BILL NO. <u>2024-0/</u>

ORDINANCE NO. 1336

AN ORDINANCE OF THE CITY OF ASH GROVE, MISSOURI, GRANTING A FRANCHISE TO OPERATE A NATURAL GAS DISTRIBUTION SYSTEM WITHIN THE CITY TO SPIRE MISSOURI INC.

WHEREAS, Section 71.530 RSMo. authorizes cities in Missouri to contract with a corporation for the purpose of supplying gas; and

WHEREAS, Spire Missouri Inc. ("Spire") has requested that the City renew the franchise previously granted to Spire for an additional twenty (20) year term; and

WHEREAS, the Board of Aldermen desires to approve the renewal of its municipal franchise with Spire pursuant to the terms and conditions provided in this Ordinance.

NOW, THEREFORE, BE IT ORDAINED BY THE BOARD OF ALDERMEN OF THE CITY OF ASH GROVE, MISSOURI, as follows, that:

SECTION 1 - The right, permission, and authority for a period of twenty (20) years is hereby granted to Spire Missouri Inc., a corporation of the State of Missouri (hereinafter referred to as "Spire") to construct, reconstruct, excavate for, place, replace, extend and maintain all necessary or appropriate mains, service pipes, conduits, conductors, vaults, vaporizers, regulators, meters, sensors, routers, poles, antennae, and any and all other equipment, appurtenances and fixtures as may be reasonably necessary or desirable in the operation of a natural gas distribution system, in, along, across, over and under the streets, roads, alleys, sidewalks, squares, bridges within the corporate limits of the City of Ash Grove (hereinafter referred to as the "City") as now fixed and within any future extensions of its limits as hereafter extended, and areas dedicated to the City for public utility use, for the purpose of transmitting, furnishing, transporting, and distributing natural gas for light, heat, power, and other purposes within the City and for the purpose of transporting and transmitting natural gas through the City; all such equipment, appliances, and apparatus to be installed and maintained with due regard to the rightful use by other persons with vehicles or otherwise, of the streets, roads, alleys, sidewalks, squares, bridges, and other public places and areas dedicated to the City for public utility use; and exercise of the rights, permission and authority hereby granted shall at all times be subject to lawful regulation by the City in the exercise of its police powers. For the purposes of this Ordinance, unless the context clearly indicates otherwise, the term "right-of-way" or "rights-of-way" shall include streets, roads, alleys, sidewalks, squares, bridges, and areas dedicated to the City for public utility use.

SECTION 2 – Extensions of, and additions to, the distribution system maintained by Spire in the City, shall be made in accordance with the rules and regulations governing such extensions and additions by Spire now on file with the Missouri Public Service Commission or in accordance with such amended rules and regulations governing such extensions and additions by Spire as may hereafter become effective in the manner provided by law. The financial responsibility for relocations of Spire's facilities within the City's rights-of-way shall be determined by State law as shall be specified by statute or common law at the time of the relocation, and nothing herein shall be construed to confer upon Spire or the City any rights inconsistent therewith. The City will not vacate any public right-of-way containing any Spire facilities without first advising Spire of its intention to vacate the right-of-way and cooperating with Spire in reasonable attempts to obtain the necessary property rights to maintain and construct in the future its facilities in the right-of-way proposed to be vacated. The City shall also provide Spire with a reasonable opportunity to make arrangements to relocate its facilities before completing any such vacation.

SECTION 3 – Spire shall indemnify and hold the City harmless from all liability, judgments, decrees, costs, expenses, and attorneys' fees incurred or imposed on account of injury or damage to persons or property to the extent caused by the negligent acts or omissions or mismanagement of Spire or its subcontractors in the construction, reconstruction, excavation, extension, restoration, or maintenance of the mains, service pipes, conduits, conductors, or other equipment in, along, across, over or under any of the streets, roads, alleys, sidewalks, squares, bridges, or other public places in the City in the exercise of any of the rights and privileges conferred by this Ordinance.

