

CITY COUNCIL MEETING



**CITY OF
HEARNE**
Crossroads of Texas

306 WEST THIRD STREET

TUESDAY, JULY 15, 2025

5:30 P.M.

MEETING CALLED TO ORDER

PUBLIC COMMENTS

AGENDA ITEMS: PUBLIC COMMENTS ON AGENDA ITEMS WILL BE TAKEN AT THE TIME THE ITEM IS UP FOR DISCUSSION FOLLOWING COUNCIL COMMENTS FOR A LENGTH OF TIME NOT TO EXCEED THREE MINUTES PER PERSON FROM THE VIEWING/LISTENING PUBLIC.

NON-AGENDA ITEMS: PUBLIC COMMENTS FOR NON-AGENDA ITEMS WILL BE TAKEN AT THE END OF THE COUNCIL MEETING FROM THE AUDIENCE FOR A LENGTH OF TIME NOT TO EXCEED THREE MINUTES PER PERSON FROM THE VIEWING/LISTENING PUBLIC.

1. CONSENT AGENDA

THE FOLLOWING ITEMS MAY BE ACTED UPON IN A SINGLE MOTION. NO SEPARATE DISCUSSION OR ACTION ON ANY OF THESE ITEMS WILL BE HELD UNLESS REQUESTED BY A MEMBER OF THE CITY COUNCIL. PUBLIC COMMENT ON CONSENT AGENDA ITEMS MAY BE HEARD WITHOUT REMOVING THE ITEM FROM THE CONSENT AGENDA. EACH PERSON PROVIDING PUBLIC COMMENT WILL BE LIMITED TO THREE (3) MINUTES.

a. APPROVE MINUTES FROM THE CITY OF HEARNE COUNCIL MEETING OF JULY 1, 2025

b. APPROVE ACCOUNTS PAYABLE FROM JULY 1, 2025, THROUGH JULY 15, 2025

END OF CONSENT AGENDA

2. DISCUSSION AND/OR ACTION TO APPROVE A TAX ABATEMENT AGREEMENT (THE "AGREEMENT") MADE BY AND BETWEEN THE CITY OF HEARNE, TEXAS AND GATX CORPORATION, A NEW YORK CORPORATION, AUTHORIZED TO TRANSACT

BUSINESS IN THE STATE OF TEXAS ("GATX")

3. DISCUSSION AND/OR ACTION TO APPROVE HEARNE COMMUNITY DEVELOPMENT CORPORATION 2025-2026 PROPOSED BUDGET

4. DISCUSSION AND/OR ACTION TO APPROVE TO ADOPT AND REPEAL THE CHAPTER 3, ARTICLE 6, DIVISION 1 OF THE CODE OF ORDINANCES OF THE CITY OF HEARNE FOR MANUFACTURED HOMES

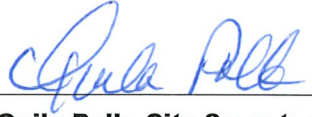
5. DISCUSSION AND/OR ACTION TO APPROVE AN ORDINANCE OF THE CITY OF HEARNE, TEXAS, REPEALING SECTION 12.02.006 AND REPEALING AND REPLACING SECTION 12.02.007 OF THE CODE OF ORDINANCES

6. PUBLIC COMMENTS – NON-AGENDA ITEMS

Pursuant To Council Rules, Comments Shall Be Limited To Three (3) Minutes. In Accordance With The Open Meetings Act, Council Is Prohibited From Acting Or Discussing (Other Than Factual Responses To Specific Questions) Any Items Brought Before Them At This Time



Alonzo Echavarria, City Manager



Quila Polk, City Secretary

Posted July 11, 2025 3:45 **P.M.**

The City Council reserves the right to retire in to Executive Session concerning any of the items listed on the agenda whenever considered necessary and legally justified under the Open Meeting Act (OMA) (Texas Government Code 551.001 ET. Seq.) If you plan to attend the Public Meeting and you have disability that requires special arrangements at the meeting, please contact City Hall, at 979-279-3461 no later than 8 business hours before the scheduled meeting. Reasonable accommodations will be made to assist your needs.

Executive sessions held during this meeting will generally take place in Building A, at the discretion of the City Council.

The City Council may retire to executive session any time between the meeting's opening and adjournment for the purpose of consultation with discussion of personnel matters pursuant to Chapter 551.074 of the Texas Government Code; deliberation regarding real property pursuant to Chapter 551.072 of the Texas Government Code; deliberation regarding economic development negotiations pursuant to Chapter 551.087 of the Texas Government Code.

The City Council may retire to executive session any time between the meeting's opening and adjournment for the purpose of consultation with legal counsel pursuant to Chapter 551.071 of the Texas Government Code; discussion of personnel matters pursuant to Chapter 551.074 of the Texas Government Code; deliberation regarding real property pursuant to Chapter 551.072 of the Texas Government Code; deliberation regarding economic development negotiations pursuant to Chapter 551.087 of the Texas Government Code; and/or deliberation regarding the deployment, or specific occasions for implementation of security personnel or devices pursuant to Chapter 551.076 of the Texas Government Code. Action, if any, will be taken in open session.

This agenda has been reviewed and approved by the City's legal counsel and the presence of any subject in any Executive Session portion of the agenda constitutes a written interpretation of Texas Government Code Chapter 551 by legal counsel for the governmental body and constitutes an opinion by the attorney that the items discussed therein may be legally discussed in the closed portion of the meeting considering available opinions of a court of record and opinions of the Texas Attorney General known to the attorney. This provision has been added to this agenda with the intent to meet all elements necessary to satisfy Texas Government Code Chapter 551.144(c) and the meeting is conducted by all participants in reliance on this opinion.

Attendance By Other Elected or Appointed Officials:

It is anticipated that members of other city board, commissions and/or committees may attend the meeting in numbers that may constitute a quorum of the other city boards, commissions and/or committees. Notice is hereby given that the meeting, to the extent required by law, is also noticed as a meeting of the other boards, commissions and/or committees of the City, whose members may be in attendance. The members of the boards, commissions and/or committees may participate in discussions on the same items listed on the agenda, which occur at the meeting, but no action will be taken by such in attendance unless such item and action is specifically provided for on an agenda for that board, commission, or committee subject to the Texas Open Meetings Act.

Ruben Gomez, Mayor *Rg*

This is to certify that a copy of this agenda for this meeting was posted on the bulletin board located at the City Municipal Building on July 11, 2025, at 3:45 PM pursuant to Section 551.041, Government Code.

Quila Polk, City Secretary *QP*

The City of Hearne is committed to compliance with the Americans with Disabilities Act. Reasonable modifications and equal access to communications will be provided upon request. Please call the City Secretary's Office at 979/279-3461 for information. Hearing-impaired or speech-disabled persons equipped with telecommunications devices for the deaf may call 7-1-1 or may utilize the statewide Relay Texas program at 1-800-735-2988.

MINUTES JULY 1, 2025**CITY OF HEARNE COUNCIL MEETING**

The City of Hearne Council Meeting was called to order on July 1, 2025, at 5:30 p.m. by Mayor Ruben Gomez. Councilmembers present were LaShunda White, Ben Luster, and Margaret Salvaggio. Councilmember Ray Edwards and Councilmember Emmett Aguirre were absent. A quorum was present.

Councilmember White made the motion to approve the Consent Agenda: The Consent Agenda consisted of a) Approve the minutes from City of Hearne Council meeting on June 17, 2025, b) Approve accounts payable from June 16, 2025, through June 30, 2025, c) Approve second reading of the Resolution of the City of Hearne, Texas(City), approving an economic development agreement with Brazos Bridge Wealth Partners L.L.C., pursuant to Section 501-506 of the Texas Local Government Code and authorizing and approving the agreement, to promote economic and commercial activity in the city, establishing performance requirements, and authorizing and approving the action of the Hearne Economic Development Corporation and the Hearne Community Development Corporation, and d) Approve second reading of the Resolution of the City of Hearne, Texas (City) accepting a grant from the economic development corporation (Type A) and the Hearne Community Development Corporation (Type B) pursuant to Section 501-506 of the Texas Local Government Code and authorizing and approving the action of the Hearne Economic Development Corporation and the Hearne Community Development Corporation. Councilmember Luster seconded the motion. Motion passed unanimously.

Councilmember White made the motion to approve the motion to approve the replat of AB 41 F Ruiz TR 0 (LT 11 BL A Rohde Addn-Hearne) with an easement receive electrical services from the City of Hearne. Councilmember Luster seconded the motion. Motion passed unanimously.

