

**REIMBURSEMENT AGREEMENT BETWEEN THE
CITY OF LEBANON AND LEBANON UTILITIES
(REESE PARK LIFT STATION)**

WHEREAS, Lebanon Utilities (hereinafter "Utility") desires to improve its wastewater treatment system (hereinafter "System") servicing residences and businesses within the City of Lebanon;

WHEREAS, the City of Lebanon (hereinafter "City") also desires to support the Utility expeditiously improving the System;

WHEREAS, the Utility and the City believe it is in the best interests of the City to expand the Reese Park Lift Station and related facilities (hereinafter "the Project"); and

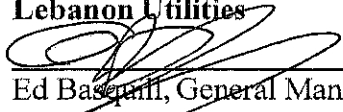
WHEREAS, the Project will benefit the current rate payors and support economic development within Lebanon by improving the overall operation of the System, including but not limited to resolving up to seven (7) sanitary sewer overflows (SSOs) within the City.

The following is hereby mutually agreed to and understood by both parties:

1. The Utility will timely design, bid, contract, permit, inspect, and oversee construction of the Project.
2. The total Project cost is estimated to be three million, seven hundred fifty thousand dollars (\$3,750,000).
3. The City, by its Common Council, has approved the expenditure of one million, eight hundred thousand dollars (\$1,800,000) in to be received American Rescue Funds to contribute toward the Project.
4. The Utility will comply with all applicable statutory requirements related to the design and construction of the Project through an anticipated guaranteed savings contract.
5. The Utility, upon receipt of a third party invoice for work related to the Project, will pay the same; thereafter, it will make written, itemized request for reimbursement from the City (up to \$1,800,000.00).

ALL OF WHICH IS AGREED this _____, day of December, 2021

Lebanon Utilities

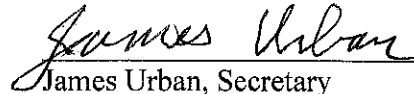


Ed Basquill, General Manager
Lebanon Utilities

City of Lebanon

Matthew Gentry,
Mayor, City of Lebanon

Attest:



James Urban, Secretary
Lebanon Utilities Service Board

Attest:

Tonya Thayer, Clerk-Treasurer