

DRAINAGE DISTRICT NO. 3  
Jefferson County, Texas

MINUTES OF MEETING

**JUNE 16, 2021**

**7:30 A.M.**

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A meeting was held June 16, 2021, at 7:30 A.M. in the District's office located at 24460 Hwy 124, Hamshire, Texas. All Commissioners present. Also, present was Charles Sharjari, Lester Saucier & Dennis Aboahens, representing Texas RV Resort, a proposed RV Park on Hwy 73.

1. Meeting was called to order at 7:30 A.M. by Chairman McCall. He announced that this meeting was being recorded for the purpose of transcribing the minutes.

2. Minutes of previous meeting were read and approved.

3. Office Update -

A. Commissioners reviewed the Districts checks written May 31, 2021 to June 15, 2021

B. Commissioners reviewed the monthly financial report presented by Shanna Verret which showed a balance of \$1,587,169.72.46 down \$9,494.74 this month.

C. Commissioners reviewed the monthly insurance summary which showed a profit of \$48,096.68 on active employees and a loss of \$70,276.68 on retirees.

D. After review Commissioners rejected workers comp renewal on Commissioners.

E. There was no executive session.

4. Project/Equipment Update –

A. Equipment Update

1. Superintendent Folsom recommended we buy a cutter for the long stick trackhoe.

2. Also new teeth will be needed for grinder on the mini excavator.

3. Still having issues with the AC on the Kabota Tractor.

B. Project Update –

1. The 240 trackhoe is on Copeland's property.

2. The mini-excavator is working near the District's yard

3. Representatives from Texas RV Park proposal presented a plan to the District. The District told the representatives to contact TXDOT for drainage capacity to Hwy 73 road ditch.

4. Cindy Perez put in a request to spray her ditch off of Brush Island Rd. Superintendent Folsom informed her we have no one with a spray license at this time, but would clear the brush with the mini excavator.

5. Report of flooding on Danford property, but it was determined that sandbags were blocking the culvert and recorded.

6. Owner performing property development across Hwy 124 from the District's office has contacted the District about driveway permits, but was told to contact TXDOT.

5. New Business –

A. No Meeting Update

B. Board Comments – Motion was made by Commissioner Boykin and seconded by Chairman McCall to extend Wells Fargo Depository Contract to July 20, 2021.

C. Next regular meeting date was set for Wednesday, July 21, 2021 at 7:30 a.m.

With no further business, meeting adjourned at 9:20 a.m.

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LeRoy McCall, Jr. Chairman

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Frank R. Rose, Secretary

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Reginald C. Boykin, Sr., Commissioner