Councilmember White made the motion to approve the replat of AB 21 TR 220-B G Nixon Rhoda Kennedy 4.757 Acres (Loya Garden). Councilmember Salvaggio second the motion. Motion passed unanimously.

With no further business, the City of Hearne Council Meeting was adjourned at 5:45 p.m. on July 1, 2025.

1b

CITY OF HEARNE
Payment Report
7/1/2025 to 7/15/2025

7/11/2025 2:39 PM

Vendor Invoice # Account #	Invoice Date Account Description	Invoice Description	Invoice Amount	Payment Amount
Access Disposal/Frontier Waste Solutions LLC				
Check #: 37912	Check date: 7/10/2025			
202506	6/30/2025	Frontier Waste Contract		
200-550-5230	Sanitation Contract		65,263.60	
		Invoice Total	65,263.60	65,263.60
6547799	6/30/2025	Haul and Landfill Fees		
200-550-7025	Roll-Off / Junk Disposal		5,695.45	
		Invoice Total	5,695.45	5,695.45
		Check Total	70,959.05	70,959.05
		Total	70,959.05	70,959.05
Total number of payments: 1				
AdCompSystems, Inc.				
Check #: 37928	Check date: 7/10/2025			
27884	7/1/2025	Gateway Fee Kiosk		
200-552-5045	Service Charges / Fees		100.00	
		Invoice Total	100.00	100.00
27805	7/1/2025	Invoice for Period 06/01/2025 to 06/30/2025		
200-552-5045	Service Charges / Fees		1,228.50	
		Invoice Total	1,228.50	1,228.50
		Check Total	1,328.50	1,328.50
		Total	1,328.50	1,328.50
Total number of payments: 1				
Amazon Capital Services, Inc.				
Check #: 37913	Check date: 7/10/2025			
1Y1J-QQGF-76V7	6/30/2025	Mop & Glo and Push Broom		
100-524-5060	Operating Supplies		81.16	
		Invoice Total	81.16	81.16
		Check Total	81.16	81.16
Check #: 37929	Check date: 7/10/2025			
11LF-4W4K-FN6D	7/7/2025	American Flag and Texas Flag		
100-512-5060	Operating Supplies		514.98	
		Invoice Total	514.98	514.98
1HGK-HLHG-DHR9	7/9/2025	Notary Public Record Book		
100-517-5060	Operating Supplies		12.93	
		Invoice Total	12.93	12.93
114N-1NJM-HGPK	7/9/2025	Logitech Multimedia Speakers Webcam		
100-528-5060	Operating Supplies		99.06	
		Invoice Total	99.06	99.06
		Check Total	626.97	626.97
		Total	708.13	708.13
Total number of payments: 2				
Amber Robertson				
Check #: 37909	Check date: 7/8/2025			
004	6/9/2025	Speaking Engagement		
100-517-5700	Chldrens Programs		100.00	
		Invoice Total	100.00	100.00
		Check Total	100.00	100.00
		Total	100.00	100.00
Total number of payments: 1				
Applied Concepts, Inc.				
Check #: 37891	Check date: 7/3/2025			
458434	5/29/2025	Equipment for Unit Installation for Salas		
205-500-5050	Computer Hardware & Software		3,486.00	
		Invoice Total	3,486.00	3,486.00
		Check Total	3,486.00	3,486.00
		Total	3,486.00	3,486.00
Total number of payments: 1				
Atmos Energy				
Check #: 37930	Check date: 7/10/2025			
070120258647	7/1/2025	Gas Club House Acct#3032338647		
100-524-5771	Utilities		88.90	
		Invoice Total	88.90	88.90
070220257644	7/2/2025	Gas City Hall Bldg A Acct#4041167644		
100-513-5771	Utilities		72.20	
100-518-5771	Utilities		72.19	
		Invoice Total	144.39	144.39
		Check Total	233.29	233.29
		Total	233.29	233.29
Total number of payments: 1				

Avinext					
Check #: 37931	Check date: 7/10/2025				
333029	7/1/2025	Monthly Hosted Backup			
100-528-5050	Computer Hardware & Software		150.00		
		Invoice Total	<u>150.00</u>	<u>150.00</u>	
		Check Total	<u>150.00</u>	<u>150.00</u>	
Total number of payments: 1		Total	<u>150.00</u>	<u>150.00</u>	
Benjamin O Pascua Db a Vmicroservices LLC					
Check #: 37914	Check date: 7/10/2025				
326	7/1/2025	Monitor Space Usage on Aclara Servers			
100-528-5045	Software Maintenance		500.00		
200-552-5045	Software Maintenance		500.00		
		Invoice Total	<u>1,000.00</u>	<u>1,000.00</u>	
		Check Total	<u>1,000.00</u>	<u>1,000.00</u>	
Check #: 37932					
327	Check date: 7/10/2025				
100-528-5045	7/5/2025	Office 365 Enterprise E1/E3			
	Software Maintenance		1,398.28		
		Invoice Total	<u>1,398.28</u>	<u>1,398.28</u>	
		Check Total	<u>1,398.28</u>	<u>1,398.28</u>	
Total number of payments: 2		Total	<u>2,398.28</u>	<u>2,398.28</u>	
Brazos Valley Groundwater					
Check #: 37933	Check date: 7/10/2025				
1300	7/1/2025	Permit			
200-540-5060	Operating Supplies		886.73		
		Invoice Total	<u>886.73</u>	<u>886.73</u>	
1314					
200-540-6040	7/1/2025	1056 acre/ft@15.885200 per acre foot=total	1,398.28		
	Water District Assessment Fee				
		Invoice Total	<u>1,398.28</u>	<u>1,398.28</u>	
		Check Total	<u>2,285.01</u>	<u>2,285.01</u>	
Total number of payments: 1		Total	<u>2,285.01</u>	<u>2,285.01</u>	
Brazos Valley L4 LLC					
Check #: 37963	Check date: 7/10/2025				
1021	7/2/2025	Paving Change Order			
100-527-9115	Sidewalks/Curbs/Gutters/Ramps		11,000.00		
		Invoice Total	<u>11,000.00</u>	<u>11,000.00</u>	
		Check Total	<u>11,000.00</u>	<u>11,000.00</u>	
Total number of payments: 1		Total	<u>11,000.00</u>	<u>11,000.00</u>	
Brazos WIFI					
Check #: 37934	Check date: 7/10/2025				
202507000276	7/1/2025	VoIP-Residential Unlimited Calling 2025-07-0			
100-528-5770	Telephone / Telecommunications		43.30		
		Invoice Total	<u>43.30</u>	<u>43.30</u>	
		Check Total	<u>43.30</u>	<u>43.30</u>	
Total number of payments: 1		Total	<u>43.30</u>	<u>43.30</u>	
Cintas Corporation No 2					
Check #: 37915	Check date: 7/10/2025				
4235231364	6/30/2025	Cintas Uniforms/Floor Mats			
100-519-5850	Uniforms		56.68		
100-524-5850	Uniforms		87.79		
100-527-5850	Uniforms		120.62		
100-528-5020	Building Maintenance		85.45		
200-540-5850	Uniforms		110.89		
200-542-5850	Uniforms		174.27		
200-544-5850	Uniforms		60.22		
200-550-5850	Uniforms		39.51		
200-552-5020	Building Maintenance		85.44		
		Invoice Total	<u>820.87</u>	<u>820.87</u>	
		Check Total	<u>820.87</u>	<u>820.87</u>	
Check #: 37935					
4236086195	Check date: 7/10/2025				
	7/8/2025	Cintas Uniforms/Floor Mats			
100-519-5850	Uniforms		56.68		
100-524-5850	Uniforms		87.79		
100-527-5850	Uniforms		120.62		
100-528-5020	Building Maintenance		315.26		
200-540-5850	Uniforms		110.89		
200-542-5850	Uniforms		174.27		
200-544-5850	Uniforms		60.22		
200-550-5850	Uniforms		39.51		
200-552-5020	Building Maintenance		315.27		
		Invoice Total	<u>1,280.51</u>	<u>1,280.51</u>	
		Check Total	<u>1,280.51</u>	<u>1,280.51</u>	

