WATER SUPPLY GRANT AGREEMENT

HOPKINS COUNTY/CORNERSVILLE WATER SUPPLY CORPORATION

This is an agreement between Hopkins County, Texas, a political subdivision of the State of Texas, acting by its duly elected Commissioners Court, herein called "County" and Cornersville Water Supply Corporation, with its principal business office at 40 CR 2410, Pickton, Texas, herein called "Corporation."

The purpose of this agreement is to set forth the terms between the parties. The County agrees to submit an application for grant funds through the Texas Community Development Block Grant Program to the Texas Department of Agriculture in the amount of \$274,950.00 to be used for water improvements as addressed in the County's Texas Community Development Block Grant Program 2017/2018 application.

Those terms are:

- 1. The County agrees to serve a fiscal agent for the grant, if awarded.
- 2. The Cornersville Water Supply Corporation pledged by Resolution the local matching funds required for the application and attests the funds shall be available contingent upon County receiving a grant award. Cornersville Water Supply Corporation shall also bear any additional costs incidental to this project above grants funds and local match committed.
- 3. The Corporation agrees to continue to operate the Cornersville Water Supply Corporation water system and shall maintain the services and improvements addressed in the County's TxCDBG application
- 4. This contract is performable in its entirety in Hopkins County, Texas. Cornersville Water Supply Corporation agrees that it will completely indemnify and hold harmless County from any and all claims and from any and all financial obligations or claimed obligation relating to project.

NOO SNE

Signed by the County this 23rd day of January, 2017

obert Newsom, County Judge

Debbie Shirley, County Clerk

Signed by the Corporation this 15th day of December, 2016

EXHIBIT

Burke Bullock, President

Robert Ray, Secretary