**DRAINAGE DISTRICT NO. 3**

Jefferson County, Texas

Maintained Operations Fund

Expenditures

**MAY 31, 2021 TO JUNE 15, 2021**

<b>DATE</b>	<b>CHECK No.</b>	<b>PAYEE</b>	<b>AMOUNT</b>	<b>DESCRIPTION</b>
5/31/2021	11894	PAYROLL ACCOUNT	\$ 11,746.50	SALARIES & AUTO ALLOWANCE
5/31/2021	EFT	IRS - FICA TAXES	\$ 1,454.54	FICA TAXES
5/31/2021	EFT	TEXAS COUNTY & DISTRICT RETIREMENT	\$ 1,177.39	EMPLOYER CONTRIBUTION
5/31/2021	11920	UNITED HEALTH	\$ 1,104.72	RETIREE RX CONTRIBUTION
5/31/2021	11921	UNITED HEALTH	\$ 1,103.32	RETIREE MEDICAL CONTRIBUTION
5/31/2021	11922	LeROY McCALL, Jr.	\$ 750.00	REIMBURSEMENT FOR MEDICAL DEDUCTIBLE
5/31/2021	11923	VERIZON	\$ 134.30	TELEPHONE
5/31/2021	11924	WINDSTREAM	\$ 343.92	TELEPHONE
5/31/2021	11925	ENTERGY	\$ 253.97	ELECTRICITY
5/31/2021	11926	TEXAS A & M AGRILIFE EXTENSION	\$ 35.00	TRAINING & EDUCATION
		<b>TOTAL</b>	<b>\$ 18,103.66</b>	
6/15/2021	11927	PAYROLL	\$ 9,296.50	SALARIES
6/15/2021	11928	SOUTHEAST TX GOVT EMPLOYEE POOL	\$ 15,745.14	INSURANCE
6/15/2021	11929	COUNTY TREASURER	\$ 29.71	LIFE INSURANCE
6/15/2021	11930	WAUKESHA PEARCE INDUSTRIES	\$ 959.07	EQUIPMENT REPAIRS
6/15/2021	11931	VOID - WEST JEFFERSON CO. MWD		
6/15/2021	11932	HAMSHIRE WASTE	\$ 68.00	WASTE DISPOSAL
6/15/2021	11933	VOID - JUX TECHNOLOGIES		
6/15/2021	11934	WINNIE WELDING WORKS	\$ 360.00	EQUIPMENT RENTAL
6/15/2021	11935	JEFFERSON CENTRAL APPRAISAL DISTRICT	\$ 993.52	3RD QTR 2021 ENTITY PAYMENT
6/15/2021	11936	JUX TECHNOLOGIES	\$ 136.00	WEB HOSTING
6/15/2021	11937	WEST JEFFERSON CO. MWD	\$ 33.67	WATER
		<b>TOTAL</b>	<b>\$ 27,621.61</b>	

**DRAINAGE DISTRICT No. 3**  
**Profit & Loss Budget Performance**  
**May 2021**

	May 21	Budget	Oct '20 - May 21	YTD Budget	Annual Budget
<b>Ordinary Income/Expense</b>					
<b>Income</b>					
<b>REVENUES</b>					
101 - Current Taxes	14,922.33	50,491.33	595,917.43	403,930.68	605,896.00
102 - Delinquent Taxes	5,877.33	666.66	33,417.36	5,333.36	8,000.00
103 - Interest	117.16	416.66	747.42	3,333.36	5,000.00
104 - Rendition Penalty	0.00		0.00	0.00	0.00
106 - Miscellaneous	0.00	0.00	0.00	0.00	0.00
