



REGULAR MEETING OF THE GOVERNING BODY RICE, TEXAS

Thursday, May 14, 2026

6:00 pm

Rice City Hall

305 N. Dallas Street

Rice, TX 75155

City of Rice Mission Statement

The City of Rice will maximize the opportunities for social and economic development while retaining an attractive, sustainable and secure environment for the enjoyment of the residents and visitors. Through unified responsible and professional leadership and partnership with others, the Municipality will strive to improve the quality of life for all.

AGENDA

- 1. Call to Order:**

- 2. Roll Call:**
 - a. Mayor Christi Campbell
 - b. Rosa Vasquez
 - c. Nick White
 - d. Tonya Roberts
 - e. Mayor Pro Tem, Troy Foreman
 - f. Mike Butler

- 3. Prayer:**

- 4. Pledge of Allegiance:**

The Pledge of Allegiance to the Flag

"I pledge allegiance to the Flag of the United States of America, and to the Republic for which it stands, one Nation under God, indivisible, with liberty and justice for all."

5. Texas Pledge of Allegiance:

The Pledge of Allegiance to the Texas State Flag

"Honor the Texas flag; I pledge allegiance to thee, Texas, one state under God, one and indivisible.

6. Public Forum:

Anyone wishing to speak on an item not listed on the agenda may do so during this section. Please turn in a speaker's card to the City Secretary. Each speaker has five minutes. By law, the Council cannot deliberate or take action on non-agenda items. The Council may listen, ask brief clarifying questions, provide factual responses, or explain existing policy.

7. Alderman's Update:

8. Consent Agenda:

- a. Approval of Council meeting minutes for April 9, 2026.
- b. Approval of the April 2026 Financial Report.
- b. Administrative reports for April 2026: Police Department, Volunteer Fire Department, Municipal Court, Public Works, Finance and administration.

9. Canvass:

- a. Mayor to issue Certificates of Election to the newly elected Alderman's – Troy Forman, Ann Smith, and Sarah Farley.
- b. Statement of elected City Council Alderman's disclaiming any payment, offer, promise to pay, contribution, or promise to contribute any money or thing of value, or promise of any public office or employment for the giving or withholding of a vote at the election or as a reward to secure appointment or conformation.
- c. Administer Oath of Office to the newly elected City Council Alderman's.

10. Public Hearings and Action Items:

- a. Conduct a Public Hearing for renewal of the City participation in Tax Abatement Programs.

Open Public Hearing:

Close Public Hearing:

Discussion, consideration, and action as may be appropriate regarding a Resolution electing to participate in granting tax abatements and re-establishing the current tax abatement policy guidelines and criteria.

- b. Conduct a Public Hearing designating a Reinvestment Zone 26-0001.

Open Public Hearing:

Close Public Hearing:

Discussion, consideration, and action as may be appropriate regarding an Ordinance designating a Reinvestment Zone.

11. New Business:

The Rice City Council reserves the right to adjourn into Executive Session at any time during the course of this meeting to discuss any of the matters listed in this agenda, as authorized by Texas Local Government Code Sections 551.071 (*Consultation with City Attorney*).

- a. Discussion, consideration, and action as may be appropriate regarding a Resolution approving a tax abatement agreement with EG AI Corp.
- b. Discussion, consideration, and action as may be appropriate regarding entering into an Interlocal Agreement with Navarro County for road work.
- c. Discussion, consideration and action as may be appropriate regarding adding Finance Clerk, Sharon Watkins as an authorized representative on the TEXPOOL Account.
- d. Discussion, consideration and action as may be appropriate regarding the re-appointment of Sarah Farley to the EDC Board.
- e. Discussion, consideration and action as may be appropriate regarding an Ordinance amending the budget dissolving the positions of City Administrator and Chief of Police and creating the dual role position of City Administrator/Chief of Police.
- f. Discussion, consideration and action as may be appropriate regarding Interim City Administrator, Callie Driggars 14-day notice of terminated contract services.
- g. Discussion, consideration, and action as may be appropriate regarding electing the Mayor Pro Tem.

12. Executive Session: In accordance with Texas Government Code, Section 551.001, et seq. The City Council will recess into Executive Session (closed meeting) to discuss the following under Section 551.074(a)(1) - Personnel Matters:

- a. Discussion regarding the employment, evaluation, reassignment, duties, discipline, resignation, or dismissal of a city officer or employee, unless such officer or employee requests a public hearing to wit: Interim City Administrator, City Administrator candidates/Interviews.

Recess into Closed Session:

Reconvene into Open Session:

- b. Any action to be taken from Executive Session.

13. Adjournment:

I hereby certify that the above notice of the meeting was posted on the bulletin board of City

Hall, City of Rice, Texas, a place readily accessible to the public at all times and to the City's website www.ricetx.gov, on the 8th day of May, 2026, by 5:00 p.m., and remained posted for at least 3 business days preceding the scheduled time of said meeting.

A handwritten signature in black ink, appearing to read 'Callie Driggers', written over a horizontal line.

Callie Driggers,
Interim City Administrator/City Secretary

Removed: _____

Time: _____



**REGULAR MEETING OF THE GOVERNING BODY
RICE, TEXAS**

Thursday, April 9, 2026

6:00 pm

Rice City Hall

305 N. Dallas Street

Rice, TX 75155

MINUTES

1. **Call to Order:** Mayor Christi Campbell called meeting to order at 6:00 pm.
2. **Roll Call:** Roll call was read by Callie Driggars Interim City Administrator.
 - a. Mayor Christi Campbell: Present
 - b. Rosa Vasquez: Absent
 - c. Nick White: Absent
 - d. Tonya Roberts: Present
 - e. Mayor Pro Tem, Troy Foreman: Present
 - f. Mike Butler: Present
3. **Prayer:** by Tonya Roberts
4. **Pledge of Allegiance:** By All
5. **Texas Pledge of Allegiance:** By All
6. **Public Forum:**

Anyone wishing to speak on an item not listed on the agenda may do so during this session. Please turn in a speaker's card to the City Secretary. Each speaker has five minutes. By law, the Council cannot deliberate or take action on non-agenda items. The Council may listen, ask brief clarifying questions, provide factual responses, or explain existing policy.

1. Jason Grant: Navarro County Commissioner
Thanked the council and citizens of Rice for working with him to keep Soggy Peso in Rice under new ownership.

2. Rebecca Funes: City of Rice Parks and Rec. Thanked MDMYA and First Baptist Church for helping to sponsor the Easter in the Park event On March 28th, She also thank ed all the Council members, Volunteers, Fire Department and all of the Citizens who came out. We will be getting ready for 4th of July event.

7. Alderman's Update:

Tonya Roberts asked about the Cleanup Day date. Sharon verified that it was on the 17th of April, 8 am to 4 pm.

Troy Foreman stated that he thought that the Easter Event was Awesome.

8. Consent Agenda:

- a. Approval of Council meeting minutes for March 12, 2026.
- b. Approval of the March 2026 Financial Report.
- b. Administrative reports for March 2026: Police Department, Volunteer Fire Department, Municipal Court, Public Works, Finance and EDC.

Motion to approve all consent items with a correction to item E on Mike Last name, should be Butler not Roberts, made By Tonya Roberts and seconded by Mike Butler

Ayes: Tonya Roberts, Mike Butler, Troy Foreman

Nays: None

Motion Passed

9. New Business:

The Rice City Council reserves the right to adjourn into Executive Session at any time during the course of this meeting to discuss any of the matters listed in this agenda, as authorized by Texas Local Government Code Sections 551.071 (*Consultation with City Attorney*).

- a. Discussion regarding guidelines for a Tax Abatement Policy.
No action taken
- b. Discussion, consideration and action as may be appropriate regarding entering into a lease agreement with new owners of Soggy Peso located at 205 E. Calhoun St.

Motion to approve lease with the new owners of the Soggy Peso contingent on all of the information discussed today be in the contract and the mayor approving that before contract is signed made by Tonya Roberts and seconded by Troy Foreman

Ayes: Tonya Roberts, Troy Foreman, Mike Butler

Nays: None

Motion Passed

- c. Discussion, consideration and action as may be appropriate regarding amending a previous motion made on January 15, 2026, to fill the Interim position of City Administrator.

Motion to amend motion made on January 15, 2026, to fill position of Interim City Secretary/Interim City Administrator made by Tonya Roberts and seconded by Mike Butler

Ayes: Tonya Roberts, Mike Butler, Troy Foreman

Nays: None

Motion passed

- d. Discussion, consideration, and action as may be appropriate regarding amending the Rice Community Economic Development Corporation Bylaws to allow two (2) City Council members to serve on both boards and remove the requirement for two (2) EDC members to live within City limits.

Motion was made to allow two (2) City Council members to serve on both boards but however to keep two (2) EDC members to live within City limits made by Tonya Roberts and seconded by Mike Butler.

Ayes: Tonya Roberts, Mike Butler, Troy Foreman

Nays: None

Motion Passed

- e. Discussion, consideration and action as may be appropriate regarding hiring a part-time dispatcher/police clerk until a full-time position is filled.

Motion to approve filling the position temp part-time position until a full-time person is hired by Tonya Roberts and seconded by Mike Butler

Ayes: Tonya Roberts, Mike Butler, Troy Foreman

Nays: None

Motion Passed

- f. Discussion, consideration and action as may be appropriate regarding bids for contract work to pour approximately 435 Square Feet of concrete slab extension behind the Police Department.

Motion to approve approximately 435 square feet of concrete slab extension behind the Police Department with Cowboy slab not to exceed \$3000.00 made by Troy Foreman and seconded by Mike Butler.

Ayes: Troy Foreman, Mike Butler

Nays: Tonya Roberts

Motion Passed

- g. Discussion, consideration and action as may be appropriate regarding an Ordinance amending the current 2025-2026 Fiscal year Budget for Police Department restructure wages, ARPA funds, Insurance claim and automobile repair.

Motion to approve Ordinance amending the current 2025-2026 Fiscal year Budget as stated by Tonya Roberts and seconded by Mike Butler.

Ayes: Tonya Roberts, Mike Butler, Troy Foreman

Nays: None

Motion Passed

- h. Discussion, consideration and action as may be appropriate regarding the disposal of surplus property, to wit: two police vehicles.

Motion to approve the appropriate action for disposal with a reserve being set, made by Mike. Motion rescinded.

New Motion to amend motion to approve disposal with money to go to current loan payments, made by Mike Butler and seconded by Tonya Roberts.

Ayes; Mike Butler, Tonya Roberts, Troy Foreman

Nays; None

Motion Passed

10. Executive Session: In accordance with Texas Government Code, Section 551.001, et seq. The City Council will recess into Executive Session (closed meeting) to discuss the following under Section 551.074(a)(1) - Personnel Matters:

- a. Discussion regarding the employment, evaluation, reassignment, duties, discipline, resignation, or dismissal of a city officer or employee, unless such officer or employee requests a public hearing to wit: City Administrator.

Recess into Closed Session: 6:54 pm

Reconvene into Open Session: 8:45 pm

- b. Any action to be taken from Executive Session.

No Action Taken

11. Adjournment:

Mayor adjourned meeting at 8:45 pm

Attested:

Mayor Christi Campbell, Mayor

Date

City of Rice

Financial Statement

As of April 30, 2026

100 - General Fund	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% of Budget	Budget Remaining
Revenue Summary							
Sales & Property Taxes	73,901.36	57,165.92	16,735.44	509,781.02	685,991.00	74.31%	176,209.98
Interest Income	0.00	375.00	(375.00)	0.00	4,500.00	0.00%	4,500.00
Business & Franchise	1,893.63	4,833.33	(2,939.70)	7,814.39	58,000.00	13.47%	50,185.61
Leases & Rents	6,703.54	6,691.67	11.87	38,149.24	80,300.00	47.51%	42,150.76
Other Revenue Sources	3,877.97	5,773.83	(1,895.86)	32,752.28	61,440.62	53.31%	28,688.34
Licenses & Permits	3,036.00	5,000.00	(1,964.00)	13,426.25	60,000.00	22.38%	46,573.75
Fines & Fees	22,778.65	32,916.66	(10,138.01)	169,231.66	395,000.00	42.84%	225,768.34
Court Revenues	6,035.51	7,583.33	(1,547.82)	50,489.82	91,000.00	55.48%	40,510.18
Revenue Totals	118,226.66	120,339.74	(2,113.08)	821,644.66	1,436,231.62	57.21%	614,586.96
Expense Summary							
Personnel/Payroll	53,709.53	73,313.70	(19,604.17)	399,305.75	879,764.00	45.39%	480,458.25
Office & Supplies	327.91	2,625.01	(2,297.10)	11,976.49	31,500.00	38.02%	19,523.51
Operating Expense	1,738.04	12,179.17	(10,441.13)	64,253.29	146,150.00	43.96%	81,896.71
Insurance Expense	1,846.95	1,783.34	63.61	14,224.97	21,400.00	66.47%	7,175.03
Legal & Professional Fees	6,341.70	9,883.34	(3,541.64)	75,229.16	118,600.00	63.43%	43,370.84
Community Programs & Donations	118.95	766.67	(647.72)	1,477.70	9,200.00	16.06%	7,722.30
Other Expenses	468.00	4,645.83	(4,177.83)	3,654.00	55,750.00	6.55%	52,096.00
Repairs & Maintenance	2,886.63	6,336.32	(3,449.69)	29,729.17	68,190.62	43.60%	38,461.45
Capital	3,144.22	8,581.42	(5,437.20)	24,806.52	102,977.00	24.09%	78,170.48
Police Animal Control Expense	0.00	225.00	(225.00)	354.65	2,700.00	13.14%	2,345.35
Expense Totals	70,581.93	120,339.80	(49,757.87)	625,011.70	1,436,231.62	43.52%	811,219.92