Total number of payments: 2		Total	2,101.38	2,101.38
Clayton Roman				
Check #: 37951	Check date: 7/10/2025			
14-0230-01	6/30/2025	Utility Refund		
200-2122	Current Refunds Payable		9.28	
		Invoice Total	9.28	9.28
		Check Total	9.28	9.28
Total number of payments: 1		Total	9.28	9.28
Core & Main LP				
Check #: 37893	Check date: 7/3/2025			
X169196	6/16/2025	Clay PVC Coupling Sewer Pipe		
200-543-5050	Line / System Maintenance		782.44	
		Invoice Total	782.44	782.44
		Check Total	782.44	782.44
Total number of payments: 1		Total	782.44	782.44
Data Flow Systems, Inc				
Check #: 37916	Check date: 7/10/2025			
106778	6/25/2025	SCADA Improvement		
200-540-9111	Water Distribution Improvement		2,122.00	
		Invoice Total	2,122.00	2,122.00
		Check Total	2,122.00	2,122.00
Total number of payments: 1		Total	2,122.00	2,122.00
Dealers Electric Supply				
Check #: 37894	Check date: 7/3/2025			
S101635877.001	6/19/2025	Terminal Block and 600V Overload		
200-542-5050	Line / System Maintenance		104.00	
		Invoice Total	104.00	104.00
		Check Total	104.00	104.00
Total number of payments: 1		Total	104.00	104.00
Debbie Todd				
Check #: 37964	Check date: 7/10/2025			
07072025	7/7/2025	Reimbursement for Skimmer Mesh Pool Leaf		
100-524-5170	Pool Maintenance		21.34	
		Invoice Total	21.34	21.34
		Check Total	21.34	21.34
Total number of payments: 1		Total	21.34	21.34
Efrain Duran				
Check #: 37952	Check date: 7/10/2025			
02-0316-00	6/30/2025	Utility Refund		
200-2122	Current Refunds Payable		56.22	
		Invoice Total	56.22	56.22
		Check Total	56.22	56.22
Total number of payments: 1		Total	56.22	56.22
Eight20 Consulting LLC				
Check #: 37917	Check date: 7/10/2025			
22618	6/1/2025	Zactax Sales Tax Subscription Service		
330-500-5740	Dues And Subscriptions		3,000.00	
		Invoice Total	3,000.00	3,000.00
		Check Total	3,000.00	3,000.00
Total number of payments: 1		Total	3,000.00	3,000.00
Entergy				
Check #: 37936	Check date: 7/10/2025			
380004291165	7/2/2025	Pilot Store Lift Station		
200-543-5050	Line / System Maintenance		47.87	
		Invoice Total	47.87	47.87
		Check Total	47.87	47.87
Total number of payments: 1		Total	47.87	47.87
Enterprise FM Trust				
Check #: 37937	Check date: 7/10/2025			
FBN5381532	7/3/2025	Monthly Lease Charges/Maintenance Fee		
100-518-5070	Vehicle Maintenance		30.00	
100-518-9104	Transportation		3,014.73	
100-519-5070	Vehicle Maintenance		6.00	
100-524-5070	Vehicle Maintenance		6.00	
100-527-5070	Vehicle Maintenance		18.00	
100-527-9104	Transportation		1,525.79	
200-540-5070	Vehicle Maintenance		18.00	

200-540-9104	Transportation	873.95		
200-542-5070	Vehicle Maintenance	18.00		
200-542-9104	Transportation	2,417.30		
200-544-5070	Vehicle Maintenance	6.00		
200-552-5070	Vehicle Maintenance	6.00		
		Invoice Total	7,939.77	7,939.77
		Check Total	7,939.77	7,939.77
Total number of payments: 1		Total	7,939.77	7,939.77
Frank's Electric Motor's And Pump's LLC				
Check #: 37895	Check date: 7/3/2025			
COH002	6/19/2025	US Motor Frame TEFC and Shipping Charges		
200-544-5090	Plant Maintenance		3,544.30	
		Invoice Total	3,544.30	3,544.30
		Check Total	3,544.30	3,544.30
Total number of payments: 1		Total	3,544.30	3,544.30
Frost Crushed Stone Inc				
Check #: 37896	Check date: 7/3/2025			
77297	6/16/2025	Base		
100-527-5095	Street Maintenance		238.50	
		Invoice Total	238.50	238.50
		Check Total	238.50	238.50
Total number of payments: 1		Total	238.50	238.50
General Code				
Check #: 37901	Check date: 7/3/2025			
GC00130963	7/1/2025	eCode360 Annual Maintenance		
100-521-5740	Dues/Subscriptions		1,195.00	
		Invoice Total	1,195.00	1,195.00
		Check Total	1,195.00	1,195.00
Total number of payments: 1		Total	1,195.00	1,195.00
Generator Supercenter, L.P.				
Check #: 37892	Check date: 7/3/2025			
25066-7	2/4/2025	Generator Maintenance Contract		
200-540-5054	Water Well Maintenance		4,137.00	
200-543-5085	Lift Station Maintenance		2,068.50	
200-552-5020	Building Maintenance		1,034.25	
		Invoice Total	7,239.75	7,239.75
276412-1	2/7/2025	Belt Replacement		
200-543-5085	Lift Station Maintenance		561.71	
		Invoice Total	561.71	561.71
		Check Total	7,801.46	7,801.46
Check #: 37949	Check date: 7/10/2025			
274534-1	2/11/2025	Service AVR		
200-540-5054	Water Well Maintenance		2,184.00	
		Invoice Total	2,184.00	2,184.00
277755-1	2/24/2025	Service 2-Batteries		
200-540-5054	Water Well Maintenance		741.00	
		Invoice Total	741.00	741.00
		Check Total	2,925.00	2,925.00
Check #: 37950	Check date: 7/10/2025			
27753-1	4/8/2025	Service 2 Batteries Belt and Coolant Flush		
200-540-5054	Water Well Maintenance		1,705.58	
		Invoice Total	1,705.58	1,705.58
277754-1	4/10/2025	Service Belt and Coolant Flush		
200-544-5090	Plant Maintenance		1,184.59	
		Invoice Total	1,184.59	1,184.59
277749-1	4/10/2025	Service Bosch Actuator		
200-552-5020	Building Maintenance		1,055.43	
		Invoice Total	1,055.43	1,055.43
		Check Total	3,945.60	3,945.60
Total number of payments: 3		Total	14,672.06	14,672.06
Grantworks, Inc.				
Check #: 37938	Check date: 7/10/2025			
002.	7/1/2025	CDV23-0005 Administrative Services Milestor		
200-552-5900	Engineer / Consultant		6,980.00	
		Invoice Total	6,980.00	6,980.00
		Check Total	6,980.00	6,980.00
Total number of payments: 1		Total	6,980.00	6,980.00
Grimes County Football League				
Check #: 37908	Check date: 7/7/2025			
07072025	7/7/2025	Noah Mitchell		

