

INTERLOCAL AGREEMENT

**Sabine County
and
GM Water Supply Corporation**

Texas Community Development Block Grant Program Project

THE STATE OF TEXAS §

COUNTY OF SABINE §

THIS AGREEMENT made and entered into by and between Sabine County, Texas (County) acting by and through its County Judge pursuant to a resolution duly passed by its Commissioners' Court and the GM Water Supply Corporation (WSC) acting by and through its President pursuant to a resolution duly passed by its Board of Directors hereby agree and covenant as follows:

WHEREAS, said County and WSC, pursuant to the authority found in Chapter 791 Government Code, Interlocal Cooperation Contracts, have determined that providing water service is beneficial to the health, welfare and safety of the residents of the service area of WSC and County, and

WHEREAS, County can apply for a grant of **\$500,000** from the Texas Department of Agriculture Office of Rural Affairs under the Texas Community Development Block Grant Program to make water system improvements to the northern Sabine County, and

WHEREAS, said County and WSC agree it is beneficial to share the responsibility of providing this water service,

NOW THEREFORE, County and WSC agree as follows:

- I. County shall apply for funding, and if funded, serve as the grantee for the Texas Community Development Block Grant Program funds awarded by the Texas Department of Agriculture, Office of Rural Affairs and maintain all program and financial records as may be required by the Texas Department of Agriculture. County shall be subject to audit requirements of the State.
- II. County has contracted with qualified grant administration and professional engineering firms to serve as the project grant administrator and project engineer.
- III. County shall, with the assistance of WSC, review and award the construction contract for the water system improvements funded under the grant. WSC shall accept all improvements resulting from the County's contract with the Texas Department of Agriculture and shall totally maintain these improvements as a part of its water system.

- IV. The County shall, upon completion of the construction requirements of the project, transfer the water system improvements resulting from its contract with the Texas Department of Agriculture to the GM WSC.
- V. This Agreement shall be for a term of three years or for the duration of the County's contract with the Texas Department of Agriculture.

EXECUTED THIS THE 27 DAY OF MARCH 2023.

GM WATER SUPPLY CORPORATION

ATTEST:

Law R. Kelley
President

Paul Griffin
Secretary

SABINE COUNTY

ATTEST:

David Melton
County Judge

Jamie Clark
County Clerk



RESOLUTION

A RESOLUTION OF THE BOARD OF DIRECTORS FOR THE GM WATER SUPPLY CORPORATION REQUESTING SABINE COUNTY TO APPLY FOR FUNDING AND COMMITTING MATCHING FUNDS FOR A TEXAS COMMUNITY DEVELOPMENT PROGRAM BLOCK GRANT APPLICATION TO BE SUBMITTED TO THE TEXAS DEPARTMENT OF AGRICULTURE OFFICE OF RURAL AFFAIRS.

WHEREAS, the GM Water Supply Corporation (WSC) has been established to provide potable water service in an area that includes Sabine County; and

WHEREAS, the GM Water Supply Corporation (WSC) is in need of making improvements to the water system that serves Sabine County; and

WHEREAS, only Counties and incorporated Cities can apply for funding under the Texas Community Development Block Grant (TxCDBG) Program, Community Development Fund; and


WHEREAS, the funding available under the Texas Community Development Block Grant Program, Community Development Fund is limited to \$500,000; and

WHEREAS, the total project costs will exceed the maximum funds available under the above referenced grant program;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS FOR GM WATER SUPPLY CORPORATION:

1. That GM WSC requests that Sabine County apply for funding under the Texas Community Development Block Grant Program, Community Development Fund for water system improvements for the GM WSC.
2. That GM WSC will provide \$10,000 as a cash match for use by Sabine County towards the construction activities of the above referenced water system improvements project.
3. That this match will be provided under the terms of an interlocal agreement to be entered into between Sabine County and GM WSC.

PASSED AND APPROVED THIS 14 day of March 2023.



PRESIDENT, GM WSC



SECRETARY, GM WSC

RESOLUTION

A RESOLUTION OF THE GOVERNING BOARD OF THE GM WATER SUPPLY CORPORATION, AUTHORIZING THE PRESIDENT TO ENTER INTO AN INTERLOCAL AGREEMENT WITH SABINE COUNTY FOR COMPLETION OF A TEXAS COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM PROJECT FOR WATER SYSTEM IMPROVEMENTS.

WHEREAS, the GM Water Supply Corporation is the provider of water service in Sabine County; and

WHEREAS, the Governing Board of GM Water Supply Corporation desires to make improvements to its water facilities; and


WHEREAS, Sabine County can apply for funding from the Texas Community Development Block Grant Program for a grant to make these improvements; and

WHEREAS, GM Water Supply Corporation wishes to enter into an Interlocal Agreement with Sabine County to facilitate the successful completion of that project;

NOW THEREFORE, BE IT RESOLVED BY THE GOVERNING BOARD OF GM WATER SUPPLY CORPORATION, TEXAS:

1. That the President is hereby authorized to enter into an Interlocal Agreement with Sabine County.
2. That the President is hereby authorized to issue checks totaling to the amount of \$10,000 made payable to Sabine County to be used by the County as the required cash match for the Texas Community Development Block Grant Program after the project has been funded and the construction contract has been advertised for bids.
3. That GM Water Supply Corporation will accept and maintain all water improvements resulting from the County's Texas Community Development Block Grant Program project.

PASSED AND APPROVED THIS THE 14 day of March 2023.



PRESIDENT, GM WSC



SECRETARY, GM WSC