pipe to work with, so the information was being presented at the last minute because of the situation. Alderman Bormann made a motion to accept the bid from Water & Sewer Supply for \$1580 for copper pipe. Alderman Wilkins seconded the motion. On a call by the Mayor for ayes and nays, the motion passed unanimously.

City Attorney:

Review new state laws going into effect August 28th, city can adopt any new ordinances that apply in September.

- 1) If we have city licenses that are delinquent. All cities are now to apply interest and penalties to them and a statute of limitations for collecting them.
- 2) Dealing with liquor licenses, different state law adopted that referenced special Sunday liquor license. Currently if a business has a resort license to operate from Monday-Saturday, they can purchase a resort license for Sunday. The State has now repealed that requirement, and the requirements are similar to those now in place for package liquor license. Beck said that the City can amend Alcoholic Beverage chapter of the City Code to deal with those changes.

City Clerk:

Lockett mentioned that the 79th Annual MML Conference would be held at the Hilton Branson Landing in Branson, Missouri, September 15-18, and asked Board members to let her know who would be attending so she could complete the registrations. Aldermen Bormann and Mayor Grenke said that they would be attending the conference.

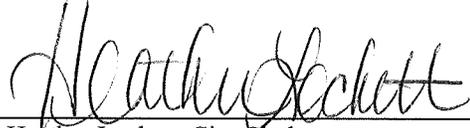
As May Arise:

Magley asked about the progress on the Switzler Street project. There was some discussion regarding the height of the existing road as compared to the new road being installed.

City of Centralia
Board Minutes – August 19, 2013

There being no further business to discuss, Alderman Wilkins made the motion to adjourn the meeting. Alderman Bormann seconded the motion. On a call by the Mayor for ayes and nays the motion carried unanimously.

Meeting adjourned at 8:20 p.m.

A handwritten signature in cursive script, reading "Heather Lockett". The signature is written in black ink and is positioned above a horizontal line.

Heather Lockett, City Clerk

Mayor Grenke called the special meeting to order at 7:00 p.m.

Roll Call: Aldermen Don Bormann, James Lee, Landon Magley, Catherine Simmons and David Wilkins answered roll call.

Absent: Alderman Jon Angell

Also present were City Administrator Lynn P. Behrns, City Attorney Merritt Beck, Police Chief Larry Dudgeon

Others present: Phil Hoffman, Randy Simmons

Pledge of Allegiance:

Mayor Grenke led everyone in the pledge of allegiance.

Authorizing Change Order No 1 to Switzler Street Project:

The ordinance was introduced by Behrns. He noted that the original design for reconstruction with 8 inches of concrete for Switzler Street does work, but actually looking at it in the field and seeing the way the street will look next to the yards in the area there is a significant drop. Several aldermen looked at it and the City brought engineer back to examine the street. The engineer has prepared an alternate set of designs and she did come up with a new design that will work for the area.

There was some discussion amongst the Board after reviewing the two sets of alternative plans provided by the engineer for the Switzler Street project. Behrns noted that while the Board was still determining which action to take on the project, the contractor was asked to hold off on further work until there was a decision made. Mayor Grenke questioned what the recommendation from City staff and the engineer would be, and Behrns said that Option 2 would be the recommendation.

The quote for the addition to the Switzler Street project was \$34,004 from Cannon plus the cost of pipe. There was some discussion regarding vendors that would be able to provide the pipe needed for the project. The contractor was asking for 20 additional days on the contract.

A motion was made by Alderman Simmons to accept the change order number one, option two in the amount of \$34,004 from Cannon to the Switzler Street project. Alderman Wilkins seconded the motion. On a call by the Mayor for ayes and nays, the motion passed unanimously.

Behrns said that the second request is to allow Phil Hoffman to go with the firm that can get the price for the Beco. A motion was made by Alderman Simmons to allow Phil Hoffman to make the necessary purchase. Alderman Bormann seconded the motion. On a call by the Mayor for ayes and nays, the motion passed unanimously.

May Arise:

Mayor asked if everyone had been notified that the Governor will be in town Thursday to discuss his veto of house bill 253, and noted that he did receive an email requesting to find out if the Board of Aldermen or Chamber of Commerce would be taking any kind of stand on the issue.

The aldermen discussed the issue, and determined that they would need more information to be able to take a stand on the house bill.

Alderman Simmons stated that she had a constituent stop by and ask to address the city taking debit card payments. Behrns said that the recommendation has always be not to take those payments because there is no way the City can do that without incurring a surcharge. Mayor Grenke asked if we send the ACH payments at not cost. Lockett said that there is a small fee of .08 cents per transaction. Bormann added that if there is a way the City can pass on the surcharge, he thinks it would be ok. Behrns said that if the Board is willing to stretch it out a bit, we will be getting bank bids again for a 3 year cycle. There is legislation allowing the county to pass on the charges, but not technically for municipalities.

City of Centralia
Board Minutes – August 26, 2013

There being no further business to discuss, Alderman Wilkins made the motion to adjourn the meeting. Alderman Magley seconded the motion. On a call by the Mayor for ayes and nays the motion carried unanimously.

Meeting adjourned at 7:31 p.m.

A handwritten signature in cursive script, reading "Heather Lockett", written in black ink. The signature is positioned above a horizontal line.

Heather Lockett, City Clerk

Minutes of the Public Works and Public Utilities Committee for Tuesday, September 3, 2013.

The meeting was called to order by Alderman Bormann at 7:00 p.m. Present were Mayor Grenke, Aldermen Simmons, Magley, Wilkins, Lee, and Angell. Also attending were Lynn Behrns, Phil Hoffman, Mark Mustain, Police Chief Larry Dudgeon, and James Smith.

Those in attendance recited the Pledge of Allegiance.

Comments from Citizens

There were no comments

Electric Department

Committee reviewed the activity report and future work schedule for the Electric Department. Mayor Grenke noted the new format for the report. Committee had no questions.

Behrns said he has been visited by representatives from Ameren Missouri. They brought a new, revised contract for electric service over what they define as their "distribution system". These are the lines at 34.5 kV which connect our substations to their 63 kV substations. The rate for this service is a flat fee, which has not been changed since 1992, staying the same through two other master contracts. Behrns believes that, as a result of recent examinations by FERC and the Missouri Public Service Commission, Ameren Missouri reexamined and recalculated this rate. Ameren Missouri reports that during the two decades, Ameren installed much new equipment to the local 34.5 kV system, particularly service to the Wilson Street Substation. Additionally, the proportion of power delivered to the City has risen significantly compared to the overall 34.5 system. As a result, the monthly charge for this service is set to rise from \$8,458.00 to \$13,998.00. This extends out to an additional \$66,480 per year. The City really has no option. The method of calculation is set by the PSC and MISO. An ordinance will be needed to authorize the revised contract.

Mustain reported that he had conducted an inspection of all meter installations measuring power consumption for customers with three-phase service measured off a CT meter base. He has found three of the meters were improperly programmed. The physical reading was correct, but the "multiplier" programmed was different. This resulted in an incorrect bill. In one case, the customer noticed the change after a replacement installation of a new meter. The City has calculated correct bills, resulting in a credit against the bills of one customer for the next two months. One of the other customers was a newer customer with a large consumption. They had no history as a benchmark and did not notice that the bill was too high. The difference was only discovered by the City in the survey of all such meters. The customer was over-billed for four years. The City will prepare a rebate, as well as correcting the meter programming. Future meters will be double checked before being placed in service. Staff was asked if the City had recourse against the meter vender. Behrns said they would only have limited liability for the physical equipment. After discussion, the Committee agreed that the rebate was only for improper over-charges. There was no loss of payment for services actually provided.

Behrns also noted that the weather for the present year has been fair more mild through July. As a result, electric bills through August are about \$117,000 less than projected. August heat means that power usage billed last week will be more typical, but will not make up for the previous deficit. When this is coupled with the extra Ameren Missouri bills, the fiscal year will end with an undesignated balance of less than \$75,000. In fiscal year 2013-14, the undesignated fund balance would be in

deficit. Behrns has run rough calculations of the electric budget and thinks that a rate increase will be needed—perhaps as much as 8%, starting on January 1, 2014

Mustain said that when La Crosse Lumber relocates to Highway 22, the City will need a ten-foot utility easement from LaCrosse along their west side. When this is acquired, the City can vacate part of an easement acquired from the previous owner of the Prenger property. The vacation will take an ordinance, but will not need a hearing or recommendation of the Planning and Zoning Commission. Enough of the old easement will be retained to continue service to the adjacent property owned by Nancy Baca (formerly Cook's Auto Sales).

Mustain presented a quote for testing of the oil in the City's substations. S. D. Meyers submitted a quote of \$1,280 for the work, up slightly from last year and just a bit more than staff's purchasing limit. Wilkins moved that the City have the oil tested by S. D. Meyers for \$1,280. Simmons seconded the motion. On roll-call vote, all members present voted aye and the motion passed.

Streets and Sanitation

Committee reviewed the activity report and future work schedule for the Street and Sanitation Departments. Hoffman gave a more detailed explanation about remedial cleanup of a sidewalk replacement on S. Allen St. The resident's contractor did not clean up after himself. He will not in the future be allowed to work for any citizen under the City's sidewalk program.

Hoffman also said that, between the Street Department, the Park Department, and the COLT Railroad, we are catching up with another round of mowing rights-of-way.

Behrns presented a draft of an ordinance to require excavation permits and set standards for excavations in the City's right-of-way. Behrns asked Committee members to study the proposal and provide their opinions concerning the cost of permits, the need for a bond or guarantee for repairs, and whether the Street crew would do the asphalt resurfacing (with or without a charge). Behrns noted that there was little consistency from city to city in what they specify in their backfill materials requirements.

Bormann and Magley agreed that they would help formulate a standard for Centralia. The matter will be included again on the October Committee agenda.

Hoffman said he was making good time on installing/reinstalling stormsewers for the Switzler Street project.

Water and Sewer Department

Committee reviewed the activity report and future work schedule for the Water and Sewer Department.

Committee members had no questions.

Behrns reported on a problem faced frequently by the Water crew. The City does not want customers shutting water services on and off to work on their properties. Too often they use the wrong tools and break the line or cause leaks around the meter pit. We ask that they call the City to do this. However, several of the older apartments make a habit of doing their work in the evening and on weekends, forcing expensive overtime. The building codes now require separate shutoffs for each individual residence or customer, separate from the meter. That will cap the problem for new services. Staff is working on a policy for the Board to adopt that would encourage the old apartments to install their own shutoffs, or be loaned the proper wrenches and to acknowledge they will be responsible for any resulting leaks or breaks. This will be formally presented in the future.