200-552-7040	Community Promotions		200.00	
		Invoice Total	200.00	200.00
		Check Total	200.00	200.00
Total number of payments: 1		Total	200.00	200.00
HCTRA - Violations				
Check #: 37939	Check date: 7/10/2025			
012569289570	7/2/2025	Toll Fees		
200-552-5832	Travel Expense		41.88	
		Invoice Total	41.88	41.88
		Check Total	41.88	41.88
Total number of payments: 1		Total	41.88	41.88
Hearne Ace Hardware, LLC				
Check #: 37897	Check date: 7/3/2025			
034011/1	6/3/2025	Padlock Combination 2"		
200-542-5060	Operating Supplies		17.99	
		Invoice Total	17.99	17.99
034033/1	6/4/2025	Screw Comm		
100-527-5060	Operating Supplies		2.59	
		Invoice Total	2.59	2.59
034044/1	6/4/2025	Breaker SQ D Hom 1P 20A		
200-542-5023	Bldg Maintenance		8.59	
		Invoice Total	8.59	8.59
034114/1	6/7/2025	Gen Purpose 14" Cutoff		
100-527-5060	Operating Supplies		31.98	
		Invoice Total	31.98	31.98
034110/1	6/7/2025	Receptacle 4 Wire and Gatorade		
200-542-5023	Bldg Maintenance		18.57	
		Invoice Total	18.57	18.57
034131/1	6/9/2025	Lysol Bowl Cleaner Heavy Duty Scrub Brush		
100-524-5060	Operating Supplies		30.15	
		Invoice Total	30.15	30.15
034138/1	6/9/2025	Chainsaw Chain Bar and Chain Oil Pre-Mix Fu		
100-527-5060	Operating Supplies		47.97	
		Invoice Total	47.97	47.97
034141/1	6/9/2025	Gray Boots Men		
100-527-5060	Operating Supplies		69.99	
		Invoice Total	69.99	69.99
034137/1	6/9/2025	Galvanized Nipple and Ball Valve		
200-540-5050	Line / System Maintenance		(9.00)	
		Invoice Total	(9.00)	(9.00)
034139/1	6/9/2025	Galvanized Nipple		
200-540-5050	Line / System Maintenance		(0.60)	
		Invoice Total	(0.60)	(0.60)
034134/1	6/9/2025	Galvanized Nipple		
200-540-5050	Line / System Maintenance		17.17	
		Invoice Total	17.17	17.17
034136/1	6/9/2025	Ball Valve and Galvanized Nipple		
200-540-5050	Line / System Maintenance		49.74	
		Invoice Total	49.74	49.74
034120/1	6/9/2025	Plastic 4Way Hose Connect		
200-540-5060	Operating Supplies		14.99	
		Invoice Total	14.99	14.99
034126/1	6/9/2025	Apple Cinnamon Plugins Oil		
200-544-5090	Plant Maintenance		13.98	
		Invoice Total	13.98	13.98
034151/1	6/10/2025	Lawn Weeder V Notch 38"		
100-524-5180	Park Maintenance		37.98	
		Invoice Total	37.98	37.98
034146/1	6/10/2025	Narrow Hinge Hinge Broad Hinge and Bolt Ba		
200-540-5054	Water Well Maintenance		60.34	
		Invoice Total	60.34	60.34
034171/1	6/11/2025	Cable Ties and Alkaline Batteries		
100-524-5060	Operating Supplies		23.17	
		Invoice Total	23.17	23.17
034220/1	6/12/2025	Misc. Fasteners		
100-524-5060	Operating Supplies		3.40	
		Invoice Total	3.40	3.40
034245/1	6/13/2025	Lemon Ajax Lysol Disinfecting Wipes		
100-519-5070	Vehicle Maintenance		19.57	
		Invoice Total	19.57	19.57
034229/1	6/13/2025	Angle Broom and Standup Dust Pan		
100-521-5060	Operating Supplies		21.98	
		Invoice Total	21.98	21.98
034225/1	6/13/2025	Cored Hex Plug		
100-524-5060	Operating Supplies		2.59	

034243/1	6/13/2025	Handy Crete	Invoice Total	2.59	2.59
100-527-5095	Street Maintenance			36.54	
			Invoice Total	36.54	36.54
034244/1	6/13/2025	Handy Crete		36.54	
100-527-5095	Street Maintenance		Invoice Total	36.54	36.54
034264/1	6/16/2025	Handy Crete		12.18	
100-527-5095	Street Maintenance		Invoice Total	12.18	12.18
034271/1	6/16/2025	Clevis Slip Hooks and Lithium Duracell Batter		15.18	
200-540-5060	Operating Supplies		Invoice Total	15.18	15.18
034254/1	6/16/2025	Stihl Motomix Fuel		64.00	
200-542-5100	Fuel/Oil/Diesel		Invoice Total	64.00	64.00
034304/1	6/17/2025	Misc. Fasteners		1.85	
100-527-5060	Operating Supplies		Invoice Total	1.85	1.85
034300/1	6/17/2025	Galvanized Nipple Galvanized Coupling Galva		81.31	
200-540-5050	Line / System Maintenance		Invoice Total	81.31	81.31
034299/1	6/17/2025	Red Granite Hammer Bit and Gorilla Adhesive		18.98	
200-542-5060	Operating Supplies		Invoice Total	18.98	18.98
034316/1	6/17/2025	Misc. Fasteners		1.00	
200-544-5060	Operating Supplies		Invoice Total	1.00	1.00
034317/1	6/17/2025	Adhesive Remover #1Bit 2PK		10.58	
200-544-5060	Operating Supplies		Invoice Total	10.58	10.58
034341/1	6/18/2025	Entry Lever		37.99	
100-524-5023	Bldg Maintenance		Invoice Total	37.99	37.99
034343/1	6/18/2025	Filler/Glue Cold Weld		8.59	
200-544-5060	Operating Supplies		Invoice Total	8.59	8.59
034339/1	6/18/2025	Clear Waterproof Tape and Extension Cord		33.98	
200-544-5060	Operating Supplies		Invoice Total	33.98	33.98
034361/1	6/19/2025	Entry Lever		(37.99)	
100-524-5023	Bldg Maintenance		Invoice Total	(37.99)	(37.99)
034353/1	6/19/2025	PVC Coupler Gatorade and Diet Coke		5.34	
100-524-5060	Operating Supplies		Invoice Total	5.34	5.34
034362/1	6/19/2025	Wastebasket and Trash Can		64.97	
100-524-5060	Operating Supplies		Invoice Total	64.97	64.97
034360/1	6/19/2025	White Polyseal		11.99	
200-544-5090	Plant Maintenance		Invoice Total	11.99	11.99
034346/1	6/19/2025	Bar and Chain Oil		43.98	
200-544-5100	Fuel/Oil/Diesel		Invoice Total	43.98	43.98
034386/1	6/23/2025	Gorilla Grip and Pick Up Tool		71.57	
100-524-5060	Operating Supplies		Invoice Total	71.57	71.57
034443/1	6/25/2025	Bleach Bath Cleaner and Original Windex		9.18	
200-544-5060	Operating Supplies		Invoice Total	9.18	9.18
			Check Total	1,010.90	1,010.90
Total number of payments: 1			Total	1,010.90	1,010.90

Hearne Back to School Organization	Check date: 7/8/2025	21st Annual Back to School Rally	500.00	
Check #: 37910	6/12/2025		Invoice Total	500.00
06122025	Community Promotion		Check Total	500.00
310-500-7040			Total	500.00
Total number of payments: 1				500.00

Hearne Golf Assoc, Inc.	Check date: 7/3/2025	Golf Assn Contract	1,500.00	
Check #: 37902	7/1/2025		Invoice Total	1,500.00
07012025	Maintenance Subsidy Contracts			
100-524-5280				

		Check Total	1,500.00	1,500.00
Total number of payments: 1		Total	1,500.00	1,500.00
Ike's Small Engine				
Check #: 37898	Check date: 7/3/2025			
599750	6/23/2025	12in Standard Bar and Advancecut Saw Chain	99.33	
200-542-5060	Operating Supplies			
		Invoice Total	99.33	99.33
599751	6/23/2025	Echo Chainsaw	549.99	
200-542-5060	Operating Supplies			
		Invoice Total	549.99	549.99
		Check Total	649.32	649.32
Total number of payments: 1		Total	649.32	649.32
Ingram Library Services				
Check #: 37940	Check date: 7/10/2025			
89066412	7/8/2025	Books/Movies/DVDs		
100-517-5020	Books/Videos/Cd Roms		48.76	
		Invoice Total	48.76	48.76
		Check Total	48.76	48.76
Total number of payments: 1		Total	48.76	48.76
Javier Vela				
Check #: 37953	Check date: 7/10/2025			
10-0135-09	6/30/2025	Utility Refund		
200-2122	Current Refunds Payable		86.05	
		Invoice Total	86.05	86.05
		Check Total	86.05	86.05
Total number of payments: 1		Total	86.05	86.05
John Deere PowerPlan				
Check #: 37906	Check date: 7/3/2025			
X09203	4/22/2025	Pin Tooth		
200-540-5040	Equipment Maintenance		134.00	
		Invoice Total	134.00	134.00
		Check Total	134.00	134.00
Total number of payments: 1		Total	134.00	134.00
Julio Loya Construction				
Check #: 37941	Check date: 7/10/2025			
70012	7/9/2025	Concrete and Railing		
100-527-5096	Sidewalk/Curb/Gutter Maintenan		4,260.00	
		Invoice Total	4,260.00	4,260.00
		Check Total	4,260.00	4,260.00
Total number of payments: 1		Total	4,260.00	4,260.00
Karen Pounds DbA Knb Enterprises				
Check #: 37942	Check date: 7/10/2025			
25-90032	7/2/2025	Lifeguard Training/CPR/AED Professional Res		
100-524-5870	Employee Training - Cpe / Ceu		970.00	
		Invoice Total	970.00	970.00
		Check Total	970.00	970.00
Total number of payments: 1		Total	970.00	970.00
Larry Young Paving, Inc.				
Check #: 37907	Check date: 7/7/2025			
INV-1995	6/24/2025	Hearne Streets		
100-527-9110	Street Improvements		250,000.00	
		Invoice Total	250,000.00	250,000.00
		Check Total	250,000.00	250,000.00
Total number of payments: 1		Total	250,000.00	250,000.00
McCord Engineering, Inc.				
Check #: 37960	Check date: 7/10/2025			
15706	5/6/2025	HE-9.2: Annual DOE Electric Utility Report Fil	762.68	
200-542-5900	Engineer / Consultant			
		Invoice Total	762.68	762.68
15704	5/6/2025	HE-1: General Work (HE-1)	1,175.18	
200-542-5900	Engineer / Consultant			
		Invoice Total	1,175.18	1,175.18
15705	5/6/2025	Professional Fees HE:20 P.1 Surveing- Power	1,965.27	
200-542-5900	Engineer / Consultant			
		Invoice Total	1,965.27	1,965.27
		Check Total	3,903.13	3,903.13
Check #: 37943	Check date: 7/10/2025			
16224	7/7/2025	Professional Fees HE:20 P.1 Surveing- Power		

