

**MEMORANDUM OF UNDERSTANDING BY AND BETWEEN
LEE'S SUMMIT PARKS AND RECREATION BOARD & THE CITY OF LEE'S SUMMIT, MISSOURI
INTER-FUND LOAN TO FINANCE THE ACQUISITION OF THE LONGVIEW RECREATION CENTER**

THIS MEMORANDUM OF UNDERSTANDING (hereinafter "MOU") is entered into this ____ day of _____, 2018 by and between the LEE'S SUMMIT PARKS AND RECREATION BOARD (hereinafter "Park Board") and THE CITY OF LEE'S SUMMIT, MISSOURI (hereinafter "City.")

WHEREAS, the Park Board is an entity appointed by the Mayor with the advice and consent of the majority of the entire City Council, as outlined in Article VIII, Section 8.1(a) of the Charter of the City of Lee's Summit, Missouri; and,

WHEREAS, Article VIII, Section 8.2(a) of the Charter of the City of Lee's Summit, Missouri vests the Park Board with the control of the supervision, improvement, care and custody of the parks and recreation activities of the City; and,

WHEREAS, Article VIII Section 8.2(b) of the Charter of the City of Lee's Summit, Missouri vests the Park Board with the power to acquire real property for parks and recreation purposes; and,

WHEREAS, the Park Board has determined that, in the fulfillment of its' duties and responsibilities under the Charter, it is reasonable and prudent to procure an existing recreation facility owned by the Junior College District of Metropolitan Kansas City, Missouri, commonly known as the Longview Recreation Center, for future use and operation by the Park Board as a Community Center; and,

WHEREAS, pursuant to Article VIII, Section 8.2(b) of the Charter of the City of Lee's Summit, Missouri, the City will be the legal title holder of the real property described herein; and,

WHEREAS, the City, through the General Fund, has the present ability to provide an inter-fund loan to the Park Board to finance the acquisition of the real property described herein; and,

WHEREAS, the Park Board intends to repay the inter-fund loan through the use of park sales tax revenues; and,

WHEREAS, the Park Board will be responsible for the renovations, maintenance and operations of the real property described herein; and,

WHEREAS, the City and the Park Board desire to formally set forth the terms and conditions of an inter-fund loan to the Park Board for the acquisition of the Longview Recreation Center.

NOW, THEREFORE, the City and the Park Board agree as follows:

1. **Inter-Fund Loan.** Subject to appropriation, the City will loan to the Park Board the total sum of FOUR MILLION ONE HUNDRED THOUSAND AND NO/100 DOLLARS \$4,100,000.00) to be used for the acquisition of the Longview Recreation Center from MCC, with said funds to be available to the Park Board on or before August 30, 2018.
2. **Financing Terms and Reimbursement Schedule.** The Board will make payments on an annual basis, on or before the last day of each fiscal year for the next five (5) years, beginning with Fiscal Year 2020 (June 30, 2020), in equal installments, with an included payment which shall constitute the foregone interest for the amount borrowed, consistent with the procedures outlined in the City of Lee's Summit Interfund Loan Policy.

The obligation of the Park Board to repay the inter-fund loan is subject to annual appropriation and shall not constitute a current expense of the Park Board.

3. **Amendment.** Any amendment to this MOU shall be reduced to writing and executed by both the City and the Park Board.

IN WITNESS WHEREOF, the parties hereto have made and executed this MOU as of the day and year first above written.

Tyler Morehead, President
Lee's Summit Parks and Recreation Board

Joe Snook, Administrator
Lee's Summit Parks and Recreation

William A. Baird, Mayor
City of Lee's Summit, Missouri

Stephen A. Arbo, City Manager
City of Lee's Summit, Missouri