<b>Total REVENUES</b>	<u>20,916.82</u>	<u>51,574.65</u>	<u>630,082.21</u>	<u>412,597.40</u>	<u>618,896.00</u>
<b>Total Income</b>	<u>20,916.82</u>	<u>51,574.65</u>	<u>630,082.21</u>	<u>412,597.40</u>	<u>618,896.00</u>
<b>Gross Profit</b>	20,916.82	51,574.65	630,082.21	412,597.40	618,896.00
<b>Expense</b>					
<b>1 - SALARIES</b>					
1002 - Clerical	3,888.00	3,888.58	32,017.47	31,108.68	46,663.00
1009 - Dept Head / Foreman	5,579.40	5,921.33	47,335.15	47,370.68	71,056.00
1010 - Commissioners	900.00	900.00	7,200.00	7,200.00	10,800.00
1015 - Extra Help	0.00	3,166.66	0.00	25,333.36	38,000.00
1048 - Equipment Operators/Asst	9,125.60	13,465.08	64,886.38	107,720.68	161,581.00
1050 - Over Time	0.00		0.00	0.00	0.00
<b>Total 1 - SALARIES</b>	<u>19,493.00</u>	<u>27,341.65</u>	<u>151,439.00</u>	<u>218,733.40</u>	<u>328,100.00</u>
<b>2 - FRINGE BENEFITS</b>					
2001 - FICA Expenses	1,454.54	2,401.50	11,489.18	19,212.00	28,818.00
2002 - Retirement	1,177.39	1,611.16	10,754.59	12,889.36	19,334.00
2003 - Insurance	17,631.81	21,592.16	137,415.92	172,737.36	259,106.00
2004 - Worker's Compensation	0.00	916.66	0.00	7,333.36	11,000.00
2006 - Auto Allowance	1,550.00	1,550.00	12,400.00	12,400.00	18,600.00
2007 - Retirement Wage Contg	0.00	2,500.00	163.37	20,000.00	30,000.00
2008 - Health Ins. Savings Acct	750.00	1,187.50	4,531.05	9,500.00	14,250.00
<b>Total 2 - FRINGE BENEFITS</b>	<u>22,563.74</u>	<u>31,758.98</u>	<u>176,754.11</u>	<u>254,072.08</u>	<u>381,108.00</u>
<b>3 - MATERIALS &amp; SUPPLIES</b>					
3006 Batteries	0.00	208.33	1,069.93	1,666.68	2,500.00
3008 Bolts Nuts Nails & Screws	0.00	83.33	0.00	666.68	1,000.00
3009 Antifreeze & Coolant	0.00	150.00	0.00	1,200.00	1,800.00
3010 Books & Printed Matter	35.00	416.66	35.00	3,333.36	5,000.00
3012 Prints, Maps & Etc	0.00	83.33	0.00	666.68	1,000.00
3014 Chains & Hooks	0.00	41.66	0.00	333.36	500.00
3016 Chemicals Weed Control	0.00	1,083.33	0.00	8,666.68	13,000.00
3018 Cleaners & Solvents	0.00	125.00	0.00	1,000.00	1,500.00
3020 Metal Culvert Pipe	0.00	1,250.00	889.20	10,000.00	15,000.00
3022 Copying Supplies	0.00	166.66	680.12	1,333.36	2,000.00