City of Rice
Financial Statement
As of April 30, 2026

100 - General Fund	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% of Budget	Budget Remaining
Other Revenue Sources							
100-5190 Impound Fees	80.00	62.50	17.50	80.00	750.00	10.67%	670.00
Other Revenue Sources Totals	3,877.97	5,773.83	(1,895.86)	32,752.28	61,440.62	53.31%	28,688.34
Licenses & Permits							
100-4200 Permits and Licencing	1,636.00	2,500.00	(864.00)	8,174.33	30,000.00	27.25%	21,825.67
100-4202 Inspections	1,400.00	2,500.00	(1,100.00)	5,251.92	30,000.00	17.51%	24,748.08
Licenses & Permits Totals	3,036.00	5,000.00	(1,964.00)	13,426.25	60,000.00	22.38%	46,573.75
Fines & Fees							
100-4343 Special Expense Fee	3,293.36	5,833.33	(2,539.97)	28,926.73	70,000.00	41.32%	41,073.27
100-4353 6701d fines	17,806.83	25,000.00	(7,193.17)	119,327.66	300,000.00	39.78%	180,672.34
100-4363 Other Fines	1,678.46	2,083.33	(404.87)	20,977.27	25,000.00	83.91%	4,022.73
Fines & Fees Totals	22,778.65	32,916.66	(10,138.01)	169,231.66	395,000.00	42.84%	225,768.34
Court Revenues							
100-4373 Court Fees	2,216.65	3,333.33	(1,116.68)	14,952.07	40,000.00	37.38%	25,047.93
100-4383 Warrant Fees	2,256.49	2,333.33	(76.84)	19,850.95	28,000.00	70.90%	8,149.05
100-4385 Court Collections Revenue	1,562.37	1,916.67	(354.30)	15,686.80	23,000.00	68.20%	7,313.20
Court Revenues Totals	6,035.51	7,583.33	(1,547.82)	50,489.82	91,000.00	55.48%	40,510.18
Revenue Totals	118,226.66	120,339.74	(2,113.08)	821,644.66	1,436,231.62	57.21%	614,586.96

Municipal Buildings Totals							
	1,125.41	5,673.34	(4,547.93)	35,927.32	68,080.00	52.77%	32,152.68
	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% Budget Used	Budget Remaining
100 - General Fund City Hall Annex							
Operating Expense	150.07	1,050.01	(899.94)	5,163.65	12,600.00	40.98%	7,436.35
Repairs & Maintenance	0.00	250.00	(250.00)	1,126.19	3,000.00	37.54%	1,873.81
City Hall Annex Totals	150.07	1,300.01	(1,149.94)	6,289.84	15,600.00	40.32%	9,310.16
100 - General Fund Parks and Recreation							
Capital	0.00	416.67	(416.67)	0.00	5,000.00	0.00%	5,000.00
Community Programs & Donations	0.00	558.33	(558.33)	1,004.29	6,700.00	14.99%	5,695.71
Insurance Expense	134.65	83.33	51.32	1,058.63	1,000.00	105.86%	(58.63)
Legal & Professional Fees	0.00	50.00	(50.00)	150.00	600.00	25.00%	450.00
Office & Supplies	0.00	108.34	(108.34)	79.95	1,300.00	6.15%	1,220.05
Operating Expense	128.00	1,187.50	(1,059.50)	3,575.14	14,250.00	25.09%	10,674.86
Other Expenses	468.00	833.33	(365.33)	3,654.00	10,000.00	36.54%	6,346.00
Personnel/Payroll	1,613.46	1,616.26	(2.80)	8,573.74	19,395.00	44.21%	10,821.26
Repairs & Maintenance	120.00	333.32	(213.32)	633.64	4,000.00	15.84%	3,366.36
Parks and Recreation Totals	2,464.11	5,187.08	(2,722.97)	18,729.39	62,245.00	30.09%	43,515.61

100 - General Fund Police							
	1,440.01	1,250.00	190.01	10,080.07	15,000.00	67.20%	4,919.93
	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% Budget Used	Budget Remaining
Capital	119.00	41.67	77.33	280.00	500.00	56.00%	220.00
Community Programs & Donations	889.40	1,000.00	(110.60)	6,654.46	12,000.00	55.45%	5,345.54
Insurance Expense	750.00	833.33	(83.33)	5,250.00	10,000.00	52.50%	4,750.00
Legal & Professional Fees							

City of Rice
 Financial Statement
 As of April 30, 2026

100 - General Fund General Administration										
	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% Budget Used	Budget Remaining			
100-10-5105 Director Salary	2,360.05	4,933.33	(2,573.28)	23,549.79	59,200.00	39.78%	35,650.21			
100-10-5106 Clerical Wages	585.90	1,299.75	(713.85)	7,237.31	15,597.00	46.40%	8,359.69			
100-10-5108 Professional Salary	2,922.71	3,156.50	(233.79)	21,824.18	37,878.00	57.62%	16,053.82			
100-10-5110 SS and Medicare	322.36	625.00	(302.64)	2,822.72	7,500.00	37.64%	4,677.28			
100-10-5112 Unemployment - TWC	36.35	41.67	(5.32)	158.27	500.00	31.65%	341.73			
100-10-5113 Retirement - TMRS	355.94	687.08	(331.14)	3,877.53	8,245.00	47.03%	4,367.47			
100-10-5114 Worker Comp	187.10	250.00	(62.90)	1,423.42	3,000.00	47.45%	1,576.58			
100-10-5115 Health Insurance	956.36	1,838.33	(881.97)	7,163.83	22,060.00	32.47%	14,896.17			
100-10-5116 Longevity	0.00	44.00	(44.00)	528.00	528.00	100.00%	0.00			
100-10-5117 Life Insurance	23.40	11.67	11.73	303.90	140.00	217.07%	(163.90)			
100-10-5201 Office Supplies	17.36	83.33	(65.97)	159.16	1,000.00	15.92%	840.84			
100-10-5202 Printing Supplies	46.99	83.33	(36.34)	279.66	1,000.00	27.97%	720.34			
100-10-5203 Postage	96.08	66.67	29.41	103.98	800.00	13.00%	696.02			
100-10-5204 Office Equipment	0.00	125.00	(125.00)	207.31	1,500.00	13.82%	1,292.69			
100-10-5205 Office Equipment Lease	329.11	416.67	(87.56)	2,518.79	5,000.00	50.38%	2,481.21			
100-10-5206 Training Expense	20.71	333.33	(312.62)	671.48	4,000.00	16.79%	3,328.52			
100-10-5207 Dues and Subscriptions	0.00	1,350.00	(1,350.00)	8,639.23	16,200.00	53.33%	7,560.77			
100-10-5215 Property and Liability	360.57	250.00	110.57	2,122.83	3,000.00	70.76%	877.17			
100-10-5219 Professional Services	616.18	500.00	116.18	3,666.18	6,000.00	61.10%	2,333.82			
100-10-5220 Election Expense	0.00	145.83	(145.83)	0.00	1,750.00	0.00%	1,750.00			
100-10-5222 Navarro Appraisal District	0.00	675.00	(675.00)	3,864.52	8,100.00	47.71%	4,235.48			
100-10-5223 Audit Expense	0.00	2,500.00	(2,500.00)	28,000.00	30,000.00	93.33%	2,000.00			
100-10-5224 Legal Fees	0.00	416.67	(416.67)	1,761.24	5,000.00	35.22%	3,238.76			
100-10-5227 Advertising	100.00	195.83	(95.83)	350.00	2,350.00	14.89%	2,000.00			
100-10-5229 Public and Employee	(0.05)	166.67	(166.72)	193.41	2,000.00	9.67%	1,806.59			
100-10-5452 Hardware/Software	399.50	1,750.00	(1,350.50)	2,077.40	21,000.00	9.89%	18,922.60			

City of Rice
 Financial Statement
 As of April 30, 2026

100 - General Fund Municipal Court	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% Budget Used	Budget Remaining
100-20-5105 Director Salary	4,284.85	4,641.92	(357.07)	32,092.68	55,703.00	57.61%	23,610.32
100-20-5106 Clerical Wages	2,571.20	2,788.58	(217.38)	19,265.73	33,463.00	57.57%	14,197.27
100-20-5108 Professional Salary	800.00	800.00	0.00	5,600.00	9,600.00	58.33%	4,000.00
100-20-5110 SS and Medicare	520.76	541.67	(20.91)	3,981.82	6,500.00	61.26%	2,518.18
100-20-5112 Unemployment - TWC	0.00	20.83	(20.83)	124.84	250.00	49.94%	125.16
100-20-5113 Retirement - TMRS	508.28	543.92	(35.64)	3,871.65	6,527.00	59.32%	2,655.35
100-20-5114 Worker Comp	124.76	166.67	(41.91)	957.71	2,000.00	47.89%	1,042.29
100-20-5115 Health Insurance	1,880.68	1,838.33	42.35	13,164.76	22,060.00	59.68%	8,895.24
100-20-5116 Longevity	0.00	85.00	(85.00)	1,032.00	1,020.00	101.18%	(12.00)
100-20-5117 Life Insurance	23.40	11.67	11.73	163.80	140.00	117.00%	(23.80)
100-20-5125 Certification pay	50.00	50.00	0.00	350.00	600.00	58.33%	250.00
100-20-5201 Office Supplies	0.00	62.50	(62.50)	330.69	750.00	44.09%	419.31
100-20-5202 Printing Supplies	0.00	125.00	(125.00)	672.16	1,500.00	44.81%	827.84
100-20-5203 Postage	73.36	241.67	(168.31)	1,456.68	2,900.00	50.23%	1,443.32
100-20-5204 Office Equipment	0.00	50.00	(50.00)	71.99	600.00	12.00%	528.01
100-20-5206 Training Expense	275.00	125.00	150.00	1,054.90	1,500.00	70.33%	445.10
100-20-5207 Dues and Subscriptions	0.00	10.00	(10.00)	130.00	120.00	108.33%	(10.00)
100-20-5209 Collection Expense	4,659.54	1,250.00	3,409.54	16,149.42	15,000.00	107.66%	(1,149.42)
100-20-5215 Property and Liability	57.95	16.67	41.28	385.31	200.00	192.66%	(185.31)
100-20-5219 Professional Services	65.98	1,416.67	(1,350.69)	4,259.36	17,000.00	25.06%	12,740.64
Municipal Court Totals	15,895.76	14,786.10	1,109.66	105,115.50	177,433.00	59.24%	72,317.50

City of Rice
 Financial Statement
 As of April 30, 2026

100 - General Fund City Hall Annex	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% Budget Used	Budget Remaining
100-32-5211 Electric Service - Annex	0.00	366.67	(366.67)	2,052.88	4,400.00	46.66%	2,347.12
100-32-5211 Electric Service - 205 E	0.00	291.67	(291.67)	1,404.81	3,500.00	40.14%	2,095.19
100-32-5212 Gas Service - Annex Offices	150.07	100.00	50.07	1,164.13	1,200.00	97.01%	35.87
100-32-5212 Gas Service	0.00	0.00	0.00	0.00	0.00	0.00%	0.00
100-32-5213 Water Service - 205 E.	0.00	291.67	(291.67)	541.83	3,500.00	15.48%	2,958.17
100-32-5230 Building Repairs - Annex	0.00	0.00	0.00	0.00	0.00	0.00%	0.00
100-32-5230 Building Repairs - 20th	0.00	250.00	(250.00)	1,126.19	3,000.00	37.54%	1,873.81
City Hall Annex Totals	150.07	1,300.01	(1,149.94)	6,289.84	15,600.00	40.32%	9,310.16