As May Arise

Mayor Grenke noted that there will be a state-wide siren test at noon on Wednesday. Committee discussed, but declined to take a position concerning Governor Nixon's veto of a legislative tax measure. The governor will be in town this week for an address on this topic.

Committee discussed a citizen complaint about the large flocks of birds in some neighborhoods. Chief Dudgeon reviewed the steps the City has taken—with limited results. This is almost an overwhelming task. Short of cutting down the trees, we have not found an measure that provides consistent results. Ultimately, this is not a problem that government is able to effectively address. It may linger on until the first hard freeze.

Riders in the MS Bike-a-thon will be coming through Centralia on Saturday and Sunday. Police officers will be doing traffic control on Highway 22. There will be a rest station at the Lutheran Church.

The Committee adjourned at about 8:30 p.m.

\\G:\LYNN\ARCIVE13\PW&PU13.Sep.wpd

Minutes of the General Government and Public Safety Committee meeting of Monday, September 9, 2013.

The meeting was called to order by Alderman Wilkins at 7:00 p.m. Present were Aldermen Magley, Bormann, Angell, and Lee. Also attending were Lynn Behrns, Police Chief Larry Dudgeon, Fire Chief Denny Rusch, John M. Baine, and James Smith. Mayor Grenke participated by telephone, but did not cast any votes.

Those present participated in the Pledge of Allegiance.

Comments from Citizens

No comments.

Economic Development

No formal report. Committee noted that Barry Stevens has resigned as CREDI President. An election for a new president will be held later this month.

Park Department

The Park Board minutes for the August meeting were in the Committee agenda packet.

Cemetery Advisory Committee

No report.

Tree Board

No report.

Library Board

No formal report was made, but an agenda for the next meeting was presented in the agenda packet.

Finance

Financial statements for August were in the agenda packet. Behrns said there was nothing new to highlight.

Bills over \$1,250

Committee received a preliminary list of bills over \$1,250. They had no immediate questions.

Other

Behrns reminded the Committee of Williams-Keepers' proposal to perform the City audit for the next three years, at the same fee schedule used for the last three years. Committee members agreed that this represented a good deal. They directed Behrns to prepare an ordinance for next Board meeting to allow the City to accept the proposal.

City Prosecutor

No report.

Police Department

Dudgeon presented a report of August activities and calls to the Police Department. Committee members had no questions.

Dudgeon and Behrns told the Committee that Huber Associates had conducted a recent audit of the Centralia use of the Enterpol software. This is specialized software used to create reports and manage records pertaining to activities of the Police Department. Huber has determined that Centralia's part time officers and dispatchers should each be counted as a user in fee calculations. The City had been counting the number of full time equivalent employees. The result will be an extra charge of \$2,641 for past years and an increase of \$1,040 in the charge going forward. The City is not aware of any good alternatives for the Huber software.

The City budget more than \$6,100 to renew the maintenance agreement on the Police Department's logger of radio and phone traffic. Dudgeon reported that Lieutenant Bias had conducted search and located a logger which would cost \$5,558 for a replacement and only \$400.00 per year for a maintenance agreement. Dudgeon told Angell that the present vender had not been asked to provide a revised quotation. The new equipment is cheaper because it is cloud-based, and the on-site hardware is smaller and less complex. Bias checked several municipal references and received only good remarks. Behrns will prepare an ordinance for the next Board meeting to contract with Versadial for the new system.

Dudgeon introduced John Baine of Automated Traffic Enforcement Solutions. Baine had requested an opportunity to tell the aldermen about his company's equipment and service. The firm provides equipment to identify speeders and issue notices of violation to the owner of the offending vehicle. The firm could also provide vehicle, radar, and reimbursement for a police officer to maintain speed control in a specific area. Barnes said that his firm would operate without direct cost to the City. "Fines" paid by offenders would be collected by his firm. They would keep 40% and send 60% to the City. Under recent changes to Missouri Statutes, there are limits to the amount of revenue a City can collect, relative to total General Fund revenues. Behrns said that Centralia does not rely on court revenues. Only about 1-2% of all General Fund proceeds are from court fines of any sort. Baine passed out sample ordinances which he said would need to be adopted by the Board of Aldermen. They make the charge issued by the firm's equipment to be violations of the public's safety, not moving traffic violations. There would be no points applied against anyone's drivers license. Baines suggested that his equipment would be most effective around school zones. The equipment can be adjusted to give drivers a speed buffer of whatever increment the Board would direct. The equipment could also be only set to monitor speeds during set hours. Mayor Grenke asked how often the radar is checked for proper calibration. Baines said the radar self diagnosed at the start and end of each "shift". ATES would want the equipment to be used at least thirty hours per week. The equipment is used by at least seven municipalities in the St. Louis area and one Kansas City suburb. It is also in place in other states. The firm does have competitors with similar products. Baine told Committee that the City had the ability to void tickets issued in error. Ticket information is wirelessly transferred immediately to the "cloud". The equipment is powered by large batteries that have to be changed out every two weeks or so. Radar zones can be moved at the City's request. Committee was told that one municipality in Tennessee had dropped the service for "political reasons". Chief Dudgeon did not immediately have a recommendation of a site where there was a special need for speed control. Committee discussed the matter briefly. They were not inclined to make a quick decision.

Dudgeon briefly mentioned that the School District was examining a new pattern for school buses and student drop-offs at the Middle School. If implemented, it would take traffic off Jefferson Street and route it to Rodemyre and through the south parking area.

Dudgeon asked the Committee to consider a promotion of Corporal Joe Bellamy to sergeant. After some discussion, Committee direct Behrns to prepare a possible ordinance to implement the promotion and resulting pay raise. Behrns will also calculate the fiscal impact of this action and email it to the Mayor and aldermen.

Dudgeon said that he had identified a candidate to become a part time patrol officer. The department has an open part time slot since the departure of Michael Slavings. Mayor Grenke said he will review the applicant and make an appointment recommendation in writing, since he will be at the Missouri Municipal League Conference next Monday.

Fire Department

Fire Chief Rusch presented a report of August activities of the Fire Department.

Rusch said that he is still concerned about the transmission on Fire Truck #1102 ('86 Ford). He is sending it to Meyers to be checked. He will report back to the aldermen with an estimate if repairs are required.

Emergency Management

EM Director Scott Olsen visited Centralia two weeks ago and described how the county-wide Emergency Response Plan will be updated and what future training efforts may be scheduled. Now that EM falls under Boone County, there will be readjustments. The City will be contacted about how the Centralia dispatch will be integrated in the 911 system. Behrns is updating a contact list of Centralia officials and employees and the list of emergency shelters.

Protective Inspection

Behrns said he had issued a demolition permit for the dangerous structure at 535 S. Allen St. A contractor has already been hired.

As May Arise

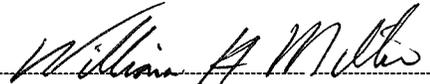
Behrns noted that he has provided LaCrosse Lumber with an instrument to dedicate a new utility easement. An ordinance will be on the next Board agenda to vacate a part of the older easement which bisects that property.

Behrns said that the Centralia Special Road District had asked if they could negotiate purchase of the older City backhoe when the new equipment is received in November. Some aldermen seemed agreeable, citing the City's cooperative arrangements with the District and the fact that Centralians pay a large portion of the District's property tax. Other aldermen wanted the City to maximize the revenue from resale of the surplus equipment and asked that we still plan on putting the equipment up for wide-spread competitive bidding or auction. No decision was reached and the topic will be discussed further in the coming months.

The Committee then adjourned at about 8:20 p.m.

CITY OF CENTRALIA, MISSOURI
 TREASURER'S REPORT
 CASH - CHECKING ACCOUNTS
 FOR THE MONTH OF AUGUST, 2013

	BEGINNING BALANCE	RECEIPTS	DISBURSEMENTS	ENDING BALANCE	INVESTMENTS	TOTAL
GENERAL FUND	299,877.16	103,222.51	165,326.78	237,772.89	200,000.00	437,772.89
POOL	2,264.34	5,332.72	21,771.59	(14,174.53)		(14,174.53)
PARK	32,995.69	2,187.42	22,857.11	12,326.00	0.00	12,326.00
RECREATON CENTER	220,636.21	17,396.98	13,896.06	224,137.13	0.00	224,137.13
LIBRARY	0.00	16,476.14	16,476.14	0.00	0.00	0.00
LIBRARY DEBT SERVICE	0.00	529.77	529.77	0.00	30,235.20	30,235.20
CEMETERY	194,880.23	1,536.71	4,020.09	192,396.85	200,000.00	392,396.85
AVENUE OF FLAGS	5,342.25	2.79	0.00	5,345.04	0.00	5,345.04
TRAN. SALES TAX REVENUE	231,993.89	11,139.38	0.00	243,133.27	0.00	243,133.27
PARK SALES TAX	132,799.69	11,087.54	0.00	143,887.23	0.00	143,887.23
WATER-OPERATING	291,105.83	66,242.77	59,049.32	298,299.28	0.00	298,299.28
WATER-SECURITY DEPOSIT	14,873.00	600.00	920.00	14,553.00	0.00	14,553.00
SANITATION (LANDFILL)	130,698.87	34,344.91	31,887.22	133,156.56	0.00	133,156.56
SEWER	38,417.66	25,319.40	14,800.74	48,936.32	0.00	48,936.32
ELECTRIC-OPERATING	418,775.05	307,075.54	354,419.93	371,430.66	600,000.00	971,430.66
ELECT.-SECURITY DEPOSIT	35,045.00	1,700.00	2,225.00	34,520.00	0.00	34,520.00
CAPITAL PROJECTS	2,927.48	214.47	0.00	3,141.95	0.00	3,141.95
INTERNAL SERVICE:						
PERSONNEL	(4,689.17)		(7,368.99)	2,679.82		2,679.82
FINANCIAL	0.00		0.00			0.00
EQUIPMENT USE	333,421.95		(12,368.05)	345,790.00		345,790.00
TOTAL	2,381,365.13	604,409.05	688,442.71	2,297,331.47	1,030,235.20	3,327,566.67
A. B. Chance Memorial	3,661.69	0.03	613.77	3,047.95	251,350.71	254,398.66
PARK LEASE/PURCHASE	162,123.03	0.00	0.00	162,123.03	0.00	162,123.03
MAMU 08 Electric Substation						
COP Project Fund	0.00	0.00	0.00	0.00	0.00	0.00
COP Int. Reserve Acct.	37,663.47	0.00	0.00	37,663.47	0.00	37,663.47