**DRAINAGE DISTRICT No. 3**  
**Profit & Loss Budget Performance**  
**May 2021**

	May 21	Budget	Oct '20 - May 21	YTD Budget	Annual Budget
3027 Electrical Supplies	0.00	250.00	0.00	2,000.00	3,000.00
3030 Fencing Material	0.00	416.66	0.00	3,333.36	5,000.00
3032 Concrete, Sand, Aggregat	0.00	583.33	0.00	4,666.68	7,000.00
3034 Diesel Fuel	0.00	2,500.00	4,641.23	20,000.00	30,000.00
3036 Diesel Fuel ON ROAD	0.00	1,250.00	1,640.47	10,000.00	15,000.00
3037 Gasoline	0.00	583.33	0.00	4,666.68	7,000.00
3040 Hardware - Misc	15.48	250.00	340.05	2,000.00	3,000.00
3041 Hose & Fittings & Filters	179.09	666.66	1,835.14	5,333.36	8,000.00
3048 Lumber, Timbers, Rope	0.00	208.33	0.00	1,666.68	2,500.00
3050 Medical & Safety	0.00	250.00	834.09	2,000.00	3,000.00
3051 Motor Oil & Grease	0.00	833.33	193.38	6,666.68	10,000.00
3056 Paint & Brushes	0.00	83.33	0.00	666.68	1,000.00
3072 Rope Wire Manila & Burlap	0.00	66.66	0.00	533.36	800.00
3073 Spare Parts, Heavy Equip	0.00	33.33	0.00	266.68	400.00
3077 Computer Supplies	0.00	125.00	34.99	1,000.00	1,500.00
3078 Office Supplies	0.00	208.33	516.81	1,666.68	2,500.00
3080 Steel Angle Iron Rods, Etc	0.00	208.33	0.00	1,666.68	2,500.00
3083 Tires & Tubes	0.00	666.66	1,588.30	5,333.36	8,000.00
3084 Minor Equipment	277.55	833.33	3,512.55	6,666.68	10,000.00
3095 Welding Supplies	0.00	166.66	0.00	1,333.36	2,000.00
3099 Sundry	172.14	166.67	501.78	1,333.43	2,000.11
<b>Total 3 - MATERIALS &amp; SUPPLIES</b>	<b>679.26</b>	<b>13,958.24</b>	<b>18,313.04</b>	<b>111,667.15</b>	<b>167,500.11</b>
<b>4 - MAINTENANCE &amp; UTILITES</b>					
4001 Cooling and Heating	0.00	83.33	0.00	666.68	1,000.00
4009 Building & Structure	0.00	83.33	0.00	666.68	1,000.00
4010 Tractors & Mowers	119.99	833.33	409.59	6,666.68	10,000.00
4011 Equipment Repairs	0.00	2,500.00	326.76	20,000.00	30,000.00
4013 Marine Craft	0.00	166.66	47.91	1,333.36	2,000.00
4014 - Auto - Truck	0.00	166.66	15.75	1,333.36	2,000.00
4015 Communication Equip	0.00	100.00	0.00	800.00	1,200.00
4020 Miscellaneous	0.00	41.66	0.00	333.36	500.00
4030 Tools	0.00	250.00	14.99	2,000.00	3,000.00
4051 Freight	0.00	25.00	0.00	200.00	300.00
4052 Postage	110.00	41.66	252.05	333.36	500.00
4053 Natural Gas/Butane	94.86	291.66	1,210.87	2,333.36	3,500.00
4054 Telephone	478.22	500.00	3,709.58	4,000.00	6,000.00
4056 Electricity	253.97	500.00	2,260.96	4,000.00	6,000.00
4057 Water & Sewer	27.67	166.66	222.64	1,333.36	2,000.00
4058 Garbage Waste Disposal	68.00	100.00	544.00	800.00	1,200.00
<b>Total 4 - MAINTENANCE &amp; UTILITES</b>	<b>1,152.71</b>	<b>5,849.95</b>	<b>9,015.10</b>	<b>46,800.20</b>	<b>70,200.00</b>