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100 - General Fund Police	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% Budget Used	Budget Remaining
100-50-5105 Director Salary	5,636.32	6,481.00	(844.68)	40,665.29	73,272.00	55.50%	32,606.71
100-50-5106 Clerical Wages	0.00	3,969.00	(3,969.00)	7,076.45	44,378.00	15.95%	37,301.55
100-50-5107 Operation Wages	14,264.00	16,362.17	(2,098.17)	91,928.11	204,096.00	45.04%	112,167.89
100-50-5110 SS and Medicare	1,524.86	1,916.67	(391.81)	10,845.19	23,000.00	47.15%	12,154.81
100-50-5112 Unemployment - TWC	74.55	62.50	12.05	134.63	750.00	17.95%	615.37
100-50-5113 Retirement - TMRS	1,470.20	1,948.42	(478.22)	10,204.47	23,381.00	43.64%	13,176.53
100-50-5114 Worker Comp	374.22	416.67	(42.45)	3,358.11	5,000.00	67.16%	1,641.89
100-50-5115 Health Insurance	2,907.88	5,515.00	(2,607.12)	24,219.40	66,180.00	36.60%	41,960.60
100-50-5116 Longevity	0.00	193.50	(193.50)	2,316.00	2,322.00	99.74%	6.00
100-50-5117 Life Insurance	31.40	35.00	(3.60)	274.60	420.00	65.38%	145.40
100-50-5125 Certification pay	75.00	150.00	(75.00)	625.00	1,800.00	34.72%	1,175.00
100-50-5201 Office Supplies	0.00	41.67	(41.67)	252.00	500.00	50.40%	248.00
100-50-5202 Printing Supplies	0.00	41.67	(41.67)	0.00	500.00	0.00%	500.00
100-50-5203 Postage	12.65	41.67	(29.02)	88.90	500.00	17.78%	411.10
100-50-5205 Office Equipment Lease	0.00	125.00	(125.00)	742.17	1,500.00	49.48%	757.83
100-50-5206 Training Expense	0.00	83.33	(83.33)	0.00	1,000.00	0.00%	1,000.00
100-50-5210 Telephone	0.00	200.00	(200.00)	1,188.00	2,400.00	49.50%	1,212.00
100-50-5215 Property and Liability	889.40	1,000.00	(110.60)	6,654.46	12,000.00	55.45%	5,345.54
100-50-5219 Professional Services	750.00	833.33	(83.33)	5,250.00	10,000.00	52.50%	4,750.00
100-50-5229 Public and Employee	119.00	41.67	77.33	280.00	500.00	56.00%	220.00
100-50-5230 Building Repairs	0.00	250.00	(250.00)	0.00	3,000.00	0.00%	3,000.00
100-50-5231 Laboratory Supplies	0.00	41.67	(41.67)	297.25	500.00	59.45%	202.75
100-50-5408 Protective Clothing	0.00	166.67	(166.67)	0.00	2,000.00	0.00%	2,000.00
100-50-5409 Ammunition Expense	0.00	100.00	(100.00)	0.00	1,200.00	0.00%	1,200.00
100-50-5411 Protective Equipment	0.00	166.67	(166.67)	0.00	2,000.00	0.00%	2,000.00
100-50-5415 Fuel	(0.02)	1,250.00	(1,250.02)	6,442.75	15,000.00	42.95%	8,557.25

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100 - General Fund Street	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% Budget Used	Budget Remaining
100-60-5106 Maintenance Dept	1,200.00	2,678.00	(1,478.00)	17,017.47	32,136.00	52.95%	15,118.53
100-60-5107 Operation Wages	2,700.96	3,064.50	(363.54)	16,639.80	36,774.00	45.25%	20,134.20
100-60-5109 Contract Labor	0.00	83.33	(83.33)	0.00	1,000.00	0.00%	1,000.00
100-60-5110 SS and Medicare	298.30	500.00	(201.70)	2,567.63	6,000.00	42.79%	3,432.37
100-60-5112 Unemployment - TWC	32.28	41.67	(9.39)	229.24	500.00	45.85%	270.76
100-60-5113 Retirement - TMRS	287.11	420.42	(133.31)	2,464.27	5,045.00	48.85%	2,580.73
100-60-5114 Worker Comp	124.76	225.00	(100.24)	1,069.38	2,700.00	39.61%	1,630.62
100-60-5115 Health Insurance	0.00	1,838.33	(1,838.33)	4,977.06	22,060.00	22.56%	17,082.94
100-60-5116 Longevity	0.00	4.50	(4.50)	60.00	54.00	111.11%	(6.00)
100-60-5117 Life Insurance	17.80	11.67	6.13	222.50	140.00	158.93%	(82.50)
100-60-5125 Certification pay	0.00	25.00	(25.00)	0.00	300.00	0.00%	300.00
100-60-5206 Training Expense	0.00	62.50	(62.50)	95.00	750.00	12.67%	655.00
100-60-5215 Property and Liability	121.81	66.67	55.14	1,033.71	800.00	129.21%	(233.71)
100-60-5400 Gravel and Asphalt	500.02	833.33	(333.31)	540.02	10,000.00	5.40%	9,459.98
100-60-5403 Street Sign Maintenance	1,227.36	125.00	1,102.36	1,227.36	1,500.00	81.82%	272.64
100-60-5405 Maintenance Supplies	0.00	41.67	(41.67)	198.73	500.00	39.75%	301.27
100-60-5415 Fuel	0.00	333.33	(333.33)	1,608.15	4,000.00	40.20%	2,391.85
100-60-5424 Vehicle Maintenance	0.00	83.33	(83.33)	57.50	1,000.00	5.75%	942.50
100-60-5425 Automobile Repair Expense	0.00	83.33	(83.33)	0.00	1,000.00	0.00%	1,000.00
100-60-5427 Equipment Repairs	189.98	166.67	23.31	1,875.77	2,000.00	93.79%	124.23
100-60-5450 Tools / Equipment	209.28	83.33	125.95	402.21	1,000.00	40.22%	597.79
100-60-5500 Uniform Expense	0.00	41.67	(41.67)	0.00	500.00	0.00%	500.00
100-60-6003 C. O. - Vehicles	0.00	0.00	0.00	0.00	0.00	0.00%	0.00
100-60-6004 C. O. - Equipment	0.00	166.67	(166.67)	1,917.99	2,000.00	95.90%	82.01
100-60-6006 C.O. - Street Improvements	1,704.21	6,748.08	(5,043.87)	12,808.46	80,977.00	15.82%	68,168.54
Street Totals	8,613.87	17,728.00	(9,114.13)	67,012.25	212,736.00	31.50%	145,723.75

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201 - Consolidated Security and Technology Fund	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% of Budget	Budget Remaining
Revenue Summary							
Not Categorized	931.38	1,333.33	(401.95)	5,471.49	16,000.00	34.20%	10,528.51
Revenue Totals	931.38	1,333.33	(401.95)	5,471.49	16,000.00	34.20%	10,528.51
Expense Summary							
Court Expense	0.00	1,333.33	(1,333.33)	0.00	16,000.00	0.00%	16,000.00
Expense Totals	0.00	1,333.33	(1,333.33)	0.00	16,000.00	0.00%	16,000.00

	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% Budget Used	Budget Remaining
201 - Consolidated Security and Techn Consolidated Security and Techno							
Court Expense	0.00	1,333.33	(1,333.33)	0.00	16,000.00	0.00%	16,000.00
Consolidated Security and Technology F	0.00	1,333.33	(1,333.33)	0.00	16,000.00	0.00%	16,000.00
Expense Total	0.00	1,333.33	(1,333.33)	0.00	16,000.00	0.00%	16,000.00

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202 - Court Technology Fund	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% of Budget	Budget Remaining
Revenue Summary							
Other Revenue Sources	131.96	666.67	(534.71)	1,324.23	8,000.00	16.55%	6,675.77
Revenue Totals	131.96	666.67	(534.71)	1,324.23	8,000.00	16.55%	6,675.77
Expense Summary							
Court Expense	124.99	666.67	(541.68)	2,662.34	8,000.00	33.28%	5,337.66
Expense Totals	124.99	666.67	(541.68)	2,662.34	8,000.00	33.28%	5,337.66

202 - Court Technology Fund Municipal Court							
	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% Budget Used	Budget Remaining
Court Expense	124.99	666.67	(541.68)	2,662.34	8,000.00	33.28%	5,337.66
Municipal Court Totals	124.99	666.67	(541.68)	2,662.34	8,000.00	33.28%	5,337.66
Expense Total	124.99	666.67	(541.68)	2,662.34	8,000.00	33.28%	5,337.66

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203 - Court Security Fund	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% of Budget	Budget Remaining
Revenue Summary							
Other Revenue Sources	155.38	666.67	(511.29)	1,489.75	8,000.00	18.62%	6,510.25
Revenue Totals	155.38	666.67	(511.29)	1,489.75	8,000.00	18.62%	6,510.25
Expense Summary							
Court Expense	0.00	666.67	(666.67)	0.00	8,000.00	0.00%	8,000.00
Expense Totals	0.00	666.67	(666.67)	0.00	8,000.00	0.00%	8,000.00

203 - Court Security Fund Municipal Court	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% Budget Used	Budget Remaining
Court Expense	0.00	666.67	(666.67)	0.00	8,000.00	0.00%	8,000.00
Municipal Court Totals	0.00	666.67	(666.67)	0.00	8,000.00	0.00%	8,000.00
Expense Total	0.00	666.67	(666.67)	0.00	8,000.00	0.00%	8,000.00

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204 - Court Fines/Local Truancy & Prevention Diversion Fund							
	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% of Budget	Budget Remaining
Revenue Summary							
Court Revenues	671.67	916.67	(245.00)	4,375.78	11,000.00	39.78%	6,624.22
Revenue Totals	671.67	916.67	(245.00)	4,375.78	11,000.00	39.78%	6,624.22
Expense Summary							
Court Expense	0.00	916.67	(916.67)	0.00	11,000.00	0.00%	11,000.00
Expense Totals	0.00	916.67	(916.67)	0.00	11,000.00	0.00%	11,000.00

204 - Court Fines/Local Truancy & Prev Truancy & Prevention Diversion F	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% Budget Used	Budget Remaining
Court Expense	0.00	916.67	(916.67)	0.00	11,000.00	0.00%	11,000.00
Truancy & Prevention Diversion Fund T	0.00	916.67	(916.67)	0.00	11,000.00	0.00%	11,000.00
Expense Total	0.00	916.67	(916.67)	0.00	11,000.00	0.00%	11,000.00

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205 - Court Fines/Municipal Jury Fund									
	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% of Budget	Budget Remaining		
Revenue Summary									
Court Revenues	283.44	333.33	(49.89)	1,973.59	4,000.00	49.34%	2,026.41		
Revenue Totals	283.44	333.33	(49.89)	1,973.59	4,000.00	49.34%	2,026.41		
Expense Summary									
Court Expense	0.00	333.33	(333.33)	0.00	4,000.00	0.00%	4,000.00		
Expense Totals	0.00	333.33	(333.33)	0.00	4,000.00	0.00%	4,000.00		

205 - Court Fines/Municipal Jury Fund							
Jury Expense							
	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% Budget Used	Budget Remaining
Court Expense	0.00	333.33	(333.33)	0.00	4,000.00	0.00%	4,000.00
Jury Expense Totals	0.00	333.33	(333.33)	0.00	4,000.00	0.00%	4,000.00
Expense Total	0.00	333.33	(333.33)	0.00	4,000.00	0.00%	4,000.00

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Revenue Summary

Transfers In

Revenue Totals

	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% of Budget	Budget Remaining
Transfers In	2,870.05	0.00	2,870.05	15,859.99	0.00	0.00%	(15,859.99)
Revenue Totals	2,870.05	0.00	2,870.05	15,859.99	0.00	0.00%	(15,859.99)

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240 - Donations	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% of Budget	Budget Remaining
Revenue Summary							
Grants & Donations	1,000.00	1,250.00	(250.00)	10,347.52	15,000.00	68.98%	4,652.48
Revenue Totals	1,000.00	1,250.00	(250.00)	10,347.52	15,000.00	68.98%	4,652.48
Expense Summary							
Community Programs & Donations	195.23	1,250.00	(1,054.77)	12,762.02	15,000.00	85.08%	2,237.98
Expense Totals	195.23	1,250.00	(1,054.77)	12,762.02	15,000.00	85.08%	2,237.98

240 - Donations Parks and Recreation	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% Budget Used	Budget Remaining
Community Programs & Donations	0.00	833.33	(833.33)	12,229.51	10,000.00	122.30%	(2,229.51)
Parks and Recreation Totals	0.00	833.33	(833.33)	12,229.51	10,000.00	122.30%	(2,229.51)
240 - Donations Library	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% Budget Used	Budget Remaining
Community Programs & Donations	195.23	416.67	(221.44)	532.51	5,000.00	10.65%	4,467.49
Library Totals	195.23	416.67	(221.44)	532.51	5,000.00	10.65%	4,467.49
Expense Total	195.23	1,250.00	(1,054.77)	12,762.02	15,000.00	85.08%	2,237.98

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240 - Donations Library	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% Budget Used	Budget Remaining
240-80-4480 Donations Library - Expense	195.23	416.67	(221.44)	532.51	5,000.00	10.65%	4,467.49
Library Totals	195.23	416.67	(221.44)	532.51	5,000.00	10.65%	4,467.49
Expense Totals	195.23	1,250.00	(1,054.77)	12,762.02	15,000.00	85.08%	2,237.98