200-542-5900	Engineer / Consultant		Invoice Total	2,056.75	
16223	7/7/2025	HE-1: General Work (HE-1)		2,056.75	2,056.75
200-542-5900	Engineer / Consultant		Invoice Total	2,155.36	
				2,155.36	2,155.36
			Check Total	4,212.11	4,212.11
Total number of payments: 2			Total	8,115.24	8,115.24
Micah Kerr					
Check #: 37903	Check date: 7/3/2025				
07072025	7/7/2025	SBLE Intro Training			
100-518-5832	Travel Expense			330.00	
			Invoice Total	330.00	330.00
			Check Total	330.00	330.00
Total number of payments: 1			Total	330.00	330.00
Nissan Motor Acceptance Corporation					
Check #: 37944	Check date: 7/10/2025				
07122025	7/12/2025	Acct# 25011277684			
100-527-9104	Transportation			1,118.30	
			Invoice Total	1,118.30	1,118.30
07132025	7/13/2025	Account # 0011506862			
200-544-9104	Transportation			998.77	
			Invoice Total	998.77	998.77
07172025	7/17/2025	Acct# 0011507434			
100-527-9104	Transportation			1,114.75	
			Invoice Total	1,114.75	1,114.75
			Check Total	3,231.82	3,231.82
Total number of payments: 1			Total	3,231.82	3,231.82
Norwood Cemetery Assoc.					
Check #: 37904	Check date: 7/3/2025				
07012025	7/1/2025	Maintenance Subsidy Contracts			
100-524-5280	Maintenance Subsidy Contracts			2,500.00	
			Invoice Total	2,500.00	2,500.00
			Check Total	2,500.00	2,500.00
Total number of payments: 1			Total	2,500.00	2,500.00
Olameter Corporation					
Check #: 37918	Check date: 7/10/2025				
UNI021842	6/30/2025	Daily Data Collection			
200-542-5200	Reimbursable Expenses			250.00	
			Invoice Total	250.00	250.00
			Check Total	250.00	250.00
Total number of payments: 1			Total	250.00	250.00
Omnibase Services Inc.					
Check #: 37945	Check date: 7/10/2025				
07012025	7/1/2025	Quarterly Activity Report PS ID#103198			
100-2116	Court Omni Base Fee			396.00	
			Invoice Total	396.00	396.00
			Check Total	396.00	396.00
Total number of payments: 1			Total	396.00	396.00
Paulina Torres					
Check #: 37954	Check date: 7/10/2025				
03-0385-02	6/30/2025	Utility Refund			
200-2122	Current Refunds Payable			83.18	
			Invoice Total	83.18	83.18
			Check Total	83.18	83.18
Total number of payments: 1			Total	83.18	83.18
Penick Tire And Auto Supply					
Check #: 37919	Check date: 7/10/2025				
423243	6/4/2025	Recharge AC System			
100-518-5070	Vehicle Maintenance			113.13	
			Invoice Total	113.13	113.13
423230	6/4/2025	Mount Tire and Balance			
100-518-5070	Vehicle Maintenance			120.00	
			Invoice Total	120.00	120.00
423392	6/11/2025	Replace Door Hinge and Repair Radio			
100-518-5070	Vehicle Maintenance			339.87	
			Invoice Total	339.87	339.87
423700	6/24/2025	Replace Headlight Wire Connector			
100-518-5070	Vehicle Maintenance			68.48	
			Invoice Total	68.48	68.48

423720 100-518-5070	6/24/2025 Vehicle Maintenance	Replace Front and Rear Brakes	435.64	
		Invoice Total	<u>435.64</u>	<u>435.64</u>
		Check Total	<u>1,077.12</u>	<u>1,077.12</u>
Total number of payments: 1		Total	<u>1,077.12</u>	<u>1,077.12</u>
Pitney Bowes Global Financial Services, LLC eCheck #: N/A 3320955947 100-528-5610 200-552-5610	Check date: 7/10/2025 6/24/2025 Copier Lease Copier Lease	Lease of postage machine	612.66 612.66	
		Invoice Total	<u>1,225.32</u>	<u>1,225.32</u>
		Check Total	<u>1,225.32</u>	<u>1,225.32</u>
Total number of payments: 1		Total	<u>1,225.32</u>	<u>1,225.32</u>
PNC Equipment Finance ,LLC Check #: 37946 2296477 100-520-5995 100-520-5998	Check date: 7/10/2025 7/9/2025 Principal Payment-Debt Service Interest On Debt Service	P & I on Lease #176443000	3,164.70 835.30	
		Invoice Total	<u>4,000.00</u>	<u>4,000.00</u>
		Check Total	<u>4,000.00</u>	<u>4,000.00</u>
Total number of payments: 1		Total	<u>4,000.00</u>	<u>4,000.00</u>
PVS DX Check #: 37920 DE05005930-25 200-540-5080	Check date: 7/10/2025 6/30/2025 Chemicals/Cleaners	Chlorine 150# CYL	520.00	
		Invoice Total	<u>520.00</u>	<u>520.00</u>
		Check Total	<u>520.00</u>	<u>520.00</u>
Total number of payments: 1		Total	<u>520.00</u>	<u>520.00</u>
Quill Corporation Check #: 37921 44400045 100-528-5060	Check date: 7/10/2025 6/4/2025 Operating Supplies	Ream of White Paper	149.95	
		Invoice Total	<u>149.95</u>	<u>149.95</u>
44437789 100-528-5060	6/6/2025 Operating Supplies	Ream of White Paper	149.95	
		Invoice Total	<u>149.95</u>	<u>149.95</u>
		Check Total	<u>299.90</u>	<u>299.90</u>
Total number of payments: 1		Total	<u>299.90</u>	<u>299.90</u>
R Plus G Construction LLC Check #: 37955 22-0586-00 200-2122	Check date: 7/10/2025 6/30/2025 Current Refunds Payable	Utility Refund	72.87	
		Invoice Total	<u>72.87</u>	<u>72.87</u>
		Check Total	<u>72.87</u>	<u>72.87</u>
Total number of payments: 1		Total	<u>72.87</u>	<u>72.87</u>
Ray Edwards Check #: 37965 07112025 100-524-5130	Check date: 7/11/2025 7/11/2025 Maintenance Contracts	Contract Mowing	1,700.00	
		Invoice Total	<u>1,700.00</u>	<u>1,700.00</u>
		Check Total	<u>1,700.00</u>	<u>1,700.00</u>
Total number of payments: 1		Total	<u>1,700.00</u>	<u>1,700.00</u>
Raymond Sifuentes Check #: 37905 07022025 200-542-5070	Check date: 7/3/2025 7/2/2025 Vehicle Maintenance	Repaired and Replaced Water Pump Clutch Fi	250.00	
		Invoice Total	<u>250.00</u>	<u>250.00</u>
		Check Total	<u>250.00</u>	<u>250.00</u>
Check #: 37966 07102025 100-524-5040	Check date: 7/11/2025 7/10/2025 Equipment Maintenance	Replace Alternator Starter on a Reach Mower	180.00	
		Invoice Total	<u>180.00</u>	<u>180.00</u>
		Check Total	<u>180.00</u>	<u>180.00</u>
Total number of payments: 2		Total	<u>430.00</u>	<u>430.00</u>
Robert Nelson Check #: 37947 0458506	Check date: 7/10/2025 7/9/2025	Working at Pool		