**DRAINAGE DISTRICT No. 3**  
**Profit & Loss Budget Performance**  
**May 2021**

	May 21	Budget	Oct '20 - May 21	YTD Budget	Annual Budget
<b>5 - MISCELLANEOUS SERVICES</b>					
5009 Professional Services	0.00	666.66	8,541.64	5,333.36	8,000.00
5021 Dues & Subscriptions	68.00	208.33	1,277.00	1,666.68	2,500.00
5027 Engineering Fees	0.00	833.33	0.00	6,666.68	10,000.00
5028 Assessor/Collector Fees	0.00	166.66	1,465.80	1,333.36	2,000.00
5029 Attorney Fees	0.00	833.33	0.00	6,666.68	10,000.00
5031 Filing, Records & Photos	0.00	8.33	0.00	66.68	100.00
5032 Accounting Services	0.00	41.66	0.00	333.36	500.00
5036 Treasurer Commision	0.00	83.33	0.00	666.68	1,000.00
5038 Supplemenal Tax Refunds	0.00	166.66	0.00	1,333.36	2,000.00
5040 Insurance Autos & Trucks	0.00	500.00	0.00	4,000.00	6,000.00
5041 Insurance Property	0.00	291.66	0.00	2,333.36	3,500.00
5043 Insurance General Liab	0.00	166.66	0.00	1,333.36	2,000.00
5044 Insurance Official Liab	0.00	166.66	0.00	1,333.36	2,000.00
5045 Bonds Surety & Notary	0.00	83.33	242.50	666.68	1,000.00
5053 Equipment Rental	360.00	1,041.66	2,350.00	8,333.36	12,500.00
5054 Contract Aerial Spraying	0.00	833.33	0.00	6,666.68	10,000.00
5055 Contract Spraying	0.00	833.33	0.00	6,666.68	10,000.00
5062 Travel & Meeting Expense	0.00	66.66	0.00	533.36	800.00
5064 Training & Education	0.00	125.00	0.00	1,000.00	1,500.00
5074 Independent Auditor Fees	0.00	1,458.33	16,547.66	11,666.68	17,500.00
5095 Bank Service Charges	0.00	250.00	149.66	2,000.00	3,000.00
5098 Appraisal District Fees	0.00	750.00	3,136.62	6,000.00	9,000.00
5099 Sundry	0.00	83.33	0.00	666.68	1,000.00
<b>Total 5 - MISCELLANEOUS SERVICES</b>	<b>428.00</b>	<b>9,658.24</b>	<b>33,710.88</b>	<b>77,267.04</b>	<b>115,900.00</b>
<b>6 - CAPITAL OUTLAY</b>					
6001 Office Machines	0.00	333.33	0.00	2,666.68	4,000.00
6002 Excavation Equipment	0.00	2,500.00	0.00	20,000.00	30,000.00
6011 Machinery & Equipment	0.00	12,500.00	1,027.36	100,000.00	150,000.00
6014 Building & Structures	0.00	3,416.66	0.00	27,333.36	41,000.00
6022 Furniture & Fixtures	0.00	416.66	0.00	3,333.36	5,000.00
6042 Auto Truck & Trailer	0.00	416.66	0.00	3,333.36	5,000.00
6045 Land/ROW Acquisitions	0.00	416.66	0.00	3,333.36	5,000.00
<b>Total 6 - CAPITAL OUTLAY</b>	<b>0.00</b>	<b>19,999.97</b>	<b>1,027.36</b>	<b>160,000.12</b>	<b>240,000.00</b>
<b>Reconciliation Discrepancies</b>	<b>-0.10</b>		<b>-1.00</b>		
<b>Total Expense</b>	<b>44,316.61</b>	<b>108,567.03</b>	<b>390,258.49</b>	<b>868,539.99</b>	<b>1,302,808.11</b>
<b>Net Ordinary Income</b>	<b>-23,399.79</b>	<b>-56,992.38</b>	<b>239,823.72</b>	<b>-455,942.59</b>	<b>-683,912.11</b>

**DRAINAGE DISTRICT No. 3**  
**Profit & Loss Budget Performance**  
**May 2021**

	May 21	Budget	Oct '20 - May 21	YTD Budget	Annual Budget
Other Income/Expense					
Other Expense					
Transfer Account	0.00	0.00	0.00	0.00	0.00
Total Other Expense	0.00	0.00	0.00	0.00	0.00
Net Other Income	0.00	0.00	0.00	0.00	0.00
Net Income	<b>-23,399.79</b>	<b>-56,992.38</b>	<b>239,823.72</b>	<b>-455,942.59</b>	<b>-683,912.11</b>

**DRAINAGE DISTRICT No. 3**  
**Statement of Cash Flows**  
May 2021

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	<u>May 21</u>
<b>OPERATING ACTIVITIES</b>	
Net Income	-23,399.79
Adjustments to reconcile Net Income to net cash provided by operations:	
Accounts Receivable	365.83
EMPLOYEE PAID EXPENSES:202-0400 Employee Insurance	751.55
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Net cash provided by Operating Activities	-22,282.41
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Net cash increase for period	-22,282.41
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Cash at beginning of period	1,609,452.13
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Cash at end of period	<u><b>1,587,169.72</b></u>