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400 - Police Seizure Funds	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% of Budget	Budget Remaining
Police Seizure Funds							
400-7569 Police Seizure Funds Carry	0.00	333.33	(333.33)	0.00	4,000.00	0.00%	4,000.00
Police Seizure Funds Totals	0.00	333.33	(333.33)	0.00	4,000.00	0.00%	4,000.00
Revenue Totals	0.00	333.33	(333.33)	0.00	4,000.00	0.00%	4,000.00

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400 - Police Seizure Funds	Current	Current	Budget	YTD	Annual	% Budget	Budget
Police Seizure Funds	Month Actual	Month Budget	Variance	Actual	Budget	Used	Remaining
400-50-5201 Supplies	0.00	66.67	(66.67)	0.00	800.00	0.00%	800.00
400-50-5204 Equipment	0.00	66.67	(66.67)	0.00	800.00	0.00%	800.00
400-50-5206 Training Expense	0.00	66.67	(66.67)	0.00	800.00	0.00%	800.00
400-50-5219 Investigations	0.00	66.67	(66.67)	0.00	800.00	0.00%	800.00
400-50-5230 Facility	0.00	66.67	(66.67)	0.00	800.00	0.00%	800.00
Police Seizure Funds Totals	0.00	333.35	(333.35)	0.00	4,000.00	0.00%	4,000.00
Expense Totals	0.00	333.35	(333.35)	0.00	4,000.00	0.00%	4,000.00

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500 - Grant Programs	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% of Budget	Budget Remaining
Grants & Donations							
500-4901 Recreation Center Grant	0.00	416.67	(416.67)	0.00	5,000.00	0.00%	5,000.00
500-4911 American Rescue Plan Act- Carry	0.00	206.18	(206.18)	0.00	11,944.80	0.00%	11,944.80
Grants & Donations Totals	0.00	622.85	(622.85)	0.00	16,944.80	0.00%	16,944.80
Revenue Totals	0.00	622.85	(622.85)	0.00	16,944.80	0.00%	16,944.80

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500 - Grant Programs Grant Programs	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% Budget Used	Budget Remaining
500-32-7771 American Rescue Plan Act-	6,676.00	206.18	6,469.82	11,689.83	11,944.80	97.87%	254.97
Grant Programs Totals	6,676.00	206.18	6,469.82	11,689.83	11,944.80	97.87%	254.97

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950 - Rice EDC	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% of Budget	Budget Remaining
Revenue Summary							
Sales & Property Taxes	3,475.54	4,400.00	(924.46)	29,068.01	52,800.00	55.05%	23,731.99
EDC Account Carry Forward Year End	0.00	12,430.00	(12,430.00)	0.00	149,160.00	0.00%	149,160.00
Revenue Totals	3,475.54	16,830.00	(13,354.46)	29,068.01	201,960.00	14.39%	172,891.99
Expense Summary							
Personnel/Payroll	670.00	1,041.66	(371.66)	6,603.61	12,500.00	52.83%	5,896.39
Office & Supplies	0.00	170.83	(170.83)	827.08	2,050.00	40.35%	1,222.92
Operating Expense	0.00	266.66	(266.66)	60.00	3,200.00	1.88%	3,140.00
Legal & Professional Fees	0.00	166.66	(166.66)	0.00	2,000.00	0.00%	2,000.00
Community Programs & Donations	1,520.00	2,083.33	(563.33)	11,395.89	25,000.00	45.58%	13,604.11
Capital	0.00	5,833.33	(5,833.33)	52,205.05	70,000.00	74.58%	17,794.95
Grant Expense	0.00	2,500.00	(2,500.00)	0.00	30,000.00	0.00%	30,000.00
EDC Reserves	0.00	4,767.50	(4,767.50)	9,019.51	57,210.00	15.77%	48,190.49
Expense Totals	2,190.00	16,829.97	(14,639.97)	80,111.14	201,960.00	39.67%	121,848.86

950 - Rice EDC									
EDC General Administration									
	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% Budget Used	Budget Remaining		
Capital	0.00	5,833.33	(5,833.33)	52,205.05	70,000.00	74.58%	17,794.95		
Community Programs & Donations	1,520.00	2,083.33	(563.33)	11,395.89	25,000.00	45.58%	13,604.11		
EDC Reserves	0.00	4,767.50	(4,767.50)	9,019.51	57,210.00	15.77%	48,190.49		
Grant Expense	0.00	2,500.00	(2,500.00)	0.00	30,000.00	0.00%	30,000.00		
Legal & Professional Fees	0.00	166.66	(166.66)	0.00	2,000.00	0.00%	2,000.00		
Office & Supplies	0.00	170.83	(170.83)	827.08	2,050.00	40.35%	1,222.92		
Operating Expense	0.00	266.66	(266.66)	60.00	3,200.00	1.88%	3,140.00		
Personnel/Payroll	670.00	1,041.66	(371.66)	6,603.61	12,500.00	52.83%	5,896.39		
EDC General Administration Totals	2,190.00	16,829.97	(14,639.97)	80,111.14	201,960.00	39.67%	121,848.86		
Expense Total	2,190.00	16,829.97	(14,639.97)	80,111.14	201,960.00	39.67%	121,848.86		

City of Rice
 Financial Statement
 As of April 30, 2026

5/5/2026 3:52 PM

988 - City Reserves	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% of Budget	Budget Remaining
Revenue Summary							
Savings Account Carry Forward Year End	0.00	9,144.42	(9,144.42)	0.00	109,733.00	0.00%	109,733.00
Revenue Totals	0.00	9,144.42	(9,144.42)	0.00	109,733.00	0.00%	109,733.00
Expense Summary							
City Reserves	0.00	9,144.42	(9,144.42)	0.00	109,733.00	0.00%	109,733.00
Expense Totals	0.00	9,144.42	(9,144.42)	0.00	109,733.00	0.00%	109,733.00

988 - City Reserves Reserve Funds	Current Month Actual	Current Month Budget	Budget Variance	YTD Actual	Annual Budget	% Budget Used	Budget Remaining
City Reserves	0.00	9,144.42	(9,144.42)	0.00	109,733.00	0.00%	109,733.00
Reserve Funds Totals	0.00	9,144.42	(9,144.42)	0.00	109,733.00	0.00%	109,733.00
Expense Total	0.00	9,144.42	(9,144.42)	0.00	109,733.00	0.00%	109,733.00

Summary

City of Rice
Bank Reconciliation Report Summary
4/1/2026 to 4/30/2026
FSB Consolidated Cash Checking 999-1000 Consolidated Cash Checking

Statement Beginning Balance	436709.46	Statement Ending Balance
Cleared Increases	106 135042.63	
Cleared Decreases	60 <u>-118863.97</u>	
Cleared Balance	452888.12	Adjusted Statement Balance
Uncleared Increases	0	0
Uncleared Decreases	0	0
Statement Ending Balance		<u>452888.12</u> GL Ending Balance

Remaining To Clear 0

Outstanding Increases	452888.12
Outstanding Decreases	235 258273.36
	79 <u>-310502.45</u>
	400659.03

400659.03

Remaining To Reconcile

0

HARMONY BANK
 RICE
 100 N. MCKINNEY STREET
 RICE TX 75155
 Tel: (903) 326-4121



Better Happens Together
 Lost or Stolen ATM/Debit Card 1.844.202.5333
 Telephone Banking 1.877.486.9399
 www.Harmony.Bank

CITY OF RICE
 PO BOX 97
 RICE TX 75155



Statement Date: 04/30/2026

Contact Us

Branch Name RICE
 Phone Number (903) 326-4121
 Address 100 N. MCKINNEY STREET
 RICE TX 75155
 Online Access www.harmony.bank
 Telephone Banking (877) 486-9399

Account No.: *****2534 Page: 1

SMALL BUSINESS CHECKING SUMMARY

Type: **REG Status: Active

Category	Number	Amount
Balance Forward From 03/31/26		436,709.46
Deposits	21	73,916.03+
Debits	21	22,753.16
Automatic Withdrawals	23	91,954.73
Automatic Deposits	85	61,126.60+
Card Activity	16	4,156.08
Ending Balance On 04/30/26		452,888.12
Average Balance (Ledger)	456,391.35+	

ALL CREDIT ACTIVITY

Date	Type	Amount	Date	Type	Amount	Date	Type	Amount
04/02/26	Deposit	164.00	04/13/26	Deposit	1,000.00	04/22/26	Deposit	144.00
04/06/26	Deposit	1,173.00	04/14/26	Deposit	58,157.71	04/23/26	Deposit	30.00
04/06/26	Deposit	1,364.70	04/17/26	Deposit	62.54	04/23/26	Deposit	590.00
04/07/26	Deposit	1,209.00	04/17/26	Deposit	144.00	04/27/26	Deposit	896.70
04/07/26	Deposit	1,332.00	04/17/26	Deposit	391.90	04/27/26	Deposit	1,986.30
04/13/26	Deposit	254.00	04/17/26	Deposit	750.00	04/27/26	Deposit	2,697.35
04/13/26	Deposit	753.93	04/20/26	Deposit	560.90	04/29/26	Deposit	254.00

Date	Description	Amount
04/01/26	MERCHANT BANKCD DEPOSIT	1,369.62
04/02/26	BANKCARD MERCH FEES	0.05
04/02/26	MERCHANT BANKCD DEPOSIT	213.21
04/03/26	BANKCARD DEP MERCH DEP	53.00
04/03/26	MERCHANT BANKCD DEPOSIT	1,630.14
04/06/26	BANKCARD DEP MERCH DEP	5.00
04/06/26	MERCHANT BANKCD DEPOSIT	100.40
04/06/26	MERCHANT BANKCD DEPOSIT	151.11
04/06/26	MERCHANT BANKCD DEPOSIT	926.22
04/07/26	MERCHANT BANKCD DEPOSIT	155.25
04/07/26	MERCHANT BANKCD DEPOSIT	667.89
04/07/26	LINEBARGER GOGGA ACH REMIT	3,558.13
04/08/26	BANKCARD DEP MERCH DEP	7.00
04/08/26	MERCHANT BANKCD DEPOSIT	1,799.88
04/09/26	MERCHANT BANKCD DEPOSIT	1,133.85
04/10/26	BANKCARD DEP MERCH DEP	45.00
04/10/26	MERCHANT BANKCD DEPOSIT	267.04

HARMONY BANK
 RICE
 100 N. MCKINNEY STREET
 RICE TX 75155
 Tel: (903) 326-4121



Lost or Stolen ATM/Debit Card 1.844.202.5333
 Telephone Banking 1.877.486.9399
 www.Harmony.Bank

Statement Date: 04/30/2026

Account No.: *****2534 Page: 3

ALL CREDIT ACTIVITY (cont.)

Date	Description	Amount
04/21/26	BANKCARD DEP MERCH DEP	90.00
04/21/26	MERCHANT BANKCD DEPOSIT	1,077.85
04/21/26	LINEBARGER GOGGA ACH REMIT	1,686.00
04/22/26	MERCHANT BANKCD DEPOSIT	1,696.38
04/23/26	MERCHANT BANKCD DEPOSIT	1,329.99
04/24/26	BANKCARD DEP MERCH DEP	45.00
04/24/26	MERCHANT BANKCD DEPOSIT	517.50
04/24/26	MERCHANT BANKCD DEPOSIT	1,964.44
04/27/26	BANKCARD DEP MERCH DEP	52.00
04/27/26	MERCHANT BANKCD DEPOSIT	514.40
04/27/26	MERCHANT BANKCD DEPOSIT	1,346.22
04/28/26	ACH RETURN NO ACCOUNT/UNABLE TO LOCATE Donnie P Fisher	986.83
04/28/26	MERCHANT BANKCD DEPOSIT	1,709.83
04/28/26	LINEBARGER GOGGA ACH REMIT	1,948.30
04/29/26	BANKCARD DEP MERCH DEP	179.99
04/29/26	MERCHANT BANKCD DEPOSIT	621.00
04/29/26	ONCOR ELECTRIC D PAYMENTS ISA 00 00 14 1039940675000 01 006981815 260427193	870.45
04/29/26	MERCHANT BANKCD DEPOSIT	1,170.60
04/30/26	MERCHANT BANKCD DEPOSIT	155.25
04/30/26	BANKCARD DEP MERCH DEP	240.00