100-524-5170	Pool Maintenance		650.00	
		Invoice Total	<u>650.00</u>	<u>650.00</u>
		Check Total	<u>650.00</u>	<u>650.00</u>
Total number of payments: 1		Total	<u>650.00</u>	<u>650.00</u>
Robertson County ESD				
Check #: 37922	Check date: 7/10/2025			
06172025	6/17/2025	Eric Huicochea 229-2025-005319:1		
100-518-5905	Employment Expense		1,146.40	
		Invoice Total	<u>1,146.40</u>	<u>1,146.40</u>
		Check Total	<u>1,146.40</u>	<u>1,146.40</u>
Total number of payments: 1		Total	<u>1,146.40</u>	<u>1,146.40</u>
Rogelio Espinosa Zapata Dba El Carpi Tire Shop				
Check #: 37923	Check date: 7/10/2025			
0004250	6/25/2025	Tires and Disposal		
200-540-5070	Vehicle Maintenance		404.00	
		Invoice Total	<u>404.00</u>	<u>404.00</u>
		Check Total	<u>404.00</u>	<u>404.00</u>
Check #: 37948	Check date: 7/10/2025			
0004186	7/2/2025	Patch/Plug		
200-540-5070	Vehicle Maintenance		30.00	
		Invoice Total	<u>30.00</u>	<u>30.00</u>
		Check Total	<u>30.00</u>	<u>30.00</u>
Total number of payments: 2		Total	<u>434.00</u>	<u>434.00</u>
Ruben Padron Mendez				
Check #: 37956	Check date: 7/10/2025			
09-0490-06	6/30/2025	Utility Refund		
200-2122	Current Refunds Payable		188.97	
		Invoice Total	<u>188.97</u>	<u>188.97</u>
		Check Total	<u>188.97</u>	<u>188.97</u>
Total number of payments: 1		Total	<u>188.97</u>	<u>188.97</u>
Steve Inman				
Check #: 37911	Check date: 7/9/2025			
874826	6/12/2025	Repair Deadbolt on Public Restroom Parts an		
100-518-5020	Building Maintenance		285.00	
		Invoice Total	<u>285.00</u>	<u>285.00</u>
		Check Total	<u>285.00</u>	<u>285.00</u>
Total number of payments: 1		Total	<u>285.00</u>	<u>285.00</u>
Techline Inc.				
Check #: 37899	Check date: 7/3/2025			
1375941-00	6/16/2025	EVV120 WATT 6.6 Amps		
200-542-5050	Line / System Maintenance		298.80	
		Invoice Total	<u>298.80</u>	<u>298.80</u>
1373452-00	6/16/2025	Steel Street Light Arm		
200-542-5053	Street Light Maintenance		1,732.44	
		Invoice Total	<u>1,732.44</u>	<u>1,732.44</u>
1375838-00	6/16/2025	Electrical Inventory		
200-542-5060	Operating Supplies		6,598.59	
		Invoice Total	<u>6,598.59</u>	<u>6,598.59</u>
		Check Total	<u>8,629.83</u>	<u>8,629.83</u>
Total number of payments: 1		Total	<u>8,629.83</u>	<u>8,629.83</u>
Texas Excavation Safety				
Check #: 37924	Check date: 7/10/2025			
25-09987	6/30/2025	Messages for		
200-550-5775	Line Locates		70.15	
		Invoice Total	<u>70.15</u>	<u>70.15</u>
		Check Total	<u>70.15</u>	<u>70.15</u>
Total number of payments: 1		Total	<u>70.15</u>	<u>70.15</u>
Texas Police Trainers LLC				
Check #: 37925	Check date: 7/10/2025			
DE-09-2025	6/22/2025	De-escalation Techniques		
100-518-5870	Employee Training - Cpe / Ceu		50.00	
		Invoice Total	<u>50.00</u>	<u>50.00</u>
		Check Total	<u>50.00</u>	<u>50.00</u>
Total number of payments: 1		Total	<u>50.00</u>	<u>50.00</u>
Tommy Horlen				
Check #: 37957	Check date: 7/10/2025			
22-0625-01	6/30/2025	Utility Refund		

200-2122	Current Refunds Payable		83.54	
		Invoice Total	<u>83.54</u>	<u>83.54</u>
		Check Total	<u>83.54</u>	<u>83.54</u>
Total number of payments: 1		Total	<u>83.54</u>	<u>83.54</u>
Tx Municipal Police Assoc				
Check #: 37962	Check date: 7/10/2025			
PY6122025	6/12/2025	TPMA MEMBERSHIP DUES		
100-2163	Tx Municipal Police Payable		80.00	
		Invoice Total	<u>80.00</u>	<u>80.00</u>
PY6262025	6/26/2025	TPMA MEMBERSHIP DUES		
100-2163	Tx Municipal Police Payable		80.00	
		Invoice Total	<u>80.00</u>	<u>80.00</u>
		Check Total	<u>160.00</u>	<u>160.00</u>
Total number of payments: 1		Total	<u>160.00</u>	<u>160.00</u>
Val Lopez				
Check #: 37959	Check date: 7/10/2025			
040325	3/10/2025	R&R Injector Cups Valve Overhead and Batte		
200-542-5040	Equipment Maintenance		3,109.70	
		Invoice Total	<u>3,109.70</u>	<u>3,109.70</u>
		Check Total	<u>3,109.70</u>	<u>3,109.70</u>
Check #: 37961	Check date: 7/10/2025			
050425	5/4/2025	Removed and Rebuilt PTO		
200-542-5040	Equipment Maintenance		1,432.90	
		Invoice Total	<u>1,432.90</u>	<u>1,432.90</u>
		Check Total	<u>1,432.90</u>	<u>1,432.90</u>
Total number of payments: 2		Total	<u>4,542.60</u>	<u>4,542.60</u>
Valley Valve & Pipe Supply Company Inc				
Check #: 37900	Check date: 7/3/2025			
413184	6/25/2025	Sloan Closet Kit and Hydraulic		
100-524-5180	Park Maintenance		198.90	
		Invoice Total	<u>198.90</u>	<u>198.90</u>
		Check Total	<u>198.90</u>	<u>198.90</u>
Total number of payments: 1		Total	<u>198.90</u>	<u>198.90</u>
Verizon Wireless				
Check #: 37926	Check date: 7/10/2025			
6116301389	6/18/2025	Cell Phone Bill.		
100-518-5770	Telephone / Telecommunications		921.72	
100-528-5770	Telephone / Telecommunications		897.17	
200-552-5770	Telephone / Telecommunications		897.17	
		Invoice Total	<u>2,716.06</u>	<u>2,716.06</u>
		Check Total	<u>2,716.06</u>	<u>2,716.06</u>
Total number of payments: 1		Total	<u>2,716.06</u>	<u>2,716.06</u>
We Pump It Septic Service				
Check #: 37927	Check date: 7/10/2025			
2164	6/30/2025	Pumped Man Hole and Lift Station		
200-543-5085	Lift Station Maintenance		1,500.00	
		Invoice Total	<u>1,500.00</u>	<u>1,500.00</u>
		Check Total	<u>1,500.00</u>	<u>1,500.00</u>
Total number of payments: 1		Total	<u>1,500.00</u>	<u>1,500.00</u>
Wex Enterprise				
eCheck #: N/A	Check date: 7/10/2025			
105549061	6/23/2025	Fuel		
100-518-5100	Fuel/Oil/Diesel		2,933.32	
100-519-5100	Fuel/Oil/Diesel		342.08	
100-524-5100	Fuel/Oil/Diesel		1,151.89	
100-527-5100	Fuel/Oil/Diesel		3,085.67	
200-540-5100	Fuel/Oil/Diesel		828.61	
200-542-5100	Fuel/Oil/Diesel		1,767.97	
200-544-5100	Fuel/Oil/Diesel		233.21	
200-550-5100	Fuel/Oil/Diesel		228.36	
200-552-5100	Fuel/Oil/Diesel		1,081.16	
		Invoice Total	<u>11,652.27</u>	<u>11,652.27</u>
		Check Total	<u>11,652.27</u>	<u>11,652.27</u>
Total number of payments: 1		Total	<u>11,652.27</u>	<u>11,652.27</u>
William Polk				
Check #: 37958	Check date: 7/10/2025			
03-0765-10	6/30/2025	Utility Refund		
200-2122	Current Refunds Payable		281.31	
		Invoice Total	<u>281.31</u>	<u>281.31</u>

Total number of payments: 1	Check Total	<u>281.31</u>	<u>281.31</u>
	Total	<u>281.31</u>	<u>281.31</u>
	Grand Total	<u>451,727.11</u>	<u>451,727.11</u>

TAX ABATEMENT AGREEMENT

City of Hearne

This Tax Abatement Agreement (the "Agreement") is made by and between the **City of Hearne, Texas**, (the "City"), and **GATX Corporation**, a New York corporation, authorized to transact business in the State of Texas ("GATX"). The City and GATX may be referred to singularly as a "Party" and collectively as the "Parties." Capitalized terms have the meanings defined in the first section of this Agreement.