 William H. Miller, Treasurer

CITY COLLECTOR'S REPORT

August, 2013

Real Estate Tax Collections	\$5,802.70
Personal Property Tax Collections	\$2,005.65
Dog Tax	\$72.00
Cat Tax	\$8.00
Merchant's License	\$18.00
Penalties	\$1,756.03
Railroad/Utility Tax	
Financial Institution Tax	
Sur Tax	
Total	\$9,662.38

Deposited in the Following Funds

General Fund	\$4,941.85
Park Fund	\$2,169.02
Library Revenue Fund	\$2,021.74
Library Bond (Tsfr to Library Debt Service Acct)	\$529.77
Total	\$9,662.38

Submitted by: Heather Lockett
Heather Lockett, City Collector

City of Centralia Activity Reports

August 2013

Prepared By: Phyllis Brown

BUILDING ADMINISTRATION

Permit Data	Aug-13	Mar 2013 - Apr 2014 Totals
New Residential & Duplex	3	6
Residential Additions, Alterations, Repairs, Elec Upgrade	2	10
Residential Storage Buildings/Fences/Carport/Swimming Pools		11
New Commercial Buildings		
Non Residential Additions, Alterations, Repairs, Elec Upgrade, New Sign	3	7
Courtesy Inspections - New Trailers/Gas Lines		2
Renewal		
New Institutional		
Institutional Additions, Alterations, Repairs		1
New Community Recreation Center	1	2
Commerical Electrical Inspection		
Pole Barn		
Building Permit Summary		
Number of Permits Issued	9	39
Permit Valuation	\$642,075.00	\$1,396,345.00

ACTIVITY REPORT

		Aug-13											
		08/02/13 HOURS		08/16/13 HOURS		08/30/13 HOURS		AUG TOTAL HOURS		FYTD TOTALS			
	Cost Center #	DESCRIPTION											
			REG	OT	REG	OT	REG	OT	REG	OT	REG	OT	
Office	1121	Court	15.00	0.00	0.00	0.00	3.00	0.00	18.00	0.00	66.75	2.00	
	1142	Clerical	27.00	3.25	0.00	0.00	34.75	2.00	61.75	5.25	305.75	36.50	
	1162	Payroll	9.25	0.00	0.00	0.00	14.50	0.00	23.75	0.00	130.50	13.50	
	1163	Purchasing	16.50	1.50	0.00	0.00	12.00	4.25	28.50	5.75	193.50	31.25	
	1165	Accounting	28.00	0.00	0.00	0.00	25.00	0.00	53.00	0.00	333.00	2.00	
	6121	Cashiering & Collecting	211.00	16.25	0.00	0.00	216.00	10.75	427.00	27.00	1,954.75	131.75	
			<i>Central Office Monthly Total</i>	306.75	21.00	0.00	0.00	305.25	17.00	612.00	38.00	2,984.25	217.00

Street	1311	Administrative - Street	21.50	1.00	0.00	0.00	35.50	0.50	57.00	1.50	242.50	25.00
	1312	Street Maintenance	25.00	0.00	0.00	0.00	3.50	5.00	28.50	5.00	340.50	21.75
	1313	Alley Maintenance	1.50	0.00	0.00	0.00	10.50	0.00	12.00	0.00	15.50	0.00
	1314	Parking Lots/Sidewalks	64.50	0.50	0.00	0.00	0.00	0.00	64.50	0.50	146.00	1.00
	1315	Buildings/Grounds	2.50	0.00	0.00	0.00	0.00	0.00	2.50	0.00	48.50	0.00
	1316	Snow/Ice Removal	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	77.00	0.00
	1317	Pavement Markings	19.00	0.00	0.00	0.00	56.00	0.00	75.00	0.00	120.00	3.50
	1318	Culverts	10.00	0.00	0.00	0.00	17.00	0.00	27.00	0.00	427.00	16.00
	1319	Brush/Tree Control	1.50	0.00	0.00	0.00	4.00	0.00	5.50	0.00	41.50	4.25
	1331	Streets & Alleys; City Property	14.50	0.00	0.00	0.00	20.50	0.00	35.00	0.00	173.50	1.50
	2211	Cemetery	1.00	6.00	0.00	0.00	5.50	0.00	6.50	6.00	75.50	17.00
		<i>Street Department Monthly Total</i>	161.00	7.50	0.00	0.00	152.50	5.50	313.50	13.00	1,707.50	90.00

Water	3111	Administrative - Water	12.00	8.00	0.00	0.00	18.50	6.00	30.50	14.00	200.00	75.00
	3112	Customer Service - Water	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	3113	Water Wells - Maintenance	1.00	0.00	0.00	0.00	1.00	6.00	2.00	6.00	24.50	8.00
	3116	Water Service	190.50	5.50	0.00	0.00	180.00	24.00	370.50	29.50	1,349.00	80.00
	3117	Water Plant	43.00	0.00	0.00	0.00	0.00	39.50	43.00	39.50	426.00	43.50
	3119	Water Wells - Buildings/Grounds	5.00	0.00	0.00	0.00	1.00	0.00	6.00	0.00	6.00	0.00
	3121	Administrative - Sewer	0.00	0.00	0.00	0.00	1.00	0.00	1.00	0.00	1.00	0.00
	3123	Sewer	9.00	0.00	0.00	0.00	7.50	2.00	16.50	2.00	213.00	9.50
	3125	Lift Stations	17.50	0.00	0.00	0.00	15.00	0.00	32.50	0.00	145.50	0.00
	3127	Lagoons	14.00	0.00	0.00	0.00	15.00	0.00	29.00	0.00	183.50	0.00
	3128	Land Application	17.00	0.00	0.00	0.00	18.00	0.00	35.00	0.00	89.00	0.00
		<i>Water Department Monthly Total</i>	309.00	13.50	0.00	0.00	257.00	77.50	566.00	91.00	2,637.50	216.00

Electric	3131	Administrative - Electric	32.00	1.00	0.00	0.00	18.00	0.50	50.00	1.50	245.50	13.00
	3132	Customer Service - Electric	13.00	6.00	0.00	0.00	0.00	0.00	13.00	6.00	25.00	6.00
	3133	Buildings/Grounds	0.00	0.00	0.00	0.00	8.00	6.00	8.00	6.00	69.00	64.50
	3134	Electric Distribution	289.50	8.50	0.00	0.00	352.50	2.00	642.00	10.50	2,127.00	71.25
	3138	Brush/Trees	36.00	0.00	0.00	0.00	18.50	4.00	54.50	4.00	679.50	10.00
	3139	Street Lights	16.00	0.00	0.00	0.00	5.00	0.00	21.00	0.00	81.00	2.00
			<i>Electric Department Monthly Total</i>	386.50	15.50	0.00	0.00	402.00	12.50	788.50	28.00	3,227.00

ACTIVITY REPORT

Pay Date

		Aug-13								FYTD TOTALS	
Cost Center #	DESCRIPTION	08/02/13 HOURS		08/16/13 HOURS		08/30/13 HOURS		AUG TOTAL HOURS		REG	OT
		REG	OT	REG	OT	REG	OT	REG	OT		
Sanitation	3322 Sanitation	190.00	1.50	0.00	0.00	190.50	2.25	380.50	3.75	1,729.75	79.25
	3323 Landfill	0.00	12.00	0.00	0.00	0.50	10.50	0.50	22.50	96.00	80.75
	<i>Sanitation Department Monthly Total</i>		190.00	13.50	0.00	0.00	191.00	12.75	381.00	26.25	1,825.75

Holiday/Sick/Vacation/Funeral Leave

6111	Holiday	16.00	0.00	0.00	0.00	8.00	0.00	24.00	0.00	392.00	0.00
6112	Sick Time	32.00	0.00	0.00	0.00	38.75	0.00	70.75	0.00	442.25	0.00
6113	Vacation	68.25	0.00	0.00	0.00	46.00	0.00	114.25	0.00	791.00	0.00
6119	Funeral Leave	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	72.00	0.00
<i>Holiday/Sick/Vacation/Funeral Leave Monthly Total</i>		116.25	0.00	0.00	0.00	92.75	0.00	209.00	0.00	1,697.25	0.00

Equipment Use:

6212	Equipment/Vehicle Maintenance	19.50	0.00	0.00	0.00	10.00	0.50	29.50	0.50	239.00	2.75
<i>Equipment Use Monthly Total</i>		19.50	0.00	0.00	0.00	10.00	0.50	29.50	0.50	239.00	2.75

Total Hours Worked		1,489.00	71.00	0.00	0.00	1,317.75	125.75	2,899.50	196.75	14,318.25	852.50
---------------------------	--	----------	-------	------	------	----------	--------	----------	--------	-----------	--------

Assistance For The Month <i>(Hours are already included above)</i>	ADMINISTRATION	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
	Water Dept Assisted The Street Dept	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	25.00	12.00	
	Water Dept Assisted The Electric Dept	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3.50	4.00	
	Water Dept Assisted The Sanitation Dept	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
	Street Dept Assisted The Electric Dept	10.00	0.00	15.00	0.25	16.50	1.50	41.50	1.75	85.00	3.75	
	Street Dept Assisted The Water Dept	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
	Street Dept Assisted The Park Dept	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	18.50	0.00	
	Electric Dept Assisted The Park Dept	0.00	0.00	0.00	0.00	2.00	0.00	2.00	0.00	2.00	0.00	
	Electric Dept Assisted The Street Dept	0.00	0.00	14.50	0.00	0.00	0.00	14.50	0.00	30.50	0.00	
	Electric Dept Assisted The Water Dept	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
	Electric Dept Assisted The Sanitation Dept	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
	Electric Dept Assisted The Fire Dept	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
	Electric Dept Assisted The Park Dept	0.00	0.00	0.00	0.00	14.00	0.00	14.00	0.00	14.00	0.00	
			0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
			0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Total Hours Assisted		10.00	0.00	29.50	0.25	32.50	1.50	72.00	1.75	178.50	19.75