SECTION 4 – The rights, privileges, and authority granted herein shall inure to and be vested in Spire, its successors and assigns, successively, subject to all of the terms, provisions and conditions herein contained, and each of the obligations hereby imposed upon Spire shall devolve and be binding upon its successors and assigns, successively, in the same manner.

SECTION 5 – As consideration for the rights and privileges conferred by this Ordinance, Spire shall pay to the City the gross receipts taxes, if any, lawfully provided for by applicable ordinances, as the same may be amended from time to time. In addition, Spire shall pay any applicable right-of-way management costs imposed by the City, subject to the provisions of Section 67.1840 RSMo. or its successor.

SECTION 6 – Spire shall, within thirty (30) days after the passage and approval of this Ordinance, file a memorandum detailing Spire's acceptance thereof with the City Clerk. Upon receipt by the City Clerk of such memorandum, the franchise granted herein shall continue and remain in full force and effect as a renewal of the preceding franchise for a period of twenty (20) years.

SECTION 7 – Neither acceptance of, nor compliance with, the provisions of this Ordinance shall in anywise impair or affect, or constitute, or be construed as a relinquishment or waiver of any right, permission or authority which Spire may have independently of this Ordinance; nor shall any use by Spire of public property or places in the City, as authorized by this Ordinance or service rendered by Spire, in the City, be treated as use solely of the rights, permission and authority provided for by this Ordinance or as service referable solely to this Ordinance or to any obligation of service consequent upon acceptance thereof or as in anywise indicating non-use of, non-compliance with, any obligation incident to, any right, permission, or authority vested in Spire independently of this Ordinance; and the acceptance provided for in Section 6 of this Ordinance, and each and every compliance with the provisions of this Ordinance or with any obligation arising from acceptance thereof, shall be subject to, and conditioned by, the provisions of this Section 7, with the same force and effect as though each of the provisions of this Section were expressly incorporated in such acceptance and expressly declared by the acceptor, its successors, or assigns, at and prior to the time of such compliance by it, as conditions of such compliance.

SECTION 8 –During the term of this franchise, the City shall not prohibit the connection of, or service to new natural gas customers within its boundaries, nor take any action to require the discontinuance of natural gas service, other than as may be set forth in the rules and regulations of the Missouri Public Service Commission.

SECTION 9 - This Ordinance shall not relieve Spire of the obligation to comply with any lawful ordinance now existing in the City or enacted in the future requiring Spire to obtain written permits or other approval from the City prior to commencement of construction of facilities within the City rights-of-way, except Spire shall not be required to obtain permits or other approval from the City for the maintenance and repair of its facilities.

SECTION 10 – If any provision of this Ordinance, or the application of such provision to particular circumstances, shall be held invalid, the remainder of this Ordinance, or the application of such provision to circumstances other than those as to which it is held invalid, shall not be affected thereby.

SECTION 11 -- Missouri Immigration Law Affidavit. After January 1, 2009, Spire takes note that Section 285.530.2 of the Missouri Revised Statutes requires a political subdivision as a condition of a contract or grant in excess of \$5,000 awarded after January 1, 2009, to require the business entity to affirm by sworn affidavit and provision of documentation the business entity has enrolled and participated in a federal work authorization program with respect to its employees who work in connection with the contracted services. To that end, the services provider will provide a signed affidavit affirming that it does not knowingly employ any person who is an unauthorized alien in connection with the contract. Spire will provide a statement that the company has such a program, documentation for the program, and that it will not employ unauthorized aliens in connection with the work.

If this box is checked, then the requirement for an Immigration Law Affidavit does not apply because the dollar value of the contract is less than the \$5,000 minimum.

SECTION 12 – This Ordinance is effective upon its passage and approval.

PASSED by the Board of Aldermen of the City of Ash Grove, Missouri this <u>20</u> day of February , 2024

Mayor Caleb Smith, City of Ash Grove

ATTEST: Melisia Man Melissa J. Mau, City Clerk