GROUP: DD3 Active  
 PERIOD: 1/1/2021-12/31/2021

**SUMMARY REPORT**

MONTH	PAID MEDICAL CLAIMS	% OF TOTAL CLAIMS PAID	PAID VISION CLAIMS	% OF TOTAL CLAIMS PAID	PAID DENTAL CLAIMS	% OF TOTAL CLAIMS PAID	PAID PRESCRIPTION CLAIMS	% OF TOTAL CLAIMS PAID	TOTAL CLAIMS PAID	ADMIN	TOTAL EXPENSES	BILLED PREMIUM	NET PROFIT/(LOSS)
January	\$ 1,040.74	14.50%	\$ -	0.00%	\$ 450.00	0.00%	\$ 5,687.83	79.23%	\$ 7,178.57	\$ 1,187.58	\$ 8,366.15	\$ 13,195.35	\$ 4,829.20
February	\$ 392.51	33.72%	\$ -	0.00%	\$ 95.00	0.00%	\$ 676.54	58.12%	\$ 1,164.05	\$ 1,452.46	\$ 2,616.51	\$ 16,138.48	\$ 13,521.97
March	\$ 1,121.41	20.55%	\$ -	0.00%	\$ 1,717.50	0.00%	\$ 2,617.02	47.97%	\$ 5,455.93	\$ 1,452.46	\$ 6,908.39	\$ 16,138.48	\$ 9,230.09
April	\$ 986.65	19.61%	\$ -	0.00%	\$ -	0.00%	\$ 4,045.21	80.39%	\$ 5,031.86	\$ 1,452.46	\$ 6,484.32	\$ 16,138.48	\$ 9,654.16
May	\$ 1,405.71	36.75%	\$ -	0.00%	\$ -	0.00%	\$ 2,419.04	63.25%	\$ 3,824.75	\$ 1,452.46	\$ 5,277.21	\$ 16,138.48	\$ 10,861.27
June													
July													
August													
September													
October													
November													
December													
<b>TOTALS</b>	<b>\$ 4,947.02</b>	<b>21.84%</b>	<b>\$ -</b>	<b>0.00%</b>	<b>\$ 2,262.50</b>	<b>0.00%</b>	<b>\$ 15,445.64</b>	<b>68.18%</b>	<b>\$ 22,655.16</b>	<b>\$ 6,997.43</b>	<b>\$ 29,652.59</b>	<b>\$ 77,749.27</b>	<b>\$ 48,096.68</b>
MONTHLY AVERAGE	\$ 989.40		\$ -		\$ 452.50		\$ 3,089.13		\$ 4,531.03	\$ 1,399.49	\$ 5,930.52	\$ 15,549.85	\$ 9,619.34
ANNUAL PROJECTIONS	\$ 11,872.85		\$ -		\$ 5,430.00		\$ 37,069.54		\$ 54,372.38	\$ 16,793.84	\$ 71,166.23	\$ 186,598.25	\$ 115,432.02
PROJECTED MONTHLY AVERAGE PER ENROLLEE	\$ 164.90		\$ -		\$ 90.50		\$ 514.85		\$ 770.26				
PROJECTED MONTHLY AVERAGE PER MEMBER	\$ 98.94		\$ -		\$ 56.56		\$ 308.91		\$ 464.42				