ELECTRONIC DEBITS

Date	Description	Amount
04/01/26	ATMOS ENERGY RCR UTIL PYMT	164.04
04/01/26	ATMOS ENERGY RCR UTIL PYMT	434.49
04/02/26	4118 VSA PUR USPS PO 4875450155 RICE TX (04/02/26 10:22:15)	73.36
04/02/26	PREMIER HOLDINGS 8778289280	270.74
04/03/26	MERCHANT BANKCD DEPOSIT	81.44
04/03/26	MERCHANT BANKCD DEPOSIT	1,157.31
04/03/26	TMRS PAYROLL	4,258.31
04/06/26	4118 VSA PUR CHECKR INC CHECKR.COM CHECKR.COM CA (04/05/26 22:06:25)	75.68
04/06/26	LIBERTY NATIONAL WSOBILLING	152.24
04/06/26	WRIGHT EXPRESS FLEET DEBI	829.06
04/07/26	4118 VSA PUR AMAZON MKTPL BC6H74PF1 AMZN.COM BILL WA (04/07/26 04:13:14)	39.99
04/08/26	CITY OF RICE VENDORDD	500.00
04/08/26	CITY OF RICE VENDORDD	2,425.22
04/09/26	4118 VSA PUR AMAZON MKTPL BC25446E1 AMZN.COM BILL WA (04/08/26 18:07:10)	81.49
04/09/26	4118 VSA PUR USPS PO 4875450155 RICE TX (04/09/26 08:48:30)	6.08
04/10/26	CITY OF RICE PAYROLLDD	14,320.67
04/13/26	IRS USATAXPYMT	3,840.78
04/13/26	HUDSON ENERGY UTILITIES	4,384.11
04/14/26	4118 VSA PUR AMAZON MKTPL BY0FS4UR2 AMZN.COM BILL WA (04/14/26 08:43:47)	72.72
04/14/26	EQUIPMENT FINANC PAYMENTS	329.11

HARMONY BANK
 RICE
 100 N. MCKINNEY STREET
 RICE TX 75155
 Tel: (903) 326-4121



Lost or Stolen ATM/Debit Card 1.844.202.5333
 Telephone Banking 1.877.486.9399
 www.Harmony.Bank

Statement Date: 04/30/2026

Account No.: *****2534 Page: 5

DAILY BALANCE SUMMARY

Beginning Ledger Balance on 03/31/26 was 436,709.46

Date	Balance	Date	Balance	Date	Balance
04/01/26	437,400.55	04/13/26	435,240.03	04/23/26	465,119.41
04/02/26	437,433.71	04/14/26	494,360.01	04/24/26	447,212.45
04/03/26	433,410.82	04/15/26	493,044.29	04/27/26	453,686.74
04/06/26	429,833.01	04/16/26	494,170.98	04/28/26	454,575.78
04/07/26	435,235.37	04/17/26	496,428.45	04/29/26	456,282.92
04/08/26	434,117.03	04/20/26	499,426.87	04/30/26	452,888.12
04/09/26	435,073.31	04/21/26	462,794.42		
04/10/26	441,917.87	04/22/26	464,149.27		

This Statement Cycle Reflects 30 Days



CITY OF RICE
 Account No. : *****2534
 Stmt. Date : 04/30/2026

Bank : 048
 Images : 42
 Page : 7

Harmony Bank

IMAGE STATEMENT

CHECKING DEPOSIT
 42726
 ACCOUNT NAME: Rice Municipal Court
 AMOUNT: 1,986.30
 ACCOUNT NUMBER: 1002034

AMT: 1,986.30 SEQ: 26800390
 CK: DT: 04/27/26 ST: Deposit

CITY OF RICE
 AMOUNT: 2,697.35
 ACCOUNT NUMBER: 1002534

AMT: 2,697.35 SEQ: 26800360
 CK: DT: 04/27/26 ST: Deposit

DDA Credit
 Amount: 254.00
 Account Number: 1002534
 Date: 4/29/2026
 Customer Name: City Of Rice

AMT: 254.00 SEQ: 27100080
 CK: DT: 04/29/26 ST: Deposit

CITY OF RICE
 AMOUNT: 80.00
 ACCOUNT NUMBER: 1002534

AMT: 80.00 SEQ: 80102130
 CK: 45089 DT: 04/01/26 ST: Paid

CITY OF RICE
 AMOUNT: 6,043.26
 ACCOUNT NUMBER: 1002534

AMT: 6,043.26 SEQ: 80500250
 CK: 45108 DT: 04/06/26 ST: Paid

CITY OF RICE
 AMOUNT: 83.97
 ACCOUNT NUMBER: 1002534

AMT: 83.97 SEQ: 80000560
 CK: 45109 DT: 04/03/26 ST: Paid

CITY OF RICE
 AMOUNT: 125.00
 ACCOUNT NUMBER: 1002534

AMT: 125.00 SEQ: 80102480
 CK: 45110 DT: 04/03/26 ST: Paid

CITY OF RICE
 AMOUNT: 198.00
 ACCOUNT NUMBER: 1002534

AMT: 198.00 SEQ: 80400080
 CK: 45111 DT: 04/06/26 ST: Paid

CITY OF RICE
 AMOUNT: 800.00
 ACCOUNT NUMBER: 1002534

AMT: 800.00 SEQ: 21600170
 CK: 45112 DT: 04/07/26 ST: Paid

CITY OF RICE
 AMOUNT: 335.96
 ACCOUNT NUMBER: 1002534

AMT: 335.96 SEQ: 80200870
 CK: 45113 DT: 04/14/26 ST: Paid

CITY OF RICE
 AMOUNT: 90.00
 ACCOUNT NUMBER: 1002534

AMT: 90.00 SEQ: 80002270
 CK: 45114 DT: 04/09/26 ST: Paid

CITY OF RICE
 AMOUNT: 1,809.50
 ACCOUNT NUMBER: 1002534

AMT: 1,809.50 SEQ: 80202970
 CK: 45115 DT: 04/13/26 ST: Paid

CITY OF RICE
 AMOUNT: 679.92
 ACCOUNT NUMBER: 1002534

AMT: 679.92 SEQ: 24300360
 CK: 45116 DT: 04/07/26 ST: Paid

CITY OF RICE
 AMOUNT: 65.98
 ACCOUNT NUMBER: 1002534

AMT: 65.98 SEQ: 80202030
 CK: 45117 DT: 04/21/26 ST: Paid

CITY OF RICE
 AMOUNT: 2,720.16
 ACCOUNT NUMBER: 1002534

AMT: 2,720.16 SEQ: 80202650
 CK: 45118 DT: 04/21/26 ST: Paid

CITY OF RICE
 AMOUNT: 485.53
 ACCOUNT NUMBER: 1002534

AMT: 485.53 SEQ: 80000300
 CK: 45119 DT: 04/22/26 ST: Paid

CITY OF RICE
 AMOUNT: 200.00
 ACCOUNT NUMBER: 1002534

AMT: 200.00 SEQ: 80201460
 CK: 45120 DT: 04/27/26 ST: Paid

CITY OF RICE
 AMOUNT: 800.00
 ACCOUNT NUMBER: 1002534

AMT: 800.00 SEQ: 80001540
 CK: 45121 DT: 04/30/26 ST: Paid

POLICE REPORT

FOR



RPD

April 2026



ARRESTS

05

CHARGES

<u>Possession of a Controlled Substance</u>	<u>04</u>
<u>Violation of Protective Order</u>	<u>01</u>
Total	05

CRASHES

CMVA 01

<u>Calls For Service:</u>	<u>46</u>
<u>Traffic Stops</u>	<u>204</u>
<u>Violations</u>	<u>304</u>
<u>Impounded Vehicles</u>	<u>08</u>

Updates Regarding PD

- **NIBRS Report was submitted to DPS.**
- **Delivered Meals on Wheels.**
- **Officer Stephen Hawkins is in field training.**
- **Installed new DVR for the community center camera system. All agency phones have live view capabilities for the camera system.**
- **Fixed City Hall camera system.**
- **CJIS Audit is ongoing.**

Patrol Vehicle Fleet status

- **Unit 104: Out of Service (All Equipment Removed)**
- **Unit 105: Out of Service (All Equipment Removed)**
- **Unit 107: Ready to respond.**
- **Unit 108: Ready to respond.**
- **Unit 109: Ready to respond.**

AUDIT CONDUCTED BY: Chief Charles Parson 05-01-2026

OffenseStopCount

*This report does not include voided, test, or deleted records,
but does include warnings (if *ALL* or WARNINGS is selected in the Stop Result field).*

	204 Stops	304 Violations
	204 Stops	304 Violations
Speeding		89
Expired Drivers License		3
Expired Registration		52
Disregard Police Officer		1
Drive While License Invalid		7
Drove Wrong Way On One-Way Roadway		1
Fail To Maintain Financial Responsibility		20
Failed To Dim Headlights - Following		1
Failed To Drive In Single Lane		10
Illegal Window Tint		29
No Drivers License		13
No Seat Belt - Driver		1
Texting While Driving		1
Changed Lane When Unsafe		3
FTYROW To Emergency Vehicle		1
Child (4-14) Not Secured By Seat Belt		2
Defective Head Lamps		8
Defective Stop Lamps		5
Defective Tail Lamps		4
Defective Turn Signal Lamps		2
Display Unclean License Plates		1
Drove Without Lights When Required		2
Fail To Report Change Of Address Or Name		4
Fail To Stop-Designated Point-Stop Sign		1
Failed To Signal Lane Change		2
Failed To Yield Right Of Way		1
Following Too Closely		4
Missing License Plate		14
No License Plate Light		2
Obstruction Of View		5
Open Container		1

OffenseStopCount

Possession of Drug Paraphernalia	9
Unrestrained Child-Safety Seat Violation	2
Display Fictitious License Plate	2
Ran Stop Sign	1

NIBRS Flat File Upload Error Report

Submitting Agency TX1750300 - RICE PD
Submitting User Mathew Adams
File Name 042026320.txt
Total Incident Count 5
Valid Incident Count 5
Invalid Incident Count 0
Error Rate 0.00%
File Submission Date 5/1/2026 9:33:24 AM

Type	IdentifyingNumber	Agency	ErrorNumber	ErrorDescription
Incident	2608197	TX1750300 - RICE PD	1312	WARNING - There are a number of entries for Property Description (Data Element 15) 26 = Radios/TVs/ VCRs being reported. The 23F = Theft From Motor Vehicle is the theft of articles from a motor vehicle and the 23G = Theft of Motor Vehicle Parts and Accessories is the theft of any part or accessory affixed to the interior or exterior of a motor vehicle necessary for its operation.(Error Code --- 1312)



**Rice Volunteer
Fire Department**
P.O. BOX 27 RICE, TX 75155

Rice Volunteer Fire Department had monthly meeting for April 2026.

Our current membership is 10 active members with a total approximately 21 members.

Rice Volunteer Fire Department responded to 41 calls for service in April 2026.

- Motor Vehicle Accident – 9 – 1 Chatfield
- Burn Ban – 6 – 4 Chatfield
- Lift Assist – 1
- Medical Emergency – 21 – 2 Chatfield – 1 Emhouse
- Grass Fire – 1 Chatfield
- Vehicle Fire – 1
- Transformer Fire – 1
- Fire Investigation-1

Rice VFD had a training meeting on Mayday calls.

Gaylon Taylor
Fire Chief
Rice VFD

City of Rice

Municipal Court Council Report

From 4/1/2026 to 4/30/2026

5/1/2026 1:22 PM

Violations by Type

Traffic	Penal	City Ordinance	Parking	Other	Total
183	41	0	0	32	256

Financial

State Fees	Court Costs	Fines	Tech Fund	Building Security	Consol. Sec/Tech	Total
\$11,382.31	\$10,427.31	\$19,485.29	\$131.96	\$155.38	\$931.38	\$42,513.63

Warrants

Issued	Served	Closed	Total
168	0	56	224

FTAs/VPTAS

FTAS	VPTAS	Total
40	23	63

Dispositions

Paid	Non-Cash Credit	Dismissed	Driver Safety	Deferred	Total
120	10	20	6	22	178

Trials & Hearings

Jury	Bench	Appeal	Total
0	0	0	0

Omni/Scofflaw/Collection

Omni	Scofflaw	Collections	Total
169	0	169	338

Municipal Court Report (BREAKDOWN)

4/01/2026 – 4/30/2026

Municipal court received:

- **256** new violations for the month of April
- **183** are traffic violations
- **41** penal
- **0** city ordinances
- **0** parking
- **32** non-traffic violations

\$42,513.63 collected for April – **\$10,072.20** of that is in house collections from the court calling multiple times and mailing notices.

- **11,382.31** of that goes to the state.
- **10,427.31** in court cost
- **19,485.29** in fines
- **And the balance going to Court Tech, Court Sec, Jury Fund, Truancy, and Consolidated Sec/Tech Fund** (to be put in separate account for court use)

168 warrants have been issued

56 warrants have been closed

0 appealed to county court

178 violations have been closed

- **120** paid
- **20** dismissed
- **6** driver safety courses
- **22** deferred



PUBLIC WORKS

TASKS TO BE DONE

Streets

- **Cold mix potholes in chip seal / asphalt roads on**
Fulton and Fannin transition / ramp
Fannin S-curve
Fulton and Gilmer intersection
E. Calhoun – from service road to County maintenance line
N. Dresden- from Calhoun to Cemetery entrance
N. Dallas Street
- **Concrete Flex Base on**
Fannin Street
E. Calhoun Street in the S-curve and NE 1050
Washington Street- dump trailer load in creek crossing area
- Kings Court remove double barrel 24” x 20’ culvert and replace it with 24” x 30’ double barrel culvert.
- Spread out 2 trailer loads of concrete flex base on Kings Court after replacing culvert
- Asphalt speed bumps on Calhoun Street at Sherman Street and West of Public Works yard entrance.