RECITALS

WHEREAS, the encouragement of new and existing development and investment and the creation and retention of job opportunities in the City is paramount to the City's continued economic development; and

WHEREAS, GATX desires to make substantial real and personal property improvements to its existing Facility, to be occupied and used by GATX as a railcar maintenance and repair hub ("Improvements"); and

WHEREAS, GATX owns or will own the real and personal property against which the ad valorem taxes levied will be partially abated pursuant to Chapter 381 of the Texas Local Government Code and/or Chapter 312 of the Texas Tax Code.

WHEREAS, the City Council finds that it is reasonably likely that this Agreement will contribute to the retention, expansion, and creation of primary employment and will attract major investment in the Zone that would be a benefit to property within the Zone and that would contribute to the economic development of the City; and

WHEREAS, the City finds that the Improvements are practical and will benefit the area within the Zone and the City; and

WHEREAS, the City finds that this Agreement will cause no substantial potential adverse effect on the provision of City services or on the tax base; and

WHEREAS, GATX has represented that the Improvements will be designed, constructed, and installed in the Facility according to all applicable federal, state, and local environmental regulations; and

WHEREAS, the City finds that the terms of this Agreement meet the applicable requirements of its Guidelines and Criteria currently in effect and dated June 17, 2025 (the "Guidelines"); and

NOW, THEREFORE, for and in consideration of the premises and mutual promises stated herein, the Parties agree as follows:

1. Definitions

As used in this Agreement, the following capitalized terms have the meanings assigned to them below, unless otherwise defined or clearly required by the context.

"Abated Property" means Improvements including the following types of property made subsequent to the Agreement Effective Date: buildings, structures, fixed machinery and equipment, site improvements, office space and related fixed improvements, and tangible personal property necessary to the operation and administration of the Facility.

"Abatement Period" means the five Abatement Periods each lasting ten (10) years and each applying solely with respect to property placed in Service in 2025, 2026, 2027, 2028, and 2029 all as more fully described in Section 6(a).

"Agreement" means this Tax Abatement Agreement between the City and GATX.

"Agreement Effective Date" means the date that the City approves this Agreement.

"Base Year Value" means the sum of the assessed value as established and certified by RCAD of all taxable property, including real and personal property (in the Zone as of January 1, 2025).

"Effective Date of Abatement" means the January 1st immediately following the year Improvements are placed in service.

"**EXHIBIT 1**" attached to this Agreement and made a part hereof describes the boundaries of the Real Property in the Zone.

"**EXHIBIT 2**" attached to this Agreement and made a part hereof describes the Abated Property to be placed in Service in 2025, 2026, 2027, 2028, and 2029 respectively.

"Facility" means all of the Improvements completed as a part of the GATX expansion.

"RCAD" means the Robertson Central Appraisal District.

"Improvements" means buildings, structures, fixed machinery and equipment, site improvements, office space and related fixed improvements necessary to the operation and administration of the Facility, and tangible personal property that are developed, constructed, or installed in the Zone by or on behalf of GATX subsequent to the Agreement Effective Date.

"Real Property" means the land in the Zone and all improvements existing prior to the Agreement Effective Date, which land is or will be owned by GATX. The Real Property is more specifically described on **EXHIBIT 1**.

"Tax Code" means the Texas Tax Code, as amended.

"Zone" means the GATX Reinvestment Zone adopted by the City on [REDACTED], a copy of which is attached hereto and incorporated herein as **Exhibit 3**.

2. Authorization

This Agreement is authorized by Chapter 312 of the Texas Tax Code, Chapters 381 of the Texas Local Government Code, the Guidelines and the Zone.

3. Property

The Real Property and the Facility are described on **EXHIBIT 2**.

4. Representations and Warranties

(a) GATX represents that it owns the Real Property.

(b) GATX represents that the execution and delivery of this Agreement has been duly authorized by all requisite actions necessary for it to have force and effect and that the person signing this Agreement on behalf of GATX has been and is authorized to do so.

(c) GATX represent and warrant that construction or installation of the Improvements will begin after the Agreement Effective Date.

(d) GATX represents that, to the extent of the actual knowledge of an employee of GATX who has participated in the negotiation or internal analysis of this Agreement, no interest in the Real Property or the Improvements is held or leased by a member of the City Council. Notwithstanding the foregoing, the Parties acknowledge that GATX is publicly traded and GATX makes no representations as to any interest any such member or the City may hold as a shareholder of GATX.

(e) GATX represents and warrants that it intends to invest approximately \$45 million in capital improvements to the Facility.

(f) GATX represents that developing, constructing, and installing the Improvements in the Zone are necessary because the existing facilities cannot efficiently and economically provide the required capacity needed by GATX.

(g) GATX represents and warrants that it will operate the Facility during the Abatement Period.

(h) GATX represents and warrants that the Improvements will be constructed, installed, and operated in accordance with all applicable federal, state, and local environmental laws and regulations.

5. Terms of the Agreement

(a) GATX shall cause the Improvements to be developed, constructed, and installed substantially in conformity with the projected timing and description in **EXHIBIT 2**.

(b) Upon completion of the construction and installation of the Improvements, GATX shall use the Facility or cause the Facility to be used for its expanded repair, maintenance, and storage uses during the Abatement Period; provided, however, that the City may approve a change from those proposed uses if the City determines that the change is consistent with the City's general purpose of encouraging development or redevelopment of the Zone during the Abatement Period.

(c) GATX shall maintain the Improvements in good repair and condition during the Abatement Period.

(d) GATX shall allow City employees to have access to the Facility for the purpose of inspecting the Improvements to ensure that the Improvements are completed, installed, and maintained in accordance with the terms of this Agreement. All inspections will be made only after giving GATX at least seven days' advance notice and will be conducted in such manner as to not unreasonably interfere with the construction and operation of the Facility. All inspections will be made with one or more representatives of GATX and in accordance with GATX's safety and security procedures.

(e) GATX shall provide and cause its affiliates to provide City employees reasonable access to relevant records requested and necessary for the purpose of confirming compliance with this Agreement. Documents and materials provided to the City by GATX or its affiliates in connection with this Agreement which contain information that is, or which themselves are, confidential or proprietary to GATX shall not be removed from the Facility, nor shall the information contained in them be used or disclosed by the City other than for the sole purpose of determining GATX's compliance with the terms and conditions of this Agreement.

(f) If there is no then-current default under this Agreement, this Agreement may be assigned to a new owner or lessee of the Facility with the written notice by GATX to the City. Any assignment shall provide that the assignee shall irrevocably and unconditionally assume all the duties and obligations of the assignor upon the same terms and conditions as set out in this Agreement. Any assignment of the Agreement shall be to an entity that contemplates the same improvements to the Real Property, except to the extent such improvements have been completed.

(g) Not later than **April 15th** of each year during the Abatement Period, GATX shall submit to the City and the Chief Appraiser of RCAD a signed statement delineating

the Improvements that have been made at the Facility and the timing thereof as well as GATX's compliance with the provisions of this Agreement in the prior year.

(h) This Agreement may be amended at any time upon the mutual written consent of all Parties hereto, subject to approval by the City Council.

(i) Not later than **April 15th** of each year during the Abatement Period, GATX shall render to RCAD the value of all taxable personal property, including the tangible personal property included in the Improvements, located in the Zone on the preceding January 1st.

6. Five Abatement Periods Subject to 10 Year Term With No Overlapping Property

(a) The term and applicability of each of the five Abatement Periods shall be as set forth below with respect to the property placed in service at the Facility in the year prior to the beginning of each respective Abatement Period:

Abatement Period 1 Placed in Service during 2025		Abatement Period 2 Placed in Service during 2026	
Calendar Year	Value of Property to be abated	Calendar Year	Value of Property to be abated
2026 to 2035	100%	2027 to 2036	100%
Abatement Period 3 Placed in Service during 2027		Abatement Period 4 Placed in Service during 2028	
Calendar Year	Value of Property to be abated	Calendar Year	Value of Property to be abated
2028 - 2037	100%	2029 - 2038	100%
Abatement Period 5 Placed in Service during 2029			
Calendar Year	Value of Property to be abated		

2030 to 2039

100%

No property Placed in Service at the Facility shall be subject to abatement for more than 10 years. Upon expiration of the final Abatement Period, this Agreement shall terminate automatically without further action by the Parties.