GROUP: DD3 Retirees  
 PERIOD: 1/1/2021-12/31/2021

**SUMMARY REPORT**

MONTH	PAID MEDICAL CLAIMS	% OF TOTAL CLAIMS PAID	PAID VISION CLAIMS	% OF TOTAL CLAIMS PAID	PAID DENTAL CLAIMS	% OF TOTAL CLAIMS PAID	PAID PRESCRIPTION CLAIMS	% OF TOTAL CLAIMS PAID	TOTAL CLAIMS PAID	ADMIN	TOTAL EXPENSES	BILLED PREMIUM	NET PROFIT/(LOSS)
January	\$ -	0.00%	\$ -	0.00%	\$ -	0.00%	\$ 294.50	100.00%	\$ 294.50	145.47	\$ 439.97	\$ 1,616.29	\$ 1,176.32
February	\$ -	0.00%	\$ -	0.00%	\$ 116.00	81.06%	\$ 27.11	18.94%	\$ 143.11	145.47	\$ 288.58	\$ 1,616.29	\$ 1,327.71
March	\$ -	0.00%	\$ -	0.00%	\$ -	0.00%	\$ 5.71	100.00%	\$ 5.71	145.47	\$ 151.18	\$ 1,616.29	\$ 1,465.11
April	\$ 74,821.39	99.17%	\$ -	0.00%	\$ 108.00	0.14%	\$ 517.64	0.69%	\$ 75,447.03	145.47	\$ 75,592.50	\$ 1,616.29	\$ (73,976.21)
May	\$ 1,619.26	93.04%	\$ -	0.00%	\$ 120.00	6.89%	\$ 1.19	0.07%	\$ 1,740.45	145.47	\$ 1,885.92	\$ 1,616.29	\$ (269.63)
June													
July													
August													
September													
October													
November													
December													
TOTALS	\$ 76,440.65	98.47%	\$ -	0.00%	\$ 344.00	0.44%	\$ 846.15	1.09%	\$ 77,630.80	727.33	\$ 78,358.13	\$ 8,081.45	\$ (70,276.68)
MONTHLY AVERAGE	\$ 15,288.13		\$ -		\$ 68.80		\$ 169.23		\$ 15,526.16	\$ 145.47	\$ 15,671.63	\$ 1,616.29	\$ (14,055.34)
ANNUAL PROJECTIONS	\$ 183,457.56		\$ -		\$ 825.60		\$ 2,030.76		\$ 186,313.92	\$ 1,745.59	\$ 188,059.51	\$ 19,395.48	\$ (168,664.03)
PROJECTED MONTHLY AVERAGE PER ENROLLEE	\$ 15,288.13		\$ -		\$ 22.93		\$ 169.23		\$ 15,480.29				
PROJECTED MONTHLY AVERAGE PER MEMBER	\$ 15,288.13		\$ -		\$ 13.76		\$ 169.23		\$ 15,471.12				

**SUPPLEMENT TO  
INTERLOCAL AGREEMENT  
TEXAS WATER CONSERVATION ASSOCIATION  
RISK MANAGEMENT FUND**

In consideration of the Member's request for payment of additional benefits and in further consideration of the Fund's agreement to pay such benefits, the Interlocal Agreement between the Fund and the Member effective the 25 day of August, 1991, is amended by adding thereto the applicable coverages set forth below.

Volunteers — If a resolution of the Board of Trustees of the Member has been adopted providing coverage for volunteers as required by law, such volunteers, while acting within the course and scope of their official duties, shall be covered by the Interlocal Agreement as any other employee of the Member political subdivision.

Elected/Appointed Officials — If a resolution of the Board of Trustees of the Member has been adopted providing coverage for elected officials as required by law, such elected officials while acting within the course and scope of their official duties, shall be covered by the Interlocal Agreement as any other employee of the Member political subdivision.

The Member agrees to pay the premium for the payroll classifications set forth below.

**Description of Group of Employees**

- |                                     |                             |  |
|-------------------------------------|-----------------------------|--|
| <input type="checkbox"/>            | Elected/Appointed Officials | Code 999989  |
| <input type="checkbox"/>            | Volunteers                  | Payroll classification corresponding to type and nature of work done by the volunteer. |
| <input checked="" type="checkbox"/> | Decline Coverage            |  |

The Member agrees to report to the Fund, in writing on an annual basis or from time-to-time as new people are added, the names, positions, beginning date of service, ending date of service (if applicable), and salary/compensation or the equivalent minimum payroll base of the persons covered under this Supplement. The Member agrees that adequate premium for the above exposures must be collected by the Fund. Therefore, the Member agrees that unless greater compensation is actually received, the minimum reportable annual compensation for premium computation purposes on each person covered under this Supplement shall be \$3,120.

This Supplement shall be subject to all the terms, provision, and conditions of the Interlocal Agreement, and nothing herein contained shall vary, alter, or extend any term, provision, or condition of the Interlocal Agreement except as herein specifically stated.