Maintenance

- Replace Stop signpost at N. Dresden and E. Calhoun Street
- Re-install Sherman and Calhoun Street sign above stop sign
- Spread / level out piles of dirt at the park
- Overhanging tree limbs in the roadway on
N. Dresden Street
Fannin Street
Washington Street
N. Boston and Calhoun Street (West side of N. Boston in front of Stop sign)
- Remove two dead trees on W. Calhoun Street near dead end.
- Remove / Replace street sign posts as needed
- Continue to mow city properties.



PUBLIC WORKS REPORT

APRIL 2026

Streets

- Continue patching potholes in chip seal / asphalt roads
- Spread out 6 bucket loads of concrete Flex Base on E. Calhoun Street in the S-curve.
- Picked up 240 LF of 2 3/8" schedule 40 pipe from Fence Supply Inc. located in Sunnyvale, TX for street sign posts.
- Re-Install street signposts as needed.
- Ordered and received 8 pallets / 2000-pound each bulk bags of "Rock Asphalt" to patch potholes-ARPA Grant Funds
- Received 24" x 30 foot long culvert that needs to be replaced on Kings Court.
- Received vibratory plate from Northern Tool

Maintenance

- Received 3 quotes from Landscape companies to treat / maintain I-45 rock garden and accepted ECW Landscaping quote to treat / maintain the I-45 rock garden with herbicide for \$500 per month or as needed.
- Continue to mow city properties.
- Replaced seats on the John Deere Gator
- Clean and organize shop

April 2026

Administration Clerk

Permits report: 2 Certificates of Occupancy, 5 Driveway Approaches, 5 Simple electric, 4 mechanical permits, 1 Demolition Permit

Parks and Recreation: scheduling and signing up members for workout room. Planning and executing Easter in the Park Event.

Municipal Clerk

Receivables

Answering Phones and door

Keeping front office area organized

Cleaned Legacy Room before and after events

Organizing files

Finance

Payables entered

Printing and processing Payable payments after approval

Payroll processed

Reconciliation completed for end of Month

Working on next year budget needs

Worked on new employees entering into system

Covered Parks and Recreation as needed

Covered Permits as needed

Covered Phones and answering doors as needed.

PermitReport

Permit #	Contact	Property	Permit Type	Applied Date
26-00108-01	Maliska Homes Inc		Certificate of Occupancy	4/30/2026
26-00097-01	Concre - Tex	110 E. Harvey Lane	Driveway Approach	4/21/2026
26-00089-01	JV Electrical Contractors LLC	203 E. Coronado Lane	Simple Electrical Permit	4/7/2026
26-00106-01	Cottonwood Mobile Home Park	1100 SW McKinney Street Unit 238	Simple Electrical Permit	4/27/2026
26-00104-01	Mr Chill Heat Air Conditioning	110 E. Harvey Lane	Mechanical Permit	4/23/2026
26-00101-01	EGAI Corp	800 NW. McKinney Street	Demolition Permit	4/22/2026
26-00087-01	Gold Star Electrical LLC	2726 SW. McKinney Street	Simple Electrical Permit	4/6/2026
26-00093-01	Daniel Salgado	208 E. Coronado Lane	Simple Electrical Permit	4/17/2026
26-00107-01	Maliska Homes Inc		Certificate of Occupancy	4/30/2026
26-00096-01	Concre - Tex	107 E. Harvey Lane	Driveway Approach	4/21/2026
26-00100-01	Concre - Tex	122 E. Coronado Lane	Driveway Approach	4/21/2026
26-00099-01	Concre - Tex	203 E. Coronado Lane	Driveway Approach	4/21/2026
26-00098-01	Concre - Tex	117 E. Coronado Lane	Driveway Approach	4/21/2026
26-00088-01	JV Electrical Contractors LLC	122 E. Coronado Lane	Simple Electrical Permit	4/7/2026
26-00103-01	Mr Chill Heat Air Conditioning	122 E. Coronado Lane	Mechanical Permit	4/23/2026
26-00102-01	Mr Chill Heat Air Conditioning	203 E. Coronado Lane	Mechanical Permit	4/23/2026
26-00105-01	Mr Chill Heat Air Conditioning	107 E. Harvey Lane	Mechanical Permit	4/23/2026

ITEM NO.

Date: May 14, 2026

Subject: **Renewal of City's Participation in Tax Abatement Programs and Establishing Criteria and Guidelines for Granting Tax Abatement**

Comments: Attached is a resolution for the City of Rice electing to participate in granting tax abatements, and reestablishing the current tax abatement policy guidelines and criteria for granting tax abatement in reinvestment zones created by the City of Rice.

Chapter 312 of the Texas Tax Code requires that a taxing entity that wishes to participate in tax abatement must adopt a resolution stating that it elects to participate in tax abatement.

Chapter 312 of the Texas Tax Code further requires that a taxing entity that elects to participate in tax abatement must also establish guidelines and criteria governing the designation of reinvestment zones and tax abatement programs prior to granting future tax abatement.

Section 11 of the attached Tax Abatement Guidelines, Criteria and Policy establishes guidelines and criteria for tax abatement stipulates that it will remain in effect for two years from the date of adoption, which would be May 13, 2028.

Recommendation: Approve the resolution electing to participate in granting tax abatements, and reestablishing the current tax abatement policy guidelines and criteria.

MOTION:

I MOVE TO APPROVE/DENY RENEWAL OF THE CITY'S PARTICIPATION IN GRANTING TAX ABATEMENT, ALONG WITH THE RENEWAL OF TAX ABATEMENT POLICY GUIDELINES AND CRITERIA FOR GRANTING TAX ABATEMENT.

RESOLUTION NO. _____

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF RICE, TEXAS REESTABLISHING THE CURRENT TAX ABATEMENT POLICY GUIDELINES AND CRITERIA FOR GRANTING TAX ABATEMENT IN REINVESTMENT ZONES CREATED BY THE CITY OF RICE, TEXAS OR OTHER AUTHORIZED TAXING JURISDICTION; ELECTING TO PARTICIPATE IN TAX ABATEMENTS; AND ESTABLISHING AN EFFECTIVE DATE.

WHEREAS, Chapter 312 of the Texas Tax Code requires that a taxing unit adopt a resolution stating that it elects to become eligible to participate in tax abatement; and

WHEREAS, Chapter 312 of the Texas Tax Code requires cities, which elect to participate in tax abatement programs, to establish guidelines and criteria governing the designation of reinvestment zones and tax abatement programs prior to granting any future tax abatement; and

WHEREAS, to assure a common coordinated effort to promote economic development with the City of Rice, the Guidelines and Criteria should be adopted; and

WHEREAS, any tax incentives offered by the City of Rice should be limited to those companies that create new wealth within the City of Rice; and

WHEREAS, the City of Rice establishes a new Tax Abatement Policy.

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

SECTION 1.

The Tax Abatement Guidelines, Criteria and Policy for the City of Rice, Texas attached hereto as Exhibit "A" is hereby reestablished as the guidelines and criteria governing tax abatement in the City of Rice. The Tax Abatement Guidelines, Criteria and policy shall be effective for two (2) years from the date of this resolution, and may be amended or repealed by a vote of three-fourths (3/4) of the members of the City Council. The City Council hereby elects to participate in tax abatements.

SECTION 2.

This resolution shall become effective upon passage.

PASSED and **APPROVED** by majority vote of the City Council of the City of Rice, Texas, this **14th** day of **May, 2026**.

Christy Campbell, Mayor

ATTEST:

Callie Driggars, Interim City Administrator

APPROVED AS TO FORM:

, City Attorney

EXHIBIT A

TAX ABATEMENT GUIDELINES, CRITERIA AND POLICY CITY OF RICE, TEXAS

SECTION 1. AUTHORITY, PURPOSE AND OBJECTIVES

- 1.01 The City of Rice is committed to the promotion of high quality development in all parts of the City; and to ongoing improvement in the quality of life for its citizens. Insofar as these objectives are generally served by the enhancement and expansion of the local economy, the City of Rice will, on a case-by-case basis, give consideration to providing tax abatement as stimulation for economic development in Rice. It is the policy of the City of Rice to make available tax abatement for both new facilities and for the expansion or modernization of existing buildings or structures. For the purpose of establishing a policy on economic development incentives, and pursuant to Chapter 312 of the Texas Property Tax Code, the City of Rice, Texas (hereinafter referred to as "City") is authorized to designate Reinvestment Zones and to enter into tax abatement agreements in all areas of the City.
- 1.02 Section 312.002 of the Texas Property Tax Code requires that the City establish guidelines and criteria governing tax abatement agreements. These guidelines and criteria are for the purpose of promoting the efficient and reasonably consistent administration of tax abatement incentives. These guidelines are effective for two (2) years from the date adopted by the City Council for the City (hereinafter referred to as "City Council").
- 1.03 These guidelines and criteria, and the procedures established herein, do not:
- a. Limit the discretion of the City Council to decide whether to enter into a specific tax abatement agreement,
 - b. Limit the discretion of the City Council to delegate to its employees the authority to determine whether or not the City Council should consider a particular application or request for tax abatement, and
 - c. Create any property right, contract right or other legal right to any person, or firm, or corporation to have the City Council consider or grant a specific application for a specific request for tax abatement.
- 1.04 The City is committed to the promotion of quality development in all parts of the City and to an ongoing improvement in the quality of life for its citizens. Insofar as these objectives are generally served by the enhancement and expansion of the local economy, the City will, on a case-by-case basis, give consideration to providing tax abatement as stimulation for economic development in the City. It is the policy on economic development incentives for the City that said consideration will be provided in accordance with the guidelines, criteria and procedures outlined in this document. Nothing herein shall imply or suggest that the City is under any obligation to provide any incentive to any applicant. All applicants shall be considered on a case-by-case basis.

SECTION 2. DEFINITIONS

- 2.01 **“Abatement”** means the full or partial exemption from ad valorem taxes of certain real property values and/or tangible personal property values in a reinvestment or enterprise zone designated by the City for economic development purposes.
- 2.02 **“Agreement”** means a contractual agreement between a property owner and/or lessee and the City.
- 2.03 **“Base Year”** means the calendar year in which the abatement contract is executed (signed).
- 2.04 **“Base Year Value”** means the assessed value of eligible property January 1 preceding the execution of the agreement plus the value of eligible property improvements and Tangible Personal Property made after January 1, but before the execution of the Agreement, and which property is owned by the owner, co-owner, and/or its parent companies, subsidiaries, partners, co-venturers, or any entity exercising control over the owner or subject to control by the owner.
- 2.05 **“Deferred Maintenance”** means improvements necessary for continued operation which that do not improve productivity, or alter the process technology, reduce pollution or conserve resources.
- 2.06 **“Eligible Facilities”** or **“Eligible Projects”** means new, expanded or modernized buildings and structures, tangible personal property as defined in the Texas Tax Code, including fixed machinery and equipment, which is reasonably likely as a result of granting abatement to contribute to the retention or expansion of primary employment or to attract major investment in the reinvestment zone that would be a benefit to the property and that would contribute to the economic development within the City, including facilities which are intended primarily to provide goods and/or services to residents or existing businesses located in the City such as, but not limited to, restaurants and retail sales establishments. Eligible facilities may include, but shall not be limited to, industrial buildings and warehouses. Eligible facilities may also include facilities designed to serve a regional population greater than the City for medical, scientific, recreational or other purposes.
- 2.07 **“Expansion”** means the addition of buildings, structures, machinery, tangible personal property, equipment, payroll or other taxable value for purposes of increasing production capacity; and/or, a property previously undeveloped which is placed into service by means other than expansion or modernization.
- 2.08 **“Modernization”** means a complete or partial demolition of facilities and the complete or partial reconstruction or installation of a facility of similar or expanded production capacity. Modernization may result from the construction, alteration, or installation of buildings, structures, machinery, equipment, pollution control devices or resource conservation equipment.
- 2.09 **“New Facility”** means a property previously undeveloped which is placed into service by means other than in conjunction with Expansion or Modernization.
- 2.10 **“Productive Life”** means the number of years a property improvement is expected to be in service in a facility.

- 2.11 **“Tangible Personal Property”** means tangible personal property classified as such under state law, but excluding inventory and/or supplies and tangible personal property that was located in the investment or enterprise zone at any time before the period covered by the agreement with the City.