(b) Notwithstanding any other provision in this Agreement, in the event that GATX is unable to comply with any applicable provisions of this Agreement prior to commencement of construction of the Improvements, GATX, will provide to the City a written notice of termination ("Termination Notice"). Upon the City's receipt of the Termination Notice, this Agreement and all rights and obligations of the Parties shall cease and terminate and GATX shall not be entitled to any tax abatement pursuant to this Agreement.

7. Tax Abatement, PILOT Payment, and Community Benefits Payments

(a) In consideration of GATX's commitment to invest approximately \$45 million in the Facility, the City agrees to an abatement of the City's ad valorem real and personal property taxes on the Improvements in the Zone during the Abatement Period **as set forth in Section 6(a) above.**

(b) From the Effective Date of Abatement to the end of each Abatement Period ad valorem taxes levied on the Base Year Value of eligible property shall be fully payable by the Party that owns such eligible property.

(c) In consideration of the abatement described in Section 7(a), GATX agrees to pay two payments in lieu of taxation (each a "PILOT") to the City as follows: (i) \$392,628.50 to be paid on or before October 1, 2025; and (ii) \$392,628.50 to be paid on or before October 1, 2026.

(d) In consideration of the tax abatements described in this Section 7(a), GATX shall donate one or more community benefit payments that shall in aggregate total \$120,000 in cash or donated supplies and equipment on or before December 31, 2035. The community benefit payments shall be paid to one or more public (e.g., the City of Hearne) or charitable organizations chosen by GATX from time to time. The community benefits payments shall average approximately \$12,000 each year but may vary in any given year. The summary of all contributions paid to date under this Agreement will be included in the annual compliance letter.

8. Default and Recapture

(a) Events of Default

GATX shall be in default under this Agreement, if any of the following occur at any time from the Agreement Effective Date until the expiration of Abatement Period

No. 5, or such earlier date on which this Agreement may otherwise expire or otherwise be terminated:

(1) The Facility is completed and is occupied, but subsequently is wholly vacated or abandoned for any reason other than the occurrence of a force majeure such as a fire, explosion, or other casualty or accident or natural disaster;

(2) GATX fails to make an investment in the Facility of **at least \$33.75 million**;

(3) GATX fails to comply timely with any material term of this Agreement;

(4) GATX fails to file any required report or statement or to give any required notice pursuant to this Agreement; provided,

(5) Notwithstanding the foregoing or any statement to the contrary herein, it shall not be a default under this Agreement if any condition is not timely satisfied due to labor conditions or unrest.

(b) Notice

(1) If the City determines that an event of default has occurred, the City shall notify GATX in writing at the address stated in the Agreement, and if the condition of default is not cured within 90 days from the date of the notice, then the City may take any one or more of the following actions set forth in Section 8(d) of this Agreement.

(2) If GATX is in default under Section 8(a) of this Agreement, GATX shall notify the City within 90 days of the default, and if the default is one that can be cured, the default shall be cured within 90 days following the date of the notice of default. If GATX fails to cure the curable default within such 90-day period, then the City may pursue any one or more of the remedies listed in Section 8(d) of this Agreement.

(c) Cure

(1) In curing an event of default based on any of the items set forth in Section 8(a) of this Agreement, GATX shall provide sufficient evidence to the City that the default has been cured within 90 days following the date of the notice of default.

(d) City Remedies for Default

(1) In the event of a noticed incurable default or a curable default which has not been cured after notice and an opportunity to cure was given pursuant to Section 8(c) above, no tax abatement shall be allowed for the calendar year in which the default occurs and thereafter, and the City shall have the right to terminate the Agreement.

(2) In addition to the foregoing, in the event of a noticed incurable default or a curable default which has not been cured after notice and an opportunity to cure has been given, the City, in its sole discretion, may recover all or any part of the taxes abated under

the Agreement for the year in which the default occurred less, \$56,089, which is the portion of the total PILOT payments made relating to such year (calculated as the total PILOT payments of \$785,257 divided by 14). GATX shall pay to the City all such previously abated taxes within 60 days of the City's written demand therefor. Any taxes or economic incentive not paid timely shall bear interest at the rate of 12% annually beginning on the 61st day after such demand.

(3) Notwithstanding the foregoing, the City is hereby authorized to negotiate and attempt to enter into amendments and revisions to the Agreement.

(e) The City's right and authority to pursue any default and to recover abated taxes granted under this Section 8 shall survive the amendment, revision, expiration, or termination of this Agreement.

9. Administration

(a) RCAD shall annually determine the taxable value of the relevant portion of the Improvements placed in service in the year prior to each respective Abatement Period listed in **EXHIBIT 2**. Each year, GATX shall furnish the City with any additional information applicable to each Abatement Period that may be necessary for the administration of the abatement.

(b) Upon completion of construction or installation of the Improvements, the RCAD shall evaluate the Facility to ensure compliance with this Agreement and prepare a report of any violations of this Agreement.

10. Compliance with Applicable Government Regulations

Except as specifically provided herein, nothing in this Agreement shall be construed to alter or affect the obligation of GATX to comply with any ordinance, rule, or regulation of the City, or the laws and regulations of the State of Texas and the United States.

11. Merger

The Parties agree that this Agreement contains all of the terms and conditions of the understanding of the Parties relating to the subject matter hereof. All prior negotiations, discussions, correspondence, and preliminary understandings between the Parties and others relating hereto are superseded by this Agreement.

11. Anti-Boycott Statute. To the extent Section 2270 of the Texas Government Code applies to this Agreement, GATX hereby verifies to the City that (i) it does not "boycott Israel" (as such term is defined in Section 2270.001 of the Texas Government Code), and (ii) it will not boycott Israel during the term of this Agreement.

12. Undocumented Workers Provision. GATX certifies that it does not and will not knowingly employ an undocumented worker in accordance with Chapter 2264 of the Texas Government Code, as amended. If during the term of this Agreement, such Party is convicted of a violation under 8 U.S.C. § 1324a(f), such Party shall repay the amount of the public subsidy provided under this Agreement plus interest, at the rate of six percent (6%), not later than the 120th day after the date the City notifies such Party of the violation.

13. Verification Against Discrimination of Firearm or Ammunition Industries. Pursuant to Texas Government Code Chapter 2274, unless otherwise exempt, GATX represents that: it does not have a practice, policy, guidance, or directive that discriminates against a firearm entity or firearm trade association; and (it will not discriminate during the term of this Agreement against a firearm entity or firearm trade association.

14. Verification Against Discrimination Against Energy Companies. Pursuant to Texas Government Code Chapter 2274, unless otherwise exempt, GATX represents that: (1) such Party does not boycott energy companies; and (2) such Party will not boycott energy companies during the term of this Agreement.

15. Notices

All notices shall be in writing and, unless hand-delivered, shall be sent by U.S. Mail certified, return receipt requested. Unless otherwise provided in this Agreement, all notices shall be delivered to the following addresses:

To GATX: GATX Corporation
Attn: Jeffery Young, Senior Vice President
and Chief Tax Officer
233 S Wacker Drive, Floor 51
Chicago, Illinois 60606

To the City:

Mayor
City of Hearne

Hearne, Texas _____

Each Party may designate a different address by giving the other Party written notice 10 days in advance of such designation.

This Agreement may be executed by the Parties in multiple originals, each having full force and effect.

[Execution page follows]

GATX Corporation
A New York Corporation

By: _____
Name: _____
Title: _____
Date: _____

City of Hearne:

ATTEST/SEAL:

By: _____
Name: _____
Title: _____

Date: _____

EXHIBIT 1

**Legal Description of Boundaries of the Real Property in the Zone
And Order Adopting the Zone**

EXHIBIT 2

Description of Property Planned To Be Placed in Service in 2025 and Subject to Abatement Period No. 1:

Flare upgrade, overhead crane, upgrade Abrex equipment, various operating equipment, storage track, various building enhancements

Description of Property Planned To Be Placed in Service in 2026 and Subject to Abatement Period No. 2:

Interior blast, various equipment upgrades, upgrade to steel ties, electrical system enhancements, building additions, pavement / work area improvements

Description of Property Projected To Be Placed in Service in 2027 and Subject to Abatement Period No. 3:

Water recycle – cleaning, various equipment, building upgrades

Description of Property Projected To Be Placed in Service in 2028 and Subject to Abatement Period No. 4:

Various equipment, minor building enhancements

Description of Property Projected To Be Placed in Service in 2029 and Subject to Abatement Period No. 5:

Various equipment, minor building enhancements