WATER DEPARTMENT EQUIPMENT USE

		Aug-13		TOTAL ON EQUIPMENT	
EQUIPMENT USAGE	MILEAGE	HOURS	MILEAGE	HOURS	
# 3 1993 Ford F-700 Dump Truck	65		56521		
# 6 2006 Chev Silverado Pickup	858		72062		
# 19 2011 Chev Silverado Pickup	824		28742		
# 40 Sewer Machine		1		280	
# 42 1984 Homelite Trash Pump		0		1219	
# 74 Sewer Camera Van		44		1849	
# 82 1992 UMC Sewer Van		19		88883	
# 83 Vac Trailer (Feb 2013 Water Dept Reporting now; not Elec Dept)		5		147	
# 87 2013 Chevy 1/2 Ton		1654		10840	
WELL PERFORMANCE REPORT		75 H.P. WELL #3		125 H.P. WELL #4	
1. Static Level-Average		356 FT		362 FT	
2. Pumping Level		406 FT		377 FT	
3. Drawdown		50 FT		15 FT	
4. G.P.M.		433		730	
5. Total Hours Pumping		0		515.3	
WELL PERFORMANCE REPORT		125 H.P. WELL #6			
1. Static Level-Average		368 FT			
2. Pumping Level		383 FT			
3. Drawdown		15 FT			
4. G.P.M.		730			
5. Total Hours Pumping		543.4			
WATER		Aug-13		Jul-13	
1. Monthly Well Water Processed (Raw Water # 3, #4 & #6)		22,366,000		22,092,300	
2. Total Well Water Process 2011 - 2012					
3. Monthly Recycled Water Processed		0		0	
4. Total Recycled Water Processed 2011 - 2012		0		0	
5. Total Water Processed for Month		22,366,000		22,092,300	
6. Average Daily Processed		721,484		712,655	
a. High Day Raw Water		948,000		939,600	
b. Low Day Raw Water		601,000		648,300	
7. Total Water Processed 2011 - 2012		94,198,300		71,832,300	
8. Finished Water to Towers for Month		20,417,000		21,198,000	
9. Finished Water to Towers 2011 - 2012		87,460,000		67,043,000	
NORTHEAST LAGOON PERFORMANCE		Aug-13		Jul-13	
1. Influent BOD (MG/L)					
2. Effluent BOD (MG/L)					
3. % BOD Removal					
4. Influent Suspended Solids (MG/L)					
5. Effluent Suspended Solids (MG/L)					
6. % Suspended Solids Removal					
7. Effluent Discharge to Creek		NO		NO	
8. Monthly Gallons Treated		37,291,000		30,706,000	
9. Yearly Gallons Treated 2011 - 2012		88,524,000		51,233,000	
10. Monthly Irrigation Water Pumped		0		0	
11. Yearly Irrigation Water Pumped 2011 - 2012		0		0	
NORTHWEST LAGOON PERFORMANCE		Aug-13		Jul-13	
1. Influent BOD (MG/L)					
2. Effluent BOD (MG/L)					
3. % BOD Removal					
4. Influent Suspended Solids					
5. Effluent Suspended Solids					
6. % Suspended Solids Removal					
7. Effluent Discharge to Creek		NO		NO	
8. Monthly Gallons Treated		2,938,000		15,501,000	
9. Yearly Gallons Treated 2011 - 2012		49,237,000		46,299,000	
10. Monthly Irrigation Water Pumped		0		0	
11. Yearly Irrigation Water Pumped 2011- 2012		0		0	

STREET EQUIPMENT USE

	Aug-13		Apr 2013 - Mar 2014 Totals	
TRASH COLLECTED ON DAILY ROUTES (Pounds)	422,000		1,275,400	
	Aug-13		Apr 2013 - Mar 2014 Totals	
EQUIPMENT USE	MILEAGE	HOURS	MILEAGE	HOURS
#1 - 1989 John Deer 670B Motor Grader		2		2,948
#4 - 2002 Feightline Dump Truck	308		50,766	
#10 - 2008 1-Ton Chevrolet	329		24,971	
#13 - 2004 Freightliner Sanitation Truck	83		78,453	
#15 - 1990 Case Model 1550 Long Track Dozer		0		3,300
#18 - 2001 Dodge 2500 Pickup	331		69,026	
#20 - 1999 Case Loader 6T-590		17		7,030
#25 - 2010 Chevy Pickup Silverado	996		16,750	
#49 - 2000 Case Backhoe		15		2,956
#50 - 1997 Gilcrest Propaver		3		587
#76 - 2008 International Dump Truck	3		15,598	
#77 - 2013 International Dump Truck	382		3,893	
#81 - 2009 John Deere Tractor w/Mower	61		1,445	
#85 - 1997 Ford Truck Street Sweeper		0		6,206
#89 - 2013 Freightline Trash Truck		1,264		4,536

ELECTRIC EQUIPMENT USE

EQUIPMENT USE	Aug-13		APR 2013 - MAR 2014 TOTALS	
	MILEAGE	HOURS	MILEAGE	HOURS
#26 - 2003 International/Altec Digger Derrick		16.0		3,519.0
#27 - 2009 Ford F-550 w/Altec AT40M Aerial Lift Device		53.0		2,795.0
#29 - 2001 Ford Altec (+51 hr)		23.0		5,286.0
#32 - 2006 Chev Silverado Truck	805		43,915.0	
#34 - 2000 Chevrolet 1 Ton Truck (+200 mi)	13		69,190.0	
#38 - 2010 Chevy Pickup 3/4-Ton w/Tool Bed	750		22,300.0	
#75 - 2008 Kubota Mini Ex		30.0		1,190.0
#84 - 2011 Bobcat A770		13.0		408.0
#88 - 2012 Altec DC1317 Series Chipper		0.5		85.0

ACCOUNTS PAYABLE OVER \$1250

SEPTEMBER 16, 2013

Ameren (Transmissions)	\$ 18,309.36
Ameren Energy Marketing (Wholesale Electric)	\$ 151,701.86
Boone Electric Cooperative	\$ 2,015.68
Butler Supply (Electric Department Supplies)	\$ 1,397.90
Cannon General Contractors, Inc. (Payment # 1 Switzler St)	\$ 37,046.52
CenturyLink (August Phone)	\$ 1,310.53
CenturyLink (Electric Overpayment)	\$ 64,702.80
H D Supply Waterworks (Water Dept. Supplies)	\$ 3,410.91
Hardesty Construction (Cemetery Mowing)	\$ 2,525.00
Leads On Line (Service Contract)	\$ 1,488.00
MFA Oil (Fuel)	\$ 7,523.44
Midland GIS Solutions (Payment # 3)	\$ 15,226.00
MJMEUC (Prairie State Charges)	\$ 55,725.48
NBBIT (Annual Hosting)	\$ 1,270.00
Show Me Shortline (Refund on Electric Overpayment)	\$ 19,856.65
UMB Bank (Park Lease Payment)	\$ 43,603.64
Water & Sewer Supply Inc. (Supplies)	\$ 1,405.80
Williams Keepers (Professional Audit & Accounting Services)	\$ 4,102.00
Wireless USA (Reprogramming PD Radios \$735)	\$ 1,367.00
TOTAL	\$ 433,988.57

ADDED AFTER GGFC MEETING

City of Columbia (Landfill Charges)	\$ 8,018.00
Hilton Hotels (Grenke / Bormann MML Conference Hotel)	\$ 1,366.56
MISO	\$ 4,143.67
UMB Bank (MAMU)	\$ 13,248.54
TOTAL	\$ 26,776.77

ADDED TODAY

Water & Sewer Supply Inc. (Supplies)	\$ 1,642.01
Water & Sewer Supply Inc. (Supplies)	\$ 6,830.74
Midwest Meter (3/4 meters complete with radios)	\$ 1,980.00
Wilkerson Brothers Quarry (Clean Rock)	\$ 1,481.14
TOTAL	\$ 11,933.89

GRAND TOTAL	\$ 472,699.23
--------------------	----------------------

BILL NO. _____

ORDINANCE NO. _____

A BILL TO CREATE AN ORDINANCE ENTITLED:

“AN ORDINANCE AUTHORIZING AND DIRECTING THE MAYOR AND CITY CLERK OF THE CITY OF CENTRALIA, MISSOURI TO EXECUTE A PARTIAL RELEASE OF A UTILITY LINE EASEMENT.”

BE IT ORDAINED BY THE BOARD OF ALDERMEN OF THE CITY OF CENTRALIA, MISSOURI, as follows:

SECTION 1. The Mayor and City Clerk of the City of Centralia, Missouri are hereby authorized and directed to execute a partial release instrument of a utility line easement from Thomas F. James and Frances M. James, husband and wife, dated June 3, 1994 and recorded in Book 1085, Page 939, Records of Boone County, Missouri.

SECTION 2. This ordinance shall take effect and be in full force and effect from and after the date of its passage and approval.

PASSED this 16th day of September, 2013.

Mayor

ATTEST:

City Clerk

This ordinance approved by the Mayor this 16th day of September, 2013.

Mayor

ATTEST:

City Clerk

PARTIAL RELEASE OF UTILITY LINE EASEMENT

This Partial Release Deed made September ____, 2013, between the CITY OF CENTRALIA, MISSOURI, a Missouri Municipal Corporation, Grantor, and THOMAS F. JAMES and FRANCES M. JAMES, husband and wife, Grantees, WITNESSETH:

WHEREAS, Thomas F. James and Frances M. James, husband and wife, did execute a Utility Line Easement to the City of Centralia, Missouri dated June 3, 1994 and recorded in Book 1085, Page 939, Records of Boone County, Missouri, over a tract of land in Centralia, Boone County, Missouri; and

WHEREAS, Grantor City of Centralia, Missouri now desires to partially relinquish and partially release the utility line easement since the partially released part of said utility line easement is not required for city utility purposes.

NOW THEREFORE, in consideration of \$1.00 and other good and valuable considerations, Grantor City of Centralia, Missouri, a Missouri Municipal Corporation, hereby partially releases and partially terminates unto Grantees Thomas F. James and Frances M. James, husband and wife, and their heirs and assigns, forever, the following described part of the utility line easement no longer required for city utility purposes by Grantor City of Centralia, Missouri:

A part of Block "I" in Clark and Hinman's Subdivision of Section Ten (10), Township Fifty-one (51), Range Eleven (11), in Centralia, Boone County, Missouri, described as follows: Beginning at the northeast corner of a tract of land described by a Warranty Deed recorded in Book 365, Page 291, Records of Boone County, Missouri, being on the west right-of-way line of Hickman Street and the east line of said Block "I"; then S89°-44'W 198.7 feet along the north line of said tract of land; thence North 15 feet; thence N89°-44'E 198.7 feet; thence South along the east line of Hickman Street and the east line of the said Block "I" 15 feet to the point of beginning.

IN WITNESS WHEREOF, The said Grantor has caused this partial release instrument to be signed by its Mayor, attested by its City Clerk, and its city seal to be hereto affixed, the day and year first above written.

CITY OF CENTRALIA, MISSOURI,
a Missouri Municipal Corporation

By: _____
Tim Grenke, Mayor

(CITY SEAL)

ATTEST:

Heather Lockett, City Clerk

STATE OF MISSOURI)
) ss.
COUNTY OF BOONE)

On this _____ day of September, 2013, before me appeared Tim Grenke, to me personally known, who, being by me duly sworn, did say that he is the Mayor of the City of Centralia, Missouri, that the seal affixed to the foregoing instrument is the city seal of the City of Centralia, Missouri, that said instrument was signed and sealed in behalf of said Missouri Municipal Corporation by authority of its Board of Aldermen, and the said Mayor acknowledged said instrument to be the free act and deed of said Missouri Municipal Corporation.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed my official seal, in Centralia, Missouri, the day and year first above written.