SECTION 3. REINVESTMENT ZONE DESIGNATION

- 3.01 A Reinvestment Zone may only be designated in accordance with Subchapter B of Chapter 312 of the Texas Property Tax Code, as amended. The procedures set forth in this section apply to City created reinvestment zones.
- 3.02 A Reinvestment Zone under § 312.201 of the Texas Property Tax Code may by ordinance be designated by the City Council, in an area of the City, or extraterritorial jurisdiction of the City, that is found by the City to satisfy the requirements of § 312.202 of the Texas Property Tax Code.
- 3.03 An area may be designated as a Reinvestment Zone if the City Council, after a public hearing on the proposed designation, finds that the designation would contribute to the retention or expansion of primary employment within the City or would attract major investment in the Reinvestment Zone and would contribute to the economic development of the City.
- 3.04 A public hearing on the proposed Reinvestment Zone designation must be held prior to the findings and action of the City Council on the proposal. At this hearing, all interested persons are entitled to speak and present evidence for or against the designation. Not later than the seventh (7th) day before the date of the public hearing, notice of the public hearing shall be: (1) published in a notice in a newspaper having general circulation in the City, and (2) delivered in writing to the presiding officer of the governing body of each taxing unit that includes in its boundaries real property that is to be included in the Reinvestment Zone. The public hearing must also be posted as an agenda item on the City Council agenda to comply with the Tax Code and the Texas Open Meetings Act.
- 3.05 A delivered notice made under subsection 3.04 in the paragraph above is presumed to be delivered when placed in the mail, postage paid and properly addressed to the appropriate presiding officer. A notice properly addressed and sent by registered or certified mail for which a return receipt is received by the sender is considered to have been delivered to the addressee.
- 3.06 If the City Council finds that designation of the area as a Reinvestment Zone is proper, such proposed designation shall be put to a vote of the City Council, and will pass if a majority of the members of the City Council in attendance vote to approve the designation.
- 3.07 The ordinance of the City Council designating the area as a Reinvestment Zone (Zone) shall contain a description of the boundaries of the Zone and the eligibility of the zone for residential tax abatement, or commercial-industrial tax abatement, or tax increment financing as provided for in Chapter 311 of the Texas Property Tax Code.
- 3.08 The designation of the Reinvestment Zone may be for a period of up to five (5) years. No designation shall exceed five (5) years, and may be for a shorter period at the discretion of the City Council. The designation shall automatically expire five (5) years after the date of the designation unless renewed by the City Council for subsequent periods not to exceed five (5)

years each. Pursuant to § 312.203 of the Texas Property Tax Code, the expiration of the designation of a Reinvestment Zone does not affect an existing tax abatement.

- 3.09 Designation of an area as an Enterprise Zone under the Texas Enterprise Zone Act (Chapter 2303, Government Code) constitutes designation of the area as a Reinvestment Zone without further hearing or other procedural requirements other than those set out in the Texas Enterprise Zone Act.
- 3.10 Pursuant to § 312.002 and § 312.204(a) of the Texas Property Tax Code, the City may agree in writing with the owner of taxable real property that is located in a reinvestment zone, but that is not in an improvement project financed by tax increment bonds, to exempt from taxation a portion of the value of the real property or of tangible personal property located on the real property, or both, for a period not to exceed ten (10) years, on the condition that the owner of the property make specific improvements or repairs to the property.
- 3.11 Section 312.204(b) of the Texas Property Tax Code requires that the agreements made with the owners of property in a reinvestment zone contain identical terms for the portion of the value of the property that is to be exempt and the duration of the exemption.

SECTION 4. ABATEMENT AUTHORIZED

- 4.01 Tax Abatement is authorized, subject to the approval of the City Council and execution of a lawful tax abatement agreement, for properties located within a Reinvestment Zone designated by the City Council.
- 4.02 Authorized Facilities: Tax abatement may be granted for new facilities and for expansion or modernization of existing facilities. The Productive Life of a facility or improvements must exceed the life of the tax abatement agreement.
- 4.03 Eligible Property: Tax abatement may be granted for Eligible Facilities or Projects and increased value to real property or tangible personal property to the extent allowed by state law.
- 4.04 Value of Abatement: Eligible Facilities may be granted abatement on all or a portion of the increased value of eligible property over the Base Year for a period to be determined by the City Council. Taxes may be abated for real property or improvements, to the extent that the value of the real property exceeds the value for the Base Year. Taxes on eligible Tangible Personal Property may be abated to the extent of additions, but cannot be abated for Tangible Personal Property located on the real property at any time before the period covered by the tax abatement agreement, and cannot be abated for inventory and supplies.
- 4.05 Pursuant to § 312.007 of the Texas Property Tax Code, public notice of a meeting at which the governing body will consider approval of a tax abatement agreement with a property owner must contain:
 - (1) the name of the property owner and the name of the applicant for the tax abatement agreement;
 - (2) the name and location of the reinvestment zone in which the property subject to the agreement is located;
 - (3) a general description of the nature of the improvements in which the property subject to the agreement is located;

(4) the estimated cost of the improvements.

The notice required in this section must be provided at least 30 days prior to the scheduled meeting.

SECTION 5. CRITERIA FOR TAX ABATEMENT

5.01 The following threshold criteria shall be used to determine whether any tax abatement incentives shall be considered:

- a. The project must create an investment of at least five hundred thousand dollars (\$500,000.00) in property improvements or in personal property must be made, not including purchase price of the land.
- b. At the discretion of the City Council, a partial (investment pro-rated) tax abatement may be granted in the event the project does not create a capital investment of at least five hundred thousand dollars (\$500,000.00) in property improvements or in personal property, but other threshold requirements are met.
- c. The project must create at least fifteen (15) new, full time equivalent jobs (40 hours per week) with an average salary greater than the County average.
- d. A partial (employment pro-rated) tax abatement may be granted in the event the project does not create at least fifteen (15) new, full time jobs, but other threshold requirements are met. The partial (employment pro-rated) tax abatement shall be calculated as a ratio of actual new, full time jobs created (numerator) and the threshold employment level (fifteen [15] new jobs) (denominator) multiplied by the percentage tax abatement granted for the capital investment and the creation of fifteen (15) new jobs.
- e. The project must obtain all required permits and meet all relevant planning and zoning requirements as applicable.

5.02 In addition to the minimum requirements stated above, the following subjective criteria shall be considered prior to granting any economic development incentive:

- a. Is the project consistent with the preferred development or redevelopment of the City?
- b. What types and cost of public improvements and services (roads, bridges, etc.) will be required of the City? What types and values of public improvements, if any, will be made by the applicant?
- c. What impact will the project have on the local consumer and business communities?
- d. How many full time jobs directly and indirectly are created by the Company?

SECTION 6. DISCRETION OF THE CITY

- 6.01 It is the policy of the City to customize offers of economic development incentives on a case-by-case basis. The individualized design of a total incentive package is intended to allow maximum flexibility in addressing the unique concerns of each applicant while enabling the City to better respond to the changing needs of the community.
- 6.02 The criteria outlined in Section 5 above will be used to determine whether it is in the best interest of the City to provide any economic development incentives to a particular applicant. The degree to which the specified project furthers goals and objectives of the City and the relative impact of the specified project will be used to determine the total value of the incentives provided. As a general rule, no tax abatement will be provided to any applicant in an amount exceeding the value of the following:
- a. No incentive shall be provided which abates taxes on real property or personal property by more than the legal limit of over ten (10) years of the specific project (i.e., 50% level of abatement for a term of 10 years).
 - b. An Eligible Project located within the boundaries of City that meets all tax abatement criteria stated herein is eligible for, but not entitled to, the maximum tax abatement.

SECTION 7. APPLICATION PROCEDURES

- 7.01 Any developer desiring that the City consider providing economic development incentives to encourage location of an Eligible Project within the City shall be required to comply with the following application procedures and process. However, nothing within these guidelines shall imply or suggest that the City is under any obligation to provide any incentive to any applicant.
- 7.02 Applicant shall file an application for tax abatement (Exhibit 1) with the City which shall include at least the following information to be considered, if applicable, in the determination whether to grant tax abatement.
- a. A cover letter on Company letterhead addressed to the City Manager from the Company signed by a corporate officer requesting tax abatement consideration by the City Council.
 - b. A survey plat showing the precise location of the property, all roadways proximate to the site, and all existing zoning (as applicable) and land uses proximate to the site.
 - c. A metes and bounds legal description of the property considered for designation as a reinvestment zone.
 - d. A completed *Application for Tax Abatement* consisting of the following data and information:
 1. Date of application;
 2. Name of firm, partnership, or corporation and mailing address;

- (a) Previous tax abatement received from City (Yes/No);
- (b) If previous abatement has been received, date it was received
- 3. Number of new full time (40 hour work week) employees to be added;
- 4. Number of acres of property to be developed
 - (a) Plat of property and development or site plan attachment (Yes/No);
- 5. Estimated value of existing real property to be developed;
- 6. Estimated value of real property improvements;
- 7. Estimated value of existing inventory;
- 8. Estimated value of inventory to be added;
- 9. Estimated value of existing personal property;
- 10. Estimated value of taxable personal property improvements;
- 11. Total estimated value of taxable investment to be made;
- 12. Description of public services for project development and new facilities and/or services required;
- 13. Development schedule for all improvements;
- 14. Estimate impact on the local school district(s);
- 15. Expected benefit to the local economy;
- 16. Estimated annual payroll of new employees;
- 17. Description or product to manufactured or distributed;
- 18. Expected Productive Life of all real property improvements;
- 19. Identification and quantity of all pollutants and emissions;
- 20. Certification of no materially adverse environmental impact as a result of the improvements and operations;
- 21. Certification that project is compliant with relevant zoning requirements;
- 22. Declaration by company official with signature that all information provided is correct.

23. Reasonable proof of financial ability.
 24. References from past communities, if applicable.
- e. An environmental compliance letter (Exhibit 2) addressed to the City Manager written on company letterhead and signed by a company official confirming that the proposed project will fully comply with all requirements and regulations from the U.S. Environmental Protection Agency, Texas Commission on Environmental Quality, and all local environmental requirements, regulations, and codes.

SECTION 8. ABATEMENT AGREEMENT

- 8.01 Not later than the seventh (7th) day before the date on which the City enters into the tax abatement agreement (Agreement), the City shall deliver to the presiding officer of the governing body of each other taxing unit in which the property is located a written notice that the City intends to enter into the Agreement. The notice shall include a copy of the prepared Agreement.
- 8.02 The City shall formally pass a resolution authorizing the execution of an agreement with the owner (hereinafter referred to as Company). The Agreement shall contain at least:
- a. The Base Year Value;
 - b. The percent of value to be abated each year;
 - c. The commencement date and the termination date of abatement;
 - d. The proposed use of the facility, property survey and property description, and list of property improvements;
 - e. Contractual obligations in the event of default;
 - f. A provision for access to and authorization for inspection of the property by City employees to make certain the improvements or repairs are being made according to the specifications and conditions of the agreement;
 - g. A provision for access to and authorization for inspection by appraisal district representatives for ad valorem property tax appraisal for all real property, improvements to real property, tangible personal property, inventory and equipment.
 - h. The limitations on the uses of the property consistent with the general purpose of encouraging development and/or redevelopment of the zone during the period that property tax exemptions are in effect;
 - i. A provision for recapturing property tax revenue lost as a result of the agreement in accordance with Section 9;
 - j. A provision that all permanent jobs be registered with the Texas Workforce Commission and that all contractors be encouraged to seek qualified workers through the Texas Workforce Commission;
 - k. Each and every term and condition agreed to by the City and the Company;
 - l. A requirement that the Company certify annually to governing body of each taxing unit granting tax abatement is in compliance with applicable terms and conditions of the agreement; and
 - m. All terms required by Texas Property Tax Code § 312.205, as amended, and any other terms deemed appropriate by the City Council.

SECTION 9. RECAPTURE OF TAXES AND TERMINATION OF AGREEMENT

- 9.01 The City Council shall have the authority to require recapture of all taxes abated in the event the Company violates any term or condition of the Agreement.
- 9.02 In the event that the facility is completed and begins operation as required by the Agreement, but during the term of the Agreement subsequently discontinues such operation, or fails to maintain property values as required by the Agreement, for any reason excepting fire, explosion, or other casualty or accident or natural disaster, then the Agreement may terminate and all taxes previously abated by virtue of the Agreement shall be recaptured and paid to the City within sixty (60) days of the termination.
- 9.03 In the event that the company or individual:
- a. allows its ad valorem taxes owed the City or other affected jurisdiction to become delinquent and fails to timely and properly follow the legal procedures for their protest and/or contest; or
 - b. fails to make improvements or repairs as provided in the Agreement, the Agreement then shall be terminated and all taxes previously abated by virtue of the Agreement shall be recaptured and paid within sixty (60) days of the termination.
- 9.04 Should the City determine that the Company or individual is in default according to the terms and conditions of the abatement agreement, the City shall notify the company or individual, in writing, at the address stated in the agreement, and if such non-compliance is not resolved within sixty (60) days from the date of such notice, then the agreement shall be terminated.

SECTION 10. AMENDMENTS TO THESE GUIDELINES AND CRITERIA

The guidelines and criteria adopted herein shall not be amended or repealed except by three-fourths (3/4th) vote of the City Council.

SECTION 11. EFFECTIVE DATE

These guidelines and criteria adopted herein shall be effective from the date of passage and remain effective for two (2) years from such date of adoption, unless otherwise repealed or amended by a three-fourths (3/4) vote of the City Council for the City of Rice, Texas.