Effective Date of this Supplement: July 1, 2021                      This Supplement Expires: June 30, 2022

Contract Number: **65**

<p><b>MEMBER:</b></p> <p><b>Jefferson County Drainage District #3</b></p> <p style="text-align: center;"><i>LeRoy McCall, Jr.</i></p> <p>By: _____ Signature of Authorized Member Official LeRoy McCall, Jr.</p> <p>Title: <u>Chairman</u></p> <p>Date: <u>June 16, 2021</u></p>	<p><b>FUND:</b></p> <p><b>Texas Water Conservation Association Risk Management Fund</b></p> <p>By: _____ Signature of Authorized Fund Official</p> <p>Title: <u>Secretary</u></p> <p>Date: _____</p>
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**WARRANTY**

Member: Jefferson County Drainage District #3

**TO: TEXAS WATER CONSERVATION ASSOCIATION RISK MANAGEMENT FUND (the "Fund")**

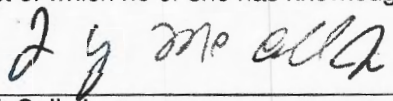
This warranty shall confirm that the information contained in the 2021-2022 Fund Year Risk Exposures Update completed and signed June 16, 2021, and presented to the Fund as the basis for (Date Exposure Update was signed)

which renewal coverage would apply, remains unchanged as of the date indicated below and there is no additional information which would need to be added to that exposure update in order to make it currently complete. This warranty is given as consideration for the offer of renewal coverage by the Fund.

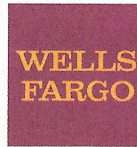
This is declare and confirm that as of June 16, 2021 no fact, circumstance, (Today's Date)

or situation indicating the probability of an occurrence, claim, wrongful act, or action against which indemnification or payment is or would be afforded by the proposed insurance is now known to the Member's Fund Contact as set forth in the Interlocal Agreement between the Member and Fund and said Fund Contact has made a diligent effort to ascertain whether or not an actual or probable claim or action exists. It is agreed by all concerned that if there be actual knowledge of any such occurrence, claim, wrongful act, fact, circumstance, or situation, and it is not disclosed in the exposure update, any claim or action subsequently emanating therefrom shall be excluded from coverage under the proposed insurance.

It is further agreed by all concerned that knowledge or notice of an occurrence, claim, or wrongful act by an agent, servant or employee of the Member shall not in itself constitute no knowledge or notice to the Member, unless the Member's Fund Contact, as designated in the Interlocal Agreement, shall have received notice thereof from its agent, servant, or employee. The Fund Contact shall have a duty to make reasonable and diligent inquiry in this regard. The inadvertent failure of an agent, servant, or employee of the Member to notify the Fund of any occurrence, claim, or wrongful act of which he or she has knowledge shall not invalidate the proposed insurance.

SIGNED:  DATE: 6/16/2021  
LeRoy McCall, Jr.

TITLE: Chairman



June 11, 2021

Jefferson County Drainage District No. 3  
Charlie Hallmark, County Treasurer  
1149 Pearl Street  
Beaumont, Texas 77701

Mr. Hallmark,

Wells Fargo is honored to serve as the depository bank for the Jefferson County DD3 and is offering to extend the terms of the existing contract period through July 30<sup>th</sup>, 2021.

All expressed and implied services granted under the current depository contract would be honored for this extended contractual period.

We appreciate your business and look forward to building upon our successful relationship. Please do not hesitate to contact me if any questions arise.

Thank you for your time and consideration.

A handwritten signature in blue ink that reads "Orlando A. Saenz".

Orlando A. Saenz, CTP

Vice President, Relationship Manager  
Wells Fargo Government and Institutional Banking

12650 N. Featherwood Dr. Ste 210 | Houston, TX 77034  
MAC T0170-021 | Phone: 281-971-2160 | Cell: 346-262-6035

[Orlando.A.Saenz@wellsfargo.com](mailto:Orlando.A.Saenz@wellsfargo.com)