Donna G. Stephens, Notary Public
STATE OF MISSOURI,
Commissioned in Audrain County

(SEAL)

My commission expires: June 25, 2015

My commission number: 11071612

BILL NO. _____

ORDINANCE NO. _____

A BILL TO CREATE AN ORDINANCE ENTITLED:

“AN ORDINANCE TO FIX THE COMPENSATION OF A CERTAIN EMPLOYEE OF THE CITY OF CENTRALIA, MISSOURI.”

BE IT ORDAINED BY THE BOARD OF ALDERMEN OF THE CITY OF CENTRALIA, MISSOURI, as follows:

SECTION 1. The compensation of a certain employee of the City of Centralia, Missouri is hereby fixed and established by ordinance, as follows:

- (A) Police Corporal Ronald J. Bellamy is promoted to Police Sergeant and his salary is set at Grade K, Step 4 of the adopted pay schedule.

SECTION 2. The compensation for the employee established in Section 1 of this ordinance shall be effective September 23, 2013 at 7:00 a.m.

SECTION 3. All ordinances or parts of ordinances in conflict herewith are hereby repealed.

PASSED this 16th day of September, 2013.

 Mayor

ATTEST:

 City Clerk

This ordinance approved by the Mayor this 16th September, 2013.

 Mayor

ATTEST:

 City Clerk

G:\LYNNARCIVE13\RAISE1309.ord

Lynn Behrns

From: Lynn Behrns
Sent: Tuesday, September 10, 2013 9:08 AM
To: Phyllis Brown
Subject: Pay raise

The current pay for Corporal Bellamy is \$14.57 per hour, which he has received since his five year anniversary raise in May.

A promotion to Sergeant is an increase of two grades to \$15.92.

If there is no overtime, this would extend out to about \$1,404.00 for base pay for the remainder of the fiscal year. There would be about an additional \$170 for benefits from the higher rate.

This will then extend to at least an added \$3,148 of expense for fiscal year 2014-15 and following years.

The budget is elastic enough that the cost for the remainder of the year should not be an issue. I have not yet identified any balancing cuts for future budgets.

Lynn

BILL NO.

ORDINANCE NO.

A BILL TO CREATE AN ORDINANCE ENTITLED:

“AN ORDINANCE AUTHORIZING AND DIRECTING THE MAYOR AND CITY CLERK OF THE CITY OF CENTRALIA, MISSOURI TO EXECUTE NECESSARY DOCUMENTS TO RETAIN WILLIAMS-KEEPERS LLC, TO EXAMINE AND AUDIT THE FINANCIAL STATEMENTS AND RECORDS OF THE CITY OF CENTRALIA FOR THE FISCAL YEARS ENDING MARCH 31, 2014, MARCH 31, 2015, AND MARCH 31, 2016.”

BE IT ORDAINED BY THE BOARD OF ALDERMEN OF THE CITY OF CENTRALIA, MISSOURI, as follows:

SECTION 1. The Mayor and City Clerk of the City of Centralia, Missouri are hereby authorized and directed to execute the necessary documents to retain Williams-Keepers LLC of Columbia, Missouri, to examine and audit the financial statements and records of the City of Centralia, Missouri for the fiscal years ending March 31, 2014, March 31, 2015, and March 31, 2016. The fees for said work shall be in accordance with a document dated August 19, 2013 from Heidi Chick, of Williams-Keepers LLC.

SECTION 2. This ordinance shall take effect and be in full force and effect from and after the date of its passage and approval.

PASSED this 16th day of September, 2013.

Mayor

ATTEST:

City Clerk

This ordinance approved by the Mayor this 16th day of September, 2013.

Mayor

ATTEST:

City Clerk

G:\LYNNARCIVE10\Contract Audit13 ord



CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

2005 West Broadway, Suite 100, Columbia, MO 65203
OFFICE (573) 442-6171 FAX (573) 777-7800

3220 West Edgewood, Suite E, Jefferson City, MO 65109
OFFICE (573) 635-6196 FAX (573) 644-7240

www.williamskeepers.com

August 19, 2013

Mr. Lynn Behrns, City Administrator
City of Centralia
114 South Rollins
Centralia, MO 65240

On behalf of the partners and associates of Williams-Keepers LLC (WK), it is my sincere pleasure to present this engagement letter for audit services for the City of Centralia, Missouri (the City) for the fiscal years ending March 31, 2014, 2015, and 2016. We have enjoyed performing your audit in the past and are confident that we can continue to perform this work in accordance with the City's expectations.

Service to governmental entities represents a significant portion of our practice. Three of our audit partners have more than 30 years of experience in providing service to local municipalities and governmental entities. We have approximately 15 members on our governmental service team, several of whom play an active role in providing service to the City. To maximize efficiency and effectiveness, our plan is generally to return the currently assigned in-charge auditor on an annual basis. However, we have rotated the in-charge role and staff in the past several years to provide a fresh perspective as well.

Because of the importance of governmental clients to our firm, all members of our governmental service team participate in continuing professional education opportunities throughout the year and are active members of the Government Finance Officers Association (GFOA) and the Missouri Government Finance Officers Association. WK is also a member of the American Institute for Certified Public Accountants' (AICPA) Governmental Audit Quality Center. Additionally, our membership in PKF North America (PKF), a national association of similarly sized public accounting firms, affords us the opportunity to consult with PKF audit partners who serve on Special Review Committees of the GFOA Certificate of Achievement Program. I also serve on that committee. We share these opportunities with the City's staff by hosting seminars, emailing updates, and providing information during the course of the audit. The combination of our professional experience and affiliations provides us with a continuous stream of resources that can be of significant benefit to the City.

This engagement letter sets out the audit objectives, management responsibilities, audit procedures, and general information. Our proposed pricing structure, including our fee assumptions, is also included in this document. Because we would like to continue our working relationship and because we recognize the continued financial pressures on the City, we are willing to discount the City's fees from our standard rates to provide a mutually beneficial fee structure. We will repeat our last 3-year cycle of fees so that the fee for 2014 will be the same as 2011, 2015 the same as 2012, and 2016 the same as 2013.

WK sincerely appreciates the opportunity to be of continuing service to the City. We believe we provide a combination of experience, knowledge, and availability that benefits the City and makes WK a logical choice for audit services for the City. If I can be of further assistance, please do not hesitate to contact me.

Sincerely,

Heidi A. Chick, CPA
Member/Partner



CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

2005 West Broadway, Suite 100, Columbia, MO 65203
OFFICE (573) 442-6171 FAX (573) 777-7800

3220 West Edgewood, Suite E, Jefferson City, MO 65109
OFFICE (573) 635-6196 FAX (573) 644-7240

www.williamskeepers.com

August 19, 2013

Mr. Lynn Behrns, City Administrator
City of Centralia
114 South Rollins
Centralia, MO 65240

We are pleased to confirm our understanding of the services we are to provide the City of Centralia for the years ending March 31, 2014, 2015, and 2016. We will audit the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information, including the related notes to the financial statements, which collectively comprise the basic financial statements of the City of Centralia as of and for the years ending March 31, 2014, 2015, and 2016. U.S. generally accepted accounting standards provide for certain required supplementary information (RSI), such as management's discussion and analysis (MD&A), to supplement the City of Centralia's basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. As part of our engagement, we will apply certain limited procedures to the City of Centralia's RSI in accordance with U.S. generally accepted auditing standards. These limited procedures will consist of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We will not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance. The following RSI is required by generally accepted accounting principles and will be subjected to certain limited procedures, but will not be audited:

- Management's discussion and analysis
- Budgetary comparison schedules

We have also been engaged to report on supplementary information other than RSI that accompanies the City of Centralia's financial statements. We will subject the following supplementary information to the auditing procedures applied in our audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with U.S. generally accepted auditing standards and will provide an opinion on it in relation to the financial statements as a whole:

- Schedule of expenditures of federal awards (if applicable)
- Combining balance sheets for all non-major governmental funds
- Combining statements of revenues, expenditures and changes in fund balances for all non-major governmental funds

Audit Objectives

The objective of our audit is the expression of opinions as to whether your basic financial statements are fairly presented, in all material respects, in conformity with generally accepted accounting principles and to report on the fairness of the supplementary information referred to in the second paragraph when considered in relation to the financial statements as a whole. If a Single Audit is required, the objective also includes reporting on:

- Internal control related to the financial statements and compliance with laws, regulations, and the provisions of contracts or grant agreements, noncompliance with which could have a direct and material effect on the financial statements in accordance with *Government Auditing Standards*.
- Internal control related to major programs and an opinion (or disclaimer of opinion) on compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a direct and material effect on each major program in accordance with the Single Audit Act Amendments of 1996 and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.

The reports on internal control and compliance, if required, will each include a paragraph that states that the purpose of the report is solely to describe (1) the scope of testing of internal control over financial reporting and compliance and the result of that testing and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance, (2) the scope of testing internal control over compliance for major programs and major program compliance and the result of that testing and to provide an opinion on compliance but not to provide an opinion on the effectiveness of internal control over compliance, and (3) that the report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering internal control over financial reporting and compliance and OMB Circular A-133 in considering internal control over compliance and major program compliance. The paragraph will also state that the report is not suitable for any other purpose.

Our audit will be conducted in accordance with U.S. generally accepted auditing standards and, if a Single Audit is required, the standards for financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the Single Audit Act Amendments of 1996; and the provisions of OMB Circular A-133. It will include tests of the accounting records and other procedures we consider necessary to enable us to express such opinions and to render the required reports. We cannot provide assurance that unmodified opinions will be expressed. Circumstances may arise in which it is necessary for us to modify our opinions or add emphasis-of-matter or other-matter paragraphs. If our opinions on the financial statements or the Single Audit compliance opinions are other than unmodified, we will discuss the reasons with you in advance. If, for any reason, we are unable to complete the audit or are unable to form or have not formed opinions, we may decline to express opinions or to issue a report as a result of this engagement.

Management Responsibilities

Management is responsible for the basic financial statements and all accompanying information as well as all representations contained therein. If a Single Audit is required, management is also responsible for identifying government award programs and understanding and complying with the compliance requirements and for preparation of the schedule of expenditures of federal awards in accordance with the requirements of OMB Circular A-133. As part of the audit, we will assist with preparation of your financial statements, schedule of expenditures of federal awards, and related notes. You will be required to acknowledge in the management representation letter our assistance with preparation of the financial statements and schedule of expenditures of federal awards and that you have reviewed and approved the financial statements, schedule of expenditures of federal awards, and related notes prior to their issuance and have accepted responsibility for them. You agree to assume all management responsibilities for any nonaudit services we provide; oversee the services by designating an individual (Lynn Behrns or the subsequent city administrator), preferably from senior management, who possesses suitable skill, knowledge, or experience; evaluate the adequacy and results of the services; and accept responsibility for them.

