

Item 1.02; Termination of a Material Agreement

Effective October 1, 2006, Multiband Corporation will be terminating its operating agreement with Pace Electronics. The operating agreement related to subcontracting certain management functions of Multiband's MDU, Inc. subsidiary to Pace. Multiband will be performing those functions in-house effective October 1, 2006. A copy of the termination agreement is attached hereto as an Exhibit.

Signatures

Pursuant to the requirements of the Securities and Exchange Act of 1934, the registrant has duly caused this Form 8-K report to be signed on its behalf by the undersigned hereunto duly authorized.

Date: August 29, 2006

Multiband Corporation

By: /s/ James L. Mandel

James L. Mandel
Chief Executive Officer

Exhibit: Termination Agreement dated August 25, 2006
