

EXHIBIT B

CONTRACT, LEASE, AGREEMENT CONTROL FORM

Date: 5/31/2006

Contract/Lease Control #: C06-1374-PWI-126

Bid #: N/A Contract/Lease Type: AGREEMENT

Award To/Lessee: CITY OF NICEVILLE

Lessor:

Effective Date: 4/25/2006 \$50,000

Term: INDEFINITE

Description of Contract/Lease: TRAFFIC SIGNAL OPERATIONS & MAINTENANCE

Department Manager: PUBLIC WORKS/TRAFFIC

Department Monitor: D. SLATERPRYCE

Monitor's Telephone #: 689-5772

Monitor's FAX #: 689-5786

Date Closed:

**INTERLOCAL AGREEMENT BETWEEN OKALOOSA COUNTY AND MUNICIPALITY
FOR TRAFFIC SIGNAL OPERATIONS AND MAINTENANCE**

THIS Interlocal AGREEMENT, made this 16th day of May, 2006, and between the Okaloosa Board of County Commissioners, (the "County") and the Municipality of City of Niceville, (the "Municipality").

WITNESSETH

WHEREAS, pursuant to section 163.01 et seq., Florida Statutes, the County may enter into agreement with other governmental agencies within or outside the jurisdictional boundaries of the County to enable them to cooperate on a basis of mutual advantage and provide services that will work best in the view of geographic, economic, and other factors influencing the needs of the local communities; and

WHEREAS, the Municipality is responsible for the maintenance and electrical power cost incurred in the operation of such signals; and

WHEREAS, the Municipality has requested, and the County has agreed to undertake, the maintenance of the Municipality's traffic signal or traffic signals on the State Highway System and others within the Municipality's jurisdiction as described in Exhibit A;

NOW, THEREFORE, in consideration of these premises and the mutual covenants of the parties it is agreed as follows with regard to traffic signalization:

1. Effective Date. This Agreement shall take effect on the date of the signing of the last party hereto, and shall remain in effect until September 30, 2006. This Agreement shall renew automatically on October 1, 2006, for a term of one year and shall continue to renew for annual successive terms of one year unless one party shall provide the other at least thirty (30) days written notice of the intent to terminate said Agreement, with or without cause.
2. Compensation. The Municipality shall reimburse the County in accordance with the Schedule of Services set forth in Exhibit B. If fees are listed in Exhibit B the County, through its Public Works Department, may from time to time revise the fees in accordance, effective no less than thirty (30) days after providing written notice of the revisions to the Municipality. In such event, the Municipality may terminate the Agreement without notice during the thirty (30) days preceding the effective date of the new Schedule of Services.
3. Scope of Services. The County shall perform maintenance and continuous operation (i.e. preventive maintenance, and emergency maintenance) of the traffic signals in the Municipality set forth in Exhibit A. Maintenance shall be provided pursuant to Florida Department of Transportation requirements and accordance with the Manual of Uniform Traffic Control Devices (MUTCD), National Electric Manufacturer's Association (NEMA) and the Institute of Traffic Engineers (ITE) Standards as applicable.

The County shall set and maintain the timing and phasing of the traffic signals, maintain the centralized computer system and perform locates of underground components directly related to the traffic control systems. The County may make modifications in phasing of signals and signal systems to accommodate changing needs of traffic.

CONTRACT: TRAFFIC SIGNAL
OPS & MAINTENANCE
CONTRACT NO.: C06-1374-PWI-126
CITY OF NICEVILLE
EXPIRES: INDEFINITE

The Municipality reserves the right to examine equipment, timing, and phasing at any time and, after consultation with the County may specify modifications. These recommendations should be developed by the Municipality under the direction of a qualified Professional Engineer. The Municipality shall not make any modifications and/or equipment replacements without prior written notice to and approval by the County.


IN WITNESS WHEREOF, the parties hereto have caused these presents to be executed the day and year first above written.

MUNICIPALITY OF City of Niceville

COUNTY OF COUNTY COMMISSIONERS
OF OKALOOSA COUNTY, FLORIDA

By: Randall Wise
Mayor

By: Shy S. Campbell
Chairman



ATTEST:
By: David J. Doucet
Clerk

ATTEST:
By: Teresa Ward
Clerk
Deputy Clerk

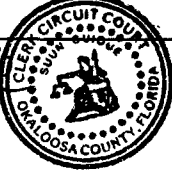


EXHIBIT A

Municipality of City of Niceville

All control devices listed here must meet International Municipal Signal Association (ISMA), Manual on Uniform Traffic Control Devices (MUTCD), and National Electric Manufactures Association (NEMA) specifications before the County acceptance. If the devices are deficient in any of these areas then the Municipality can either upgrade the control devices themselves or the County can perform the work and the Municipality will reimburse the County for all reasonable and customary charges related to upgrading the control devices to the standards listed above.

Traffic Signals

SR 20 @ SR 85 South
SR 20 @ SR 85 North
SR 20 @ SR 285
SR 20 @ Cedar Ave.
SR 20 @ Bullock Blvd./Juniper St.
SR 20 @ Palm Blvd.
SR 285 @ Palm Blvd.

EXHIBIT B

The Florida Department of Transportation will directly reimburse the County in accordance with traffic signal maintenance and compensation agreement(s) that they may establish for traffic signal maintenance work on the State Highway System set forth in Exhibit A. The electric bill will be paid for by the Municipality.