Management is responsible for establishing and maintaining effective internal controls, including internal controls over compliance, and for evaluating and monitoring ongoing activities, to help ensure that appropriate goals and objectives are met and that there is reasonable assurance that government programs are administered in compliance with compliance requirements. You are also responsible for the selection and application of accounting principles; for the preparation and fair presentation of the financial statements in conformity with U.S. generally accepted accounting principles; and for compliance with applicable laws and regulations and the provisions of contracts and grant agreements.

Management is also responsible for making all financial records and related information available to us and for ensuring that management is reliable and financial information is reliable and properly recorded. You are also responsible for providing us with (1) access to all information of which you are aware that is relevant to the preparation and fair presentation of the financial statements, (2) additional information that we may request for the purpose of the audit, and (3) unrestricted access to persons within the government from whom we determine it necessary to obtain audit evidence.

Your responsibilities include adjusting the financial statements to correct material misstatements and confirming to us in the written representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements taken as a whole. If applicable, your responsibilities also include identifying significant vendor relationships in which the vendor has responsibility for program compliance and for the accuracy and completeness of that information.

You are responsible for the design and implementation of programs and controls to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the government involving (1) management, (2) employees who have significant roles in internal control, and (3) others where the fraud could have a material effect on the financial statements. Your responsibilities include informing us of your knowledge of any allegations of fraud or suspected fraud affecting the government received in communications from employees, former employees, regulators, or others. In addition, you are responsible for identifying and ensuring that the City complies with applicable laws, regulations, contracts, agreements, and grants. Additionally, as required by OMB Circular A-133, it is management's responsibility to follow up and take corrective action on reported audit findings and to prepare a summary schedule of prior audit findings and a corrective action plan.

If applicable, you are responsible for preparation of the schedule of expenditures of federal awards in conformity with OMB Circular A-133. You agree to include our report on the schedule of expenditures of federal awards in any document that contacts and indicates that we have reported on the schedule of expenditures of federal awards. You also agree to include the audited financial statements with any presentation of the schedule of expenditures of federal awards that includes our report thereon. Your responsibilities include acknowledging to us in the written representation letter that (1) you are responsible for the presentation of the schedule of expenditures of federal awards in accordance with OMB Circular A-133; (2) that you believe the schedule of expenditures of federal awards, including its form and content, is fairly presented in accordance with OMB Circular A-133; (3) that the methods of measurement or presentation have not changed from those used in the prior year (or, if they have changed, the reasons for such changes); and (4) you have disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of the schedule of expenditures of federal awards.

You are responsible for the preparation of the other supplementary information, which we have been engaged to report on, in conformity with U.S. generally accepted accounting principles. You agree to include our report on the supplementary information in any document that contains and indicates that we have reported on the supplementary information. You also agree to include the audited financial statements with any presentation of the supplementary information that includes our report thereon. Your responsibilities include acknowledging to us in the representation letter that (1) you are responsible for presentation of the supplementary information in accordance with GAAP; (2) that you believe the supplementary information, including its form and content, is fairly presented in accordance with GAAP; (3) that the methods of measurement or presentation have not changed from those used in the prior period (or, if they have changed, the reasons for such changes); and (4) you have

disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of the supplementary information.

Management is responsible for establishing and maintaining a process for tracking the status of audit findings and recommendations. Management is also responsible for identifying for us previous financial audits, attestation engagements, performance audits, or other studies related to the objectives discussed in the Audit Objectives section of this letter. This responsibility includes relaying to us corrective actions taken to address significant findings and recommendations resulting from those audits, attestation engagements, performance audits, or studies. You are also responsible for providing management's views on our current findings, conclusions, and recommendations, as well as your planned corrective actions, for the report, and for the timing and format for providing that information.

Audit Procedures—General

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit will involve judgment about the number of transactions to be examined and the areas to be tested. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We will plan and perform the audit to obtain reasonable rather than absolute assurance about whether the financial statements are free of material misstatement, whether from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the entity or to acts by management or employees acting on behalf of the entity. Because the determination of abuse is subjective, *Government Auditing Standards* do not expect auditors to provide reasonable assurance of detecting abuse.

Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform a detailed examination of all transactions, there is a risk that material misstatements may exist and not be detected by us, even though the audit is properly planned and performed in accordance with U.S. generally accepted auditing standards and *Government Auditing Standards*. In addition, an audit is not designed to detect immaterial misstatements, or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements or major programs. However, we will inform the appropriate level of management of any material errors, any fraudulent financial reporting, or misappropriation of assets that come to our attention. We will also inform the appropriate level of management of any violations of laws or governmental regulations that come to our attention, unless clearly inconsequential, and of any material abuse that comes to our attention. We will include such matters in the reports required for a Single Audit. Our responsibility as auditors is limited to the period covered by our audit and does not extend to any later periods for which we are not engaged as auditors.

Our procedures will include tests of documentary evidence supporting the transactions recorded in the accounts, and may include tests of the physical existence of inventories, and direct confirmation of receivables and certain other assets and liabilities by correspondence with selected individuals, funding sources, creditors, and financial institutions. We will request written representations from your attorneys as part of the engagement, and they may bill you for responding to this inquiry. At the conclusion of our audit, we will require certain written representations from you about the financial statements and related matters.

Audit Procedures—Internal Control

Our audit will include obtaining an understanding of the entity and its environment, including internal control, sufficient to assess the risks of material misstatement of the financial statements and to design the nature, timing, and extent of further audit procedures. Tests of controls may be performed to test the effectiveness of certain controls that we consider relevant to preventing and detecting errors and fraud that are material to the financial statements and to preventing and detecting misstatements resulting from illegal acts and other noncompliance matters that have a direct and material effect on the financial statements. Our tests, if performed, will be less in scope than would be necessary to render an opinion on internal control and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to *Government Auditing Standards*.

As required by OMB Circular A-133, we will perform tests of controls over compliance to evaluate the effectiveness of the design and operation of controls that we consider relevant to preventing or detecting material noncompliance with compliance requirements applicable to each major federal award program. However, our tests will be less in scope than would be necessary to render an opinion on those controls and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to OMB Circular A-133.

An audit is not designed to provide assurance on internal control or to identify significant deficiencies or material weaknesses. However, during the audit, we will communicate to management and those charged with governance internal control related matters that are required to be communicated under AICPA professional standards, *Government Auditing Standards*, and OMB Circular A-133.

Audit Procedures—Compliance

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we will perform tests of the City of Centralia's compliance with the provisions of applicable laws, regulations, contracts, and agreements, including grant agreements. However, the objective of those procedures will not be to provide an opinion on overall compliance and we will not express such an opinion in our report on compliance issued pursuant to *Government Auditing Standards*.

If applicable, OMB Circular A-133 requires that we also plan and perform the audit to obtain reasonable assurance about whether the auditee has complied with applicable laws and regulations and the provisions of contracts and grant agreements applicable to major programs. Our procedures will consist of tests of transactions and other applicable procedures described in the *OMB Circular A-133 Compliance Supplement* for the types of compliance requirements that could have a direct and material effect on each of the City of Centralia's major programs. The purpose of these procedures will be to express an opinion on the City of Centralia's compliance with requirements applicable to each of its major programs in our report on compliance issued pursuant to OMB Circular A-133.

Audit Administration, Fees, and Other

We understand that your employees will prepare all cash or other confirmations we request and will locate any documents selected by us for testing. We will provide you with a list of information required for the audit and anticipate having the information ready when we start fieldwork.

If a Single Audit is required, at the conclusion of the engagement, we will complete the appropriate sections of the Data Collection Form that summarizes our audit findings. It is management's responsibility to submit the reporting package (including financial statements, schedule of expenditures of federal awards, summary schedule of prior audit findings, auditors' reports, and corrective action plan) along with the Data Collection Form to the federal audit clearinghouse. We will coordinate with you the electronic submission and certification. If applicable, we will provide copies of our report for you to include with the reporting package you will submit to pass-through entities. The Data Collection Form and the reporting package must be submitted within the earlier of 30 days after receipt of the auditors' reports or nine months after the end of the audit period, unless a longer period is agreed to in advance by the cognizant or oversight agency for audits.

The audit documentation for this engagement is the property of Williams-Keepers LLC and constitutes confidential information. However, pursuant to authority given by law or regulation, we may be requested to make certain audit documentation available to a federal agency providing direct or indirect funding, or the U.S. Government Accountability Office for purposes of a quality review of the audit, to resolve audit findings, or to carry out oversight responsibilities. We will notify you of any such request. If requested, access to such audit documentation will be provided under the supervision of Williams-Keepers LLC personnel. Furthermore, upon request, we may provide copies of selected audit documentation to the aforementioned parties. These parties may intend, or decide, to distribute the copies or information contained therein to others, including other governmental agencies.

The audit documentation for this engagement will be retained for a minimum of five years after the report release or for any additional period requested in writing by a federal agency. If we are aware that a federal awarding agency, pass-through entity, or auditee is contesting an audit finding, we will contact the party(ies) contesting the audit finding for guidance prior to destroying the audit documentation.

Heidi A. Check is the engagement partner and is responsible for supervising the engagement and signing the report or authorizing another individual to sign it. Our fees are based on the time required to complete the engagement at our standard hourly rates, plus out-of-pocket expenses. It is our practice to submit interim billings during the progress of our engagements. Our fees for the audit of the financial statements for the years ending March 31, 2014, 2015, and 2016, are summarized below. Our fee for the Single Audit will be billed based on actual time incurred at our standard hourly rates.

	2014	2015	2016
Net fee	\$ 22,100	\$ 23,200	\$ 24,400

Our fees are based on the following assumptions and representations:

- The books and records will be ready for audit by a mutually agreed upon date.
- Adjusting entries, including accrual entries, needed to close the books and records will be minimal.
- The City will provide the information needed to convert the fund financial statements to the entity wide financial statements, including complete and accurate capital asset, debt, and other liability information.
- The books and records and requested supporting schedules will be prepared by the City's staff and will be ready for audit at prearranged dates, and City officials and employees will be available and provide reasonable assistance during our audit fieldwork.
- The City maintains, and makes available to us, adequate records and supporting documentation to test financial transactions, assets, and liabilities.
- The City will provide draft copies of management's discussion and analysis.
- There will be no significant or unusual changes in the City's size, federal programs, accounting and regulatory requirements, or services to be performed. In addition, there will be no significant changes in accounting or auditing standards impacting the City's financial statements. Any such changes will be discussed with the City in advance so that a renegotiated fee, if appropriate, can be mutually agreed upon.

