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Memorandum of Understanding

Between
City of Hearne, Hearne Texas
and

Hearne Economic Development Corporation – Type A

This Memorandum of Understanding (MOU) sets for the terms and understanding between the City of Hearne and the Hearne Economic Development Corporation – Type A to provide reimbursement to the City for the 10% match required for the TDOT Aviation Capital Improvement Program (CIP) Grant.

Background

The HEDC-A is governed by a Board of volunteers appointed by the Hearne City Council. The Board is required to adhere to the Texas Open Meetings Act regarding record-keeping and has a fiduciary responsibility for the records and accountability of Type A Sales Tax revenues collected for the specific purposes outlined in Texas Local Government Code, Chapters 501, 504 & 505.

Pursuant to City Ordinance No. 2015-10-07, the City Council of the City of Hearne recognized Section 504.171 of the Texas Local Government Code and authorized the HEDC- A Board to undertake projects that the HEDC- B Corporation may undertake.

Purpose

This MOU will designate the 10% funding match to be paid by the City of Hearne as agreed between the City of Hearne and Texas Department of Transportation – Aviation as an expenditure to be reimbursed from HEDC-A funds at the completion of the project. The project includes the resurfacing of our runway and existing taxiway with the addition of two connecting crossing taxiways at the north and south portions of the runway.

Funding

The HEDC-A Board shall recommend \$151,000 from the HEDC-A funds to be reimbursed to the City of Hearne's General Fund at the completion and acceptance of each phase of the TDOT Aviation CIP – Hearne-MUNI project, Federal Fiscal Year 2019.

Duration

This MOU shall become effective September 1, 2017 upon review and acceptance by the City Attorney and subsequent approval by the City Council. After approval and upon signature by the authorized officials from the City of Hearne and the Hearne Economic Development Corporation – Type A, this MOU will remain in effect until October 1, 2021 or earlier upon completion of project..

City of Hearne, Hearne Texas

Hearne Economic Development Corporation – Type A

**John Naron,
City Manager**

**Cathy Lazarus, Secretary
Board of Directors**

Date: _____

Date: _____

RESOLUTION NO. _____

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF HEARNE, TEXAS
APPROVING FUNDING BY THE CITY OF HEARNE ECONOMIC DEVELOPMENT
CORPORATION ("TYPE A BOARD") IN THE AMOUNT OF \$151,000 FOR THE
MATCH REQUIRED BY TXDOT FOR THE 2017-2019 AVIATION CAPITAL
IMPROVEMENT PROGRAM FOR THE HEARNE MUNICIPAL AIRPORT**

WHEREAS, on May 4, 1996, the voters of the City of Hearne authorized the City of Hearne to adopt a one-half cent sales and use tax to pay for the costs of projects authorized by section 4B, Article 5190.6, V.T.C.S., as amended; and

WHEREAS, the City of Hearne Economic Development Corporation ("Type A Board") was established to oversee the expenditures of tax monies, and bylaws were established for the operation of the Type A Board; and

WHEREAS, the Type A Board has determined that the Hearne Municipal Airport is a vital part of its goal to attract business to our city and the grant will resurface the runway and add additional taxiways; and

WHEREAS, the Type A Board met on August 28, 2017 and took formal action to support and fund the match requirement of \$151,000.00 for the Aviation capital improvement program for the Hearne Municipal Airport; and

WHEREAS, the Type A Board has determined to proceed with funding the match requirement, subject to City Council approval of same in accordance with the law; and

WHEREAS, the City Council finds that the Capital Improvement Program for the Hearne Municipal Airport has the possibility to add more jobs and attract business to the City of Hearne; and

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF HEARNE, TEXAS:

Section 1. That the facts and matters set forth in the preamble of this resolution are hereby found to be true and correct.

Section 2. That the funding through the Type A Board sales tax for the additional \$151,000.00 required by TXDOT for the 2017-2019 Aviation Capital Improvement Program for the Hearne Municipal Airport is an authorized project of the Type A Board, and is hereby approved by the City Council of the City of Hearne, Texas.

PASSED AND APPROVED this _____ day of _____ 2017.

City of Hearne, Texas

By: _____
Mayor, Ruben Gomez

Attest:

Linda Pecina, City Secretary