

RESOLUTION No. 26-04

A RESOLUTION ACCEPTING A GRANT AWARD FROM THE TEXAS WATER DEVELOPMENT BOARD IN THE AMOUNT OF \$9,628,090 WITH RURAL WATER ASSISTANCE FUNDING TO FINANCE CITY WATERWORKS SYSTEM IMPROVEMENTS, AUTHORIZING THE EXECUTION OF A GRANT AGREEMENT BETWEEN THE TEXAS WATER DEVELOPMENT BOARD AND THE CITY OF MOUNT VERNON, TEXAS AND AN ESCROW AGREEMENT RELATING THERETO

WHEREAS, the City of Mount Vernon, Texas (the "City") filed an application seeking financial assistance in the amount of \$10,703,000 from the Rural Water Assistance Fund from the Texas Water Development Board (the "TWDB") to finance certain waterworks system improvements identified as Project No. 21878, including the acquisition of land and rights-of-way therefor and professional services rendered in connection therewith (the "Project"); and

WHEREAS, TWDB adopted Resolution No. 25-143 approving a commitment to the City for financial assistance for the Project, including, among other funding, the proposed purchase of \$1,075,000 of "City of Mount Vernon, Texas, Combination Tax and Surplus Revenue Certificates of Obligation, Series 2026" and a grant of \$9,628,090 (the "Grant"); and

WHEREAS, the City Council finds that it is in the best interest of City and its residents to accept the Grant to provide funding for the Project and to authorize City officers to sign any documents necessary to accept such Grant; now, therefore,

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MOUNT VERNON, TEXAS:

SECTION 1: That the findings and determinations of the City Council contained in the preamble hereof are hereby incorporated by reference and made a part of this Resolution for all purposes as if the same were restated in full in this Section.

SECTION 2: That the City Council hereby accepts the Grant from the TWDB. The agreement between the City and the TWDB setting out the terms and conditions of the Grant (the "Grant Agreement"), in a form promulgated by the TWDB, is hereby approved for and on behalf of the City as to form and content, and the Mayor, Mayor Pro Tem or City Administrator are each authorized to execute the Grant Agreement on behalf of the City.

SECTION 3: That upon receipt of the Grant funds, such funds shall be deposited in an account to be maintained with BOKF, NA (the "Escrow Agent") and held in escrow pending written authorization to release such moneys. The Escrow Agreement between the Escrow Agent and the City is hereby approved for and on behalf of the City as to form and content, and is hereby authorized to be executed by the Mayor or Mayor Pro Tem or City Administrator for and on behalf of the City.

SECTION 4: That it is officially found, determined, and declared that the meeting at which this Resolution is adopted was open to the public and public notice of the time, place, and subject matter of the public business to be considered at such meeting, including this Resolution, was given, all as required by Texas Government Code, Chapter 551, as amended.

SECTION 5: That this Resolution shall be in force and effect from and after its passage on the date shown below.

PASSED AND ADOPTED, this February 13, 2026.

City of Mount Vernon, Texas

By _____
Brad Hyman, Mayor

ATTEST:

Angie Pike, Interim City Secretary

(City Seal)