In the event that we find during our audit that there are differences between actual conditions and circumstances and those upon which our time estimates and fee were based, or if unforeseen problems are encountered, we

would notify you and discuss the effect on our fee. If our time requirements would change significantly as a result, or if additional services are requested by City officials, we would adjust our fee based on the difference in the time requirements at our standard hourly rates for the personnel utilized plus out-of-pocket expenses, if any.

Government Auditing Standards require that we provide you with a copy of our most recent external peer review report and any letter of comment, and any subsequent peer review reports and letters of comment received during the period of the contract. Our 2011 peer review report is attached.

We appreciate the opportunity to be of service to the City of Centralia and believe this letter accurately summarizes the significant terms of our engagement. If you have any questions, please let us know. If you agree with the terms of our engagement as described in this letter, please sign the enclosed copy and return it to us.

Sincerely,

WILLIAMS-KEEPERS LLC



Heidi A. Chick, CPA
Member/Partner

RESPONSE:

This letter correctly sets forth the understanding of the City of Centralia.

Signature: _____

Title: _____

Date: _____

BILL NO.

ORDINANCE NO.

A BILL TO CREATE AN ORDINANCE ENTITLED:

“AN ORDINANCE AUTHORIZING AND DIRECTING THE MAYOR AND CITY CLERK OF THE CITY OF CENTRALIA, MISSOURI TO EXECUTE AN AGREEMENT FOR PURCHASE OF A POLICE RADIO AND TELEPHONE LOGGER AND ANNUAL SOFTWARE AND EQUIPMENT MAINTENANCE WITH VERSADIAL CORPORATION, D/B/A VERSADIAL SOLUTIONS.”

BE IT ORDAINED BY THE BOARD OF ALDERMEN OF THE CITY OF CENTRALIA, MISSOURI, as follows:

SECTION 1. The Mayor and City Clerk of the City of Centralia, Missouri are hereby authorized and directed to execute an agreement with Versadial Corporation, d/b/a Versadial Solutions of Irvine, California, for purchase of a police radio and telephone logger and annual maintenance of software and equipment, for an initial fee of Five Thousand Nine Hundred Fifty-eight Dollars and No Cents (\$5,958.00).

SECTION 2. This ordinance shall take effect and be in full force and effect from and after the date of its passage and approval.

PASSED this 16th day of September, 2013.

Mayor

ATTEST:

City Clerk

This ordinance approved by the Mayor this 16th day of September, 2013.

Mayor

ATTEST:

City Clerk

G:\LYNN\ARCIVE10\ContractVersadial,ord

Versadial Solutions Proforma Invoice / Order Form



Vendor

Company Versadial Solution
Address 9940 Irvine Center Dr
City, ST., ZIP Irvine, CA. 92618, USA
Phone (949) 457-0650
Fax (949) 457-0465
Email sales@versadial.com

CUSTOMER INFORMATION

Company Centralia Missouri Police
Name Lieutenant Bias
Address
City, ST., ZIP
Phone
Email
Project Name
Date 8/28/2013

SCOPE OF PROJECT

Solution: 4 Analog 2 Radios PC

Notes: Complete system for recording 4 analog trunk lines and 2 radio base stations. One year software updates, 4 support cases, and unlimited manager's remote access. Wiring from recorder to lines under 500 feet for analog lines. (no smdr needed)

COMPANY PROPOSAL

We Versadial Solutions, propose the above solution in the amount of: \$5558

Installation: Versadial's time for installation of our products can vary based on the current telecom infrastructure and the amount of system configuration needed. The estimated time for install is dependent on a variety of factors; as there may be additional technical requirements (SMDR, SIP, G.729 codec, quantity of remote users, custom permissions, etc.) or unforeseen circumstances. Please take these factors into account when calculating for installation "billable hours" with an outside installer or when providing quotes to an end-user.

SHIPPING & BILLING

Ship To: Company
Att:
Address
City/State/Zip
Country

Bill To:

PAYMENT

Circle One: Check
Wire Transfer
Credit Card (VISA, Mastercard, AmEx)

Name:
CC#
Exp Date
Security Code:

OWNER ACCEPTANCE

I have read and agree to Versadial's Terms and Conditions. I approve and authorize to process this order.

Submitted by (owner or authorized representative)

Date



PURCHASE DETAILS

Purchase Order Number:
 Order Date:
 Terms: Invoice to be paid prior to shipment.
 S0.1H0.0500.05

SOLUTION PRICE SUMMARY

Qty	Items	Description	List Price	Discount Price	Subtotal
1	4 Analog 2 Radios PC	-VDL-PC-E MidTower PC with PCIe slots. Windows 7 Pro (32-bit), Intel i7 CPU 2.8 Ghz speed, 2GB DDR, two 1TB hard drives, RAID1/Mirror (200GB system partition, 800GB data Partition, up to 150,000 channels hours with highest compression), DVD+RW drive (up to 800 channels hours per media) for archiving, 1 real time audio monitoring, Fast recall capabilities, Remote playback and monitoring via TCP/IP LAN using Versadial remote client software. Build and test service. (VGA monitor is not included) (Qty.1) -ATP-8A-PCI-E+/2.0 Half-size PCI-Express card with Telco connector, 8 analog channels. (Qty.1) -VSLIC_Key1 VSLogger 1 channel license, unlimited (Qty.6) -LICKEY_USB License Key (USB), no VSLogger licenses. (Qty.1)	\$5,730.00	\$5,333.00	\$5,333.00

List Price:	\$5,730.00
Promotional Discount Expires on:	9/27/2013
	\$397.00
Subtotal:	\$5,333.00
Shipping:	\$225.00
Tax/Other:	\$0.00
Total:	\$5,558.00

_____ Initials

Satisfaction Guarantee: 30 day money back guarantee on all purchases*



Versadial Solutions Proforma Invoice / Support Renewal

Vendor

Company Versadial Solution
 Address 9940 Irvine Center Dr
 City, ST., ZIP Irvine, CA, 92618, USA
 Phone (949) 457-0650
 Fax (949) 457-0465
 Email sales@versadial.com

Bill To:

Company Centralia Missouri Police
 Name Lt. Robert Bias
 Address
 City, ST., ZIP
 Phone
 Email
 Project Name
 Date: 8/28/2013

PAYMENT

Circle One: Check
 Wire Transfer
 Credit Card (VISA, Mastercard, AmEx, Discover)

Name:
 CC#
 Exp Date
 Security Code:

OWNER ACCEPTANCE

I have read and agree to Versadial's Terms and Conditions. I approve and authorize to process this order.

Submitted by (owner or authorized representative) _____

Date _____

PURCHASE DETAILS

Purchase Order Number:
 Order Date:

SOLUTION PRICE SUMMARY

Qty	Items	Description	List Price	Discount Price	Subtotal
1	ADU-MAINT-PRO-REG for 6 channels	Software Maintenance plan renewal, 1-year. Regular. Unlimited software upgrades, 4 support cases.	\$400.00	\$400.00	\$400.00

- *
- *
- *
- *
- *
- *
- *

List Price:	\$400.00
	\$0.00
Subtotal:	\$400.00
Other:	
Total:	\$400.00

BILL NO.

ORDINANCE NO.

A BILL TO CREATE AN ORDINANCE ENTITLED:

“AN ORDINANCE AUTHORIZING AND DIRECTING THE MAYOR AND CITY CLERK OF THE CITY OF CENTRALIA, MISSOURI TO EXECUTE A WHOLESALE ELECTRIC POWER DISTRIBUTION SERVICE AGREEMENT WITH AMEREN SERVICES COMPANY.”

BE IT ORDAINED BY THE BOARD OF ALDERMEN OF THE CITY OF CENTRALIA, MISSOURI, as follows:

SECTION 1. The Mayor and City Clerk of the City of Centralia, Missouri are hereby authorized and directed to execute a Wholesale Distribution Service Agreement with Ameren Services Company of Decatur, Illinois to provide delivery of wholesale electric power to the City of Centralia, Missouri.

SECTION 2. This ordinance shall take effect and be in full force and effect from and after the date of its passage and approval.

PASSED this 16th day of September, 2013.

Mayor

ATTEST:

City Clerk

This ordinance approved by the Mayor this 16th day of September, 2013.

Mayor

ATTEST:

City Clerk

G:\LYNN\ARCIVE10\ContractPowerDistribution ord

**Wholesale Distribution Service Agreement
For
Centralia, Missouri**

This Wholesale Distribution Service Agreement (“Agreement”) dated _____, _____, is entered into, by and between Ameren Services Company, as agent for its electric utility affiliate, Union Electric Company d/b/a Ameren Missouri (“Owner”) and Centralia, Missouri (“Customer”) in order for Owner to provide Wholesale Distribution Service (“WDS” or “WDS Service”) to Customer. This Agreement supersedes all prior agreements for WDS Service entered into between Owner and Customer, and any of their predecessors. Owner and Customer are each referred to as “Party”, and collectively referred to as “Parties”.

WHEREAS, Owner is a transmission owning member of the Midwest Independent Transmission System Operator, Inc. (“Midwest ISO”), and transmission service across Owner’s transmission facilities is provided under the Midwest ISO Open Access Transmission, Energy and Operating Reserve Markets Tariff, as amended from time to time (“Midwest ISO Tariff” or “Tariff”); and

WHEREAS, Owner also owns distribution related electrical facilities (“Distribution Facilities”) that are subject to the provisions of the Midwest ISO Tariff; and

WHEREAS, Owner desires to make its Distribution Facilities available to Customer pursuant to rates, terms and conditions set forth in this Agreement;

WHEREAS, Customer desires to use Owner’s Distribution Facilities pursuant to rates, terms and conditions set forth in this Agreement.

NOW, THEREFORE, in consideration of the mutual promises hereinafter set forth and other good and valuable consideration, the receipt of which is hereby acknowledged, and intending to be legally bound, the Parties hereby agree as follows:

1. Effective Date and Term

This Agreement shall become effective on _____, or on such other date determined by the Federal Energy Regulatory Commission (“FERC”) (such date hereinafter referred to as the “Effective Date”).

2. WDS Charges

Customer shall pay the following rates and charges that apply to the requested WDS:

Issued by: Maureen Borkowski, Effective: _____
Vice President, Transmission, Ameren Services Company
Issued on: _____

Subject to, and in accordance with, the Principles Governing Charges and Loss Factors For Wholesale Direct Assignment Facilities, filed in FERC Docket No. ER00-255-000 (“Principles Agreement”), the charge for Wholesale Distribution Service facilities shall be computed at the annual rate of 16.42% times the original cost investment of the local distribution facilities assigned or allocated to Customer. The annual and monthly Distribution Facilities Charge for WDS provided under this Wholesale Distribution Service Agreement is \$167,976.00 per year, or \$13,998.00 per month. The Customer Charge known as the Transmission Contract Administration Charge shall be \$100.00 per month and shall be in addition to the Distribution Facilities Charge specified in this paragraph. If additional facilities are installed on Owner’s system, the Distribution Facilities Charge shall be modified and this Agreement shall be revised to reflect the costs of such additional facilities, provided such modification is in accordance with the Principles Agreement or any agreement replacing the Principles Agreement or FERC approved methodology replacing the Principles Agreement.

3. Metering - Loss Adjustment Factors

Subject to, and in accordance with, the Principles Agreement, for purposes of computing Customer’s charges hereunder, metered loads shall be increased for losses occurring between Owner’s Transmission System and Customer’s metering points by multiplying Customer’s metered load by 1.0150 to account for the appropriate distribution loss factor of 1.50 %.

4. Transmission Service

Nothing in this Agreement conveys a right to transmission service under the Tariff. Customer shall separately obtain transmission service subject to the rates, terms and conditions of the Tariff.

5. Force Majeure

Owner or Customer shall not be considered in default as to any obligation under this Agreement if prevented from fulfilling the obligation due to an event of Force Majeure. However, if Owner’s or Customer’s performance under this Agreement is hindered by an event of Force Majeure, it shall make all reasonable efforts to perform its obligations under this Agreement. An event of Force Majeure means any act of God, labor disturbance, act of public enemy, war, act of terrorism, insurrection, riot, fire, storm or flood, explosion, breakage or accident to machinery or equipment, any curtailment, order, regulation or restriction imposed by governmental military or lawfully established civilian authorities, or any other cause beyond Owner’s or Customer’s control.

6. Limitation of Damages

In no event shall either Owner or Customer be liable under this Agreement or under any cause of action related to the subject matter of this Agreement, whether based on contract, warranty, tort (including negligence), strict liability, indemnity, or otherwise for any incidental, special, punitive or consequential damages including, but not limited to, loss of use, increased costs of purchased or replacement power, interest charges, inability to operate at full capacity, lost profits, or claims of Customer's customers or members. Owner shall not be liable to the Customer, its customers or members for damages caused by interruption of service, voltage or frequency variations, single phase to three phase lines, reversal of phase rotation, or carrier-current frequencies imposed by Owner for system operations or equipment control except such as result from the failure of Owner to exercise Good Utility Practice in furnishing the service. Customer should install protective equipment if such occurrences might damage its apparatus.

7. Assignment

This Agreement may be assigned by a Party, without the consent of the other Party but with prior written notice, to any entity or entities in connection with a merger, consolidation, reorganization or other change in the organizational structure of the assigning Party, provided that the surviving or successor entity(ies) agree(s), in writing, to assume the assigning Party's obligations and duties under, and be bound by, the terms of this Agreement and further satisfy one of the following criteria:

- (a) the assignee has an Investment Grade Credit Rating;
- (b) the obligations of the assignee are guaranteed by a parent with an Investment Grade Credit Rating; or
- (c) the assignment is being made in connection with a merger, consolidation or sale of substantially all the assignor's assets to another party that has an Investment Grade Credit Rating at least equal to that of the assignor.

8. Regulatory Approval

This Agreement shall be subject to the approval of the regulatory agencies having jurisdiction. This Agreement will be filed with FERC for approval under Section 205 of the Federal Power Act as soon as practicable after its execution by the Parties. The Parties agree to support such filing, to reasonably cooperate with respect to the filing, and to provide any information, including the filing of testimony, reasonably required to comply with applicable filing requirements.

9. Modification of Agreement

Notwithstanding any other provision in this Agreement to the contrary, Owner has the right to modify this Agreement at any time upon a change in Customer’s service or when a cost of service or loss factor study performed by Owner indicates a need for such modification.

In addition, notwithstanding any provision in this Agreement to the contrary, any Party may unilaterally make application to the FERC under Sections 205 or 206, as applicable, of the Federal Power Act and pursuant to FERC’s rules and regulations promulgated thereunder for a change in any rate, term, condition, charge, classification of service, rule or regulation, under or related to this Agreement over which the FERC has jurisdiction.

10. Counterparts

This Agreement may be executed in two or more counterparts, each of which shall be deemed an original but all of which together shall constitute one and the same instrument.

11. Contacts

Ameren Services Representative and Address

Kay Janeen Tapscott
Ameren Services
Supervisor, Transmission Services Business Ctr.
370 S. Main St.
Decatur, IL 62523

Customer Representative and Address

Lynn Behrns
City of Centralia
City Administrator
114 S. Rollins
Centralia, MO 65240

IN WITNESS WHEREOF, the Parties have caused this Service Agreement to be executed by their respective authorized officials.

Ameren Services Company,
As agent for Union Electric Company
d/b/a Ameren Missouri

Centralia, Missouri

By: _____
Name: _____
Title: _____

By: _____
Name: _____
Title: _____

Wholesale Distribution Service Agreement
For
Centralia, Missouri

This Wholesale Distribution Service Agreement ("Service Agreement") dated November 24th, 2008, is entered into, by and between Ameren Services Company, as agent for its electric utility affiliate, Union Electric Company d/b/a AmerenUE ("Owner") and Centralia, Missouri ("Customer") for the purpose of Owner to provide Wholesale Distribution Service ("WDS") to Customer. Owner and Customer are each referred to as "Party", and collectively referred to as "Parties".

Wholesale Distribution Service shall be provided by Owner and received and purchased by Customer under the following terms and conditions:

WDS under this Service Agreement shall commence effective January 1, 2009, or such other date as it is permitted to become effective by the Federal Energy Regulatory Commission ("Commission"), whichever is later, and shall continue until terminated by mutual agreement or upon twelve (12) months written notice by either Party, or modified by either Party pursuant to their rights under the Principles Agreement, referenced below, and/or the Federal Power Act.

WDS Charges

Customer shall pay the following rates and charges that apply to the requested WDS:

Subject to, and in accordance with, the Principles Governing Charges and Loss Factors For Wholesale Direct Assignment Facilities, filed in FERC Docket No. ER00-255-000 ("Principles Agreement"), the charge for Wholesale Distribution Service facilities shall be computed at the annual rate of 16.42% times the original cost investment of the local distribution facilities assigned or allocated to Customer. The annual and monthly Distribution Facilities Charge for WDS provided under this Wholesale Distribution Service Agreement is \$101,496.00 per year, or \$8,458.00 per month. The Customer Charge known as the Transmission Contract Administration Charge shall be \$100.00 per month and shall be in addition to the Distribution Facilities Charge specified in this paragraph. If additional facilities are installed on Owner's system, the Distribution Facilities Charge shall be modified and this Agreement shall be revised to reflect the costs of such additional facilities, provided such modification is in accordance with the Principles Agreement or any agreement replacing the Principles Agreement or Commission approved methodology replacing the Principles Agreement.

Metering - Loss Adjustment Factors

Subject to, and in accordance with, the Principles Agreement, for purposes of computing Customer's charges hereunder, metered loads shall be increased for losses occurring between

Issued by: Maureen Borkowski,
Vice President, Transmission, Ameren Services Company

Effective: _____

Issued on: _____

Owner's Transmission System and Customer's metering points by multiplying Customer's metered load by 1.0150 to account for the appropriate distribution loss factor of 1.50 %.

Transmission Service

Owner is a transmission owner member of the Midwest Independent Transmission System Operator, Inc. ("Midwest ISO") and transmission service across Owner's facilities is provided under the Midwest ISO Open Access Transmission and Energy Markets Tariff, as such may be amended from time to time or any successor tariff ("Tariff"). Nothing in this Service Agreement conveys a right to transmission service under the Tariff. Customer or its agent shall separately obtain transmission service subject to the rates, terms and conditions of the Tariff.

Other

This Service Agreement represents the entire understanding between Owner and Customer with reference to Wholesale Distribution Service by Owner to Customer. This Service Agreement and its terms shall be subject to approval, if applicable, by the Commission. This Service Agreement and its terms shall also be subject to, as applicable, the Tariff.

Owner shall not be considered in default as to any obligation under this Service Agreement if prevented from fulfilling the obligation due to an event of Force Majeure. However, if Owner's performance under this Service Agreement is hindered by an event of Force Majeure, it shall make all reasonable efforts to perform its obligations under this Service Agreement. An event of Force Majeure means any act of God, labor disturbance, act of the public enemy, war, act of terrorism, insurrection, riot, fire, storm or flood, explosion, breakage or accident to machinery or equipment, any curtailment, order, regulation or restriction imposed by governmental military or lawfully established civilian authorities, or any other cause beyond Owner's control.

In no event shall Owner or its suppliers be liable under this Service Agreement or under any cause of action related to the subject matter of this Service Agreement, whether based on contract, warranty, tort (including negligence), strict liability, indemnity, or otherwise for any incidental, special, punitive or consequential damages including, but not limited to, loss of use, increased costs of purchased or replacement power, interest charges, inability to operate at full capacity, lost profits, or claims of Customer's customers. Owner shall not be liable to the Customer for damages caused by interruption of service, voltage or frequency variations, single phase to three phase lines, reversal of phase rotation, or carrier-current frequencies imposed by Owner for system operations or equipment control except such as result from the failure of Owner to exercise Good Utility Practice in furnishing the service. Customer should install protective equipment if such occurrences might damage its apparatus. Owner's total liability to Customer for all claims arising out of or related to the subject matter of this Service Agreement, whether based on contract, warranty, tort (including negligence), strict liability, indemnity, or otherwise shall not exceed the amount paid by Customer to Owner during the month in which the claim arose for the location involved. The remedies set forth in this Service Agreement are the Customer's sole and exclusive remedies.

Company Contacts

Ameren Services Representative and Address

Customer Representative and Address

Kay Janeen Tapscott (H-25)
Ameren Services
Supervisor, Accounts and Settlement
370 S. Main St.
Decatur, IL 62523

Lynn Behrens **BEHANS**
City of Centralia
City Administrator
114 S. Rollins
Centralia, MO 65240

IN WITNESS WHEREOF, the Parties have caused this Service Agreement to be executed by their respective authorized officials.

Ameren Services Company,
As agent for Union Electric Company
d/b/a AmerenUE

Centralia, Missouri

By: Maureen A. Borkowski
Name: Maureen A. Borkowski
Title: Vice President, Transmission

By: [Signature]
Name: Lynn P. Behrens
Title: City Administrator