EXHIBITS:

1. Application for Tax Abatement
2. Sample Environmental Compliance Letter

EXHIBIT 1 – APPLICATION FOR TAX ABATEMENT

APPLICATION FOR TAX ABATEMENT

Instructions: Please print or type. Submit the completed and signed original copy of the Application for Tax Abatement with attachments to: The City of Rice, Texas, 305 North Dallas Street, Rice, Texas 75155

1. Date

2. Name of Firm, Partnership or Corporation and mailing address

Please print or type:

2a. Have you received a previous tax abatement from the City of Rice?

(YES/ NO)

2b. If yes, when?

3. Number of new full time employees to be added _____
 (*A minimum of 15 new, full-time [e.g. 40 hours/week] jobs are required.)

4. Number of acres of property to be developed _____

4a. Plat of property and Development or Site Plan attached? _____
 (Official Property Survey with metes and bounds required)

(YES/ NO)

5. Estimated value of existing real property to be developed _____

\$

6. Estimated value of real property improvements _____
 (A minimum \$500,000.00 investment required, unless otherwise approved by City Council)

\$

7. Estimated value of existing inventory _____

\$

8. Estimated value of inventory to be added _____

\$

9. Estimated value of existing personal property _____

\$

10. Estimated value of taxable personal property improvements _____

\$

11. Total estimated value of new taxable investment to be made (Total of Items # 6, 8 & 10)

\$

12. Description of real property improvements to be made:

12. Description of Public Services available for project development and new facilities and / or services required.

Water:		
Wastewater:		
Railways:		
Natural Gas:		
Electricity:		

13. One Year Development Schedule for all improvements.

1st Quarter:		
2nd Quarter:		
3rd Quarter:		
4th Quarter:		

* Qualification for pro-rating new employees is determined on a case-by-case basis.

APPLICATION FOR TAX ABATEMENT (Page 2)

14. Expected impact on the Rice Independent School District.

--

15. Expected benefit to the local economy.

--

16. Estimated annual payroll of new employees.

--

17. Description of product to be manufactured or distributed.

--

18. Expected productive life of all real property improvements.

--

19. Identification and quantity of all Pollutants and Emissions:

TYPE	QUANTITY
AIR:	
NOISE:	
SOLID WASTE:	
WASTEWATER:	

20. Certification of no materially adverse environmental impact as a result of the improvements and operations

--

21. Project in compliance with relevant zoning requirements.

--

22. Reasonable proof of financial ability.

--

23. References from past communities, if applicable.

--

I declare that the information in this document and any attachments is true and correct to the best of my knowledge and belief.

sign here >

Phone: _____ Date: _____

Submitted By (Please Print)	
Name:	
Title:	
Date:	

Received by the City of Rice	
Name:	
Title:	
Date:	

EXHIBIT 2 – SAMPLE ENVIRONMENTAL COMPLIANCE LETTER

CORPORATION
LETTERHEAD

DATE

City Administrator
City of Rice, Texas
305 N. Dallas Street
Rice, TX 75155

Dear City Administrator:

The purpose of this correspondence is to provide assurances that the planned (approximate dollar value) expansion of (Company) at its Rice, Texas location will have no unacceptable environmental impact according to the Environmental Protection Agency (EPA, Texas Commission on Environmental Quality (TCEQ), and the City of Rice, Texas codes, guidelines and environmental regulations.

Sincerely,

(Signature block)

APPLICATION FOR TAX ABATEMENT

Instructions: Please print or type. Submit the completed and signed original copy of the Application for Tax Abatement with attachments to: The City of Rice, Texas, 305 North Dallas Street, Rice, Texas 75155

1. Date

2. Name of Firm, Partnership or Corporation and mailing address

Please print or type:

2a. Have you received a previous tax abatement from the City of Rice? (YES/ NO)

2b. If yes, when?

3. Number of new full time employees to be added -----
 (*A minimum of 15 new, full-time [e.g. 40 hours/week] jobs are required.)

4. Number of acres of property to be developed -----

4a. Plat of property and Development or Site Plan attached? ----- (YES/ NO)
 (Official Property Survey with metes and bounds required)

5. Estimated value of existing real property to be developed ----- \$

6. Estimated value of real property improvements ----- \$
 (A minimum \$500,000.00 investment required, unless otherwise approved by City Council)

7. Estimated value of existing inventory ----- \$

8. Estimated value of inventory to be added ----- \$

9. Estimated value of existing personal property ----- \$

10. Estimated value of taxable personal property improvements ----- \$

11. Total estimated value of new taxable investment to be made (Total of Items # 6, 8 & 10) \$

12. Description of real property improvements to be made:

12. Description of Public Services available for project development and new facilities and / or services required.

Water:	<input style="width: 90%;" type="text"/>
Wastewater:	<input style="width: 90%;" type="text"/>
Railways:	<input style="width: 90%;" type="text"/>
Natural Gas:	<input style="width: 90%;" type="text"/>
Electricity:	<input style="width: 90%;" type="text"/>

13. One Year Development Schedule for all improvements.

1st Quarter:	<input style="width: 80%;" type="text"/>
2nd Quarter:	<input style="width: 80%;" type="text"/>
3rd Quarter:	<input style="width: 80%;" type="text"/>
4th Quarter:	<input style="width: 80%;" type="text"/>

* Qualification for pro-rating new employees is determined on a case-by-case basis.

APPLICATION FOR TAX ABATEMENT (Page 2)

14. Expected impact on the Rice Independent School District.

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15. Expected benefit to the local economy.

--

16. Estimated annual payroll of new employees.

--

17. Description of product to be manufactured or distributed.

--

18. Expected productive life of all real property improvements.

--

19. Identification and quantity of all Pollutants and Emissions:

TYPE	QUANTITY
AIR:	
NOISE:	
SOLID WASTE:	
WASTEWATER:	

20. Certification of no materially adverse environmental impact as a result of the improvements and operations

--

21. Project in compliance with relevant zoning requirements.

--

22. Reasonable proof of financial ability.

--

23. References from past communities, if applicable.

--

I declare that the information in this document and any attachments is true and correct to the best of my knowledge and belief.

sign here >

Phone: _____ Date: _____

Submitted By	(Please Print)
Name:	
Title:	
Date:	

Received by the City of Rice	
Name:	
Title:	
Date:	

ITEM NO. _____

Date: May 14, 2026

Subject: Ordinance Designating Reinvestment Zone 26-0001

Comments: In order for certain financial incentives to be extended to a company in consideration for development or redevelopment, the real property must first be designated by the local leading taxing jurisdiction as a Reinvestment Zone.

The area of the proposed Reinvestment Zone 26-0001 consists of approximately 4.9696 acres, more or less, at 800 NW McKinney Street in the City of Rice, Navarro County, Texas.

Reinvestment Zone No. 26-0001 would be designated for the purpose of creating the proper economic and social environment to induce the investment of private resources in the productive business enterprises located in areas of the City and to provide employment to residents of the City. It would be reasonably likely, as a result of the designation, to contribute to the retention or expansion of primary employment or to attract major investment in the Reinvestment Zone that would contribute to the economic development of the municipality.

More specifically, tax abatement incentives may be granted to EG AI Corp in consideration for proposed improvements to the real property and tangible personal property additions as authorized by the Property Redevelopment and Tax Abatement Act, Chapter 312, Texas Tax Code, and the Tax Abatement Guidelines, Criteria and Policies of the City of Rice.

Recommendation: Approve Ordinance designating Reinvestment Zone No. 26-0001.

MOTION: I MOVE TO APPROVE THE ORDINANCE DESIGNATING REINVESTMENT ZONE NUMBER 26-0001.

ORDINANCE NO. _____

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF RICE, TEXAS, TO CREATE AND DESIGNATE REINVESTMENT ZONE 26-0001 PURSUANT TO CHAPTER 312, TEXAS TAX CODE; DESIGNATING AN AUTHORIZED REPRESENTATIVE TO ACT IN ALL MATTERS; DESIGNATING A LIAISON TO ACT ON ALL MATTERS PERTAINING TO THE PROPERTY DEVELOPMENT AND TAX ABATEMENT ZONE; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, the City Council of the City of Rice, Texas (the “City”) desires to promote the development of a certain area within its jurisdiction by designating it a reinvestment zone; and

WHEREAS, the City Council desires to create the proper economic and social environment to induce the investment of private resources in productive business enterprises located in areas of the City and to provide employment to residents of the City; and

WHEREAS, the City Council desires to promote the development or redevelopment of a certain geographic area within its jurisdiction by the creation of a reinvestment zone for commercial/industrial reinvestment, as authorized by the Property Redevelopment and Tax Abatement Act, Chapter 312, Texas Tax Code (the “Act”); and

WHEREAS, the City held a public hearing on May 14, 2026, after publishing notice of such hearing, and giving written notice to all taxing units overlapping the territory inside the proposed reinvestment zone; and

WHEREAS, the City at such hearing invited any interested person, or his attorney, to appear and contend for or against the creation of the reinvestment zone, whether all or part of the territory described in the ordinance calling such hearing should be included in such proposed reinvestment zone, and considered the concept of tax abatement; and

WHEREAS, by the approval of a Resolution on May 14, 2026, the City has approved Tax Abatement Guidelines, Criteria and Policies; and stating intent to participate in tax abatement; and

WHEREAS, it is the belief of the City Council that the premises do not include any property that is owned or leased by a member of the City Council or by a member of the City of Rice Planning and Zoning Commission or any other board or commission of the City having responsibility for the approval of the agreement. The parties recognize, and understand, that any property so owned is excluded by law from the property tax abatement.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OR RICE, TEXAS, THAT:

**SECTION 1.
FINDINGS OF CITY COUNCIL**

The City Council, after conducting such hearings and having heard such evidence and testimony, has made the following findings and determinations based upon the testimony presented to it:

- A. That a public hearing on the adoption of the reinvestment zone has been properly called, held and conducted and that notices of such hearings have been published as required by law and delivered to all taxing units overlapping the territory inside the proposed reinvestment zone; and
- B. That the boundaries of the reinvestment zone should be approximately 4.9696 acres as described and depicted in the attached Exhibit "A, and B"; and
- C. That creation of the reinvestment zone for commercial/industrial tax abatement with the boundaries as described in Exhibit "A, and B" will result in benefits to the City and to the land included in the zone, the improvements sought are feasible and practical, and would be a benefit to the land included in the reinvestment zone after the expiration of an agreement entered into under Section 312.204 of the Act; and
- D. That the reinvestment zone defined in Exhibit "A, and B" meets the criteria for the creation of a reinvestment zone as set forth in Section 312.201 of the Act; and
- E. That it would reasonably be likely, as a result of the designation, to contribute to the retention or expansion of primary employment or to attract major investment in the reinvestment zone that would contribute to the economic development of the municipality.

SECTION 2.

Pursuant to the Act, the City hereby creates a reinvestment zone for commercial/industrial tax abatement encompassing the approximately 4.9696 acres as described and depicted in Exhibit "A, and B" attached hereto and the reinvestment zone is hereby designated and shall hereafter be designated as Reinvestment Zone Number 26-0001, City of Rice, Texas.

SECTION 3.

The City Council hereby declares that, upon designation of the reinvestment zone, the City may provide, on a case-by-case basis, tax abatement incentives in accordance with the Act and the Guidelines, Criteria and Policies for the City of Rice, Texas.

SECTION 4.

The City Council directs and designates its City Administrator as the City's authorized representative to set all matters pertaining to the nomination and designation of the area describes herein as a reinvestment zone.

SECTION 5.

The City Council further directs and designates the Economic Development Director of the City of Corsicana, Texas and Navarro County, Texas, as liaison for communication with the Texas Department of Economic Development to oversee reinvestment zone activities and communications with applicable businesses.

SECTION 6.

This Ordinance shall become effective from and after its passage.

SECTION 7.

This Ordinance shall be cumulative of all provisions of ordinances of the City of Rice, Texas, except where the provisions of this ordinance are in direct conflict with the provisions of such ordinances, in which event the conflicting provisions of such ordinances are hereby repealed.

SECTION 8.

It is hereby declared to be the intention of the City Council that the phrases, clauses, sentences, paragraphs, and sections of this ordinance are severable and, if any phrase, clause, sentence, paragraph or section of this Ordinance shall be declared unconstitutional by the valid judgment or decree of any court of competent jurisdiction, such unconstitutionality shall not affect any of the remaining phrases, clauses, sentences, paragraphs and sections of this Ordinance, since the same would have been enacted by the City Council without the incorporation in this Ordinance of any such unconstitutional phrase, clause, sentence, paragraph or section.

SECTION 9.

The zone shall take effect on the effective date of this Ordinance and shall be in effect for five (5) years from that date, unless a longer period is authorized by law.

PASSED and APPROVED on this 14th day of May 2026.

Christy Campbell, Mayor

ATTEST:

Callie Driggars, Acting City Administrator

APPROVED AS TO FORM:

, City Attorney

EXHIBITS ATTACHED:

- A Legal Description
- B Aerial Map of Property

Exhibit A
Legal Description

BEING all that certain lot, tract or parcel of land situated in City of Rice, Navarro County, Texas, and being part of the T.M. Rowe, Survey, Abstract 680, as evidenