MEMORANDUM OF UNDERSTANDING

THIS MEMORANDUM OF UNDERSTANDING is entered into this 1 day of May, 2006, by and between the State of Illinois, acting through the Capital Development Board and hereinafter called the "State" and City of Taylorville.

WITNESSETH

WHEREAS, the State has the duty to provide for the health, safety, and welfare of their citizens; and

WHEREAS, the Capital Development Board is the construction management arm of Illinois' state government; and

WHEREAS, the City of Taylorville provides necessary services for local economic development; and

WHEREAS, the parties shall enter into a grant or award agreement, to be effective for fiscal year 2007 and subject to compliance with all applicable State law and necessary certifications, on the basis of the following terms, among others:

The State agrees:

1. To provide $150,000 for tornado sirens for the City of Taylorville; and

City of Taylorville agrees:

2. To meet all duties and obligations imposed by state law respecting nonfederal-aid projects;

3. To promptly pay all contractors engaged on projects undertaken pursuant to this Memorandum of Understanding;

4. To assume maintenance responsibility of City of Taylorville's programs and initiatives; and

The parties mutually agree:

5. That, with respect to the State funding, project initiation will be the responsibility of the City of Taylorville and is to be coordinated with the State.
IN WITNESS WHEREOF, State and City of Taylorville have caused this Memorandum of Understanding to be executed by their authorized representatives on the 11th day of May, 2006.

FOR CITY OF TAYLORVILLE:

Frank Mathon
City of Taylorville

FOR THE STATE:

Jan Grimes
Director
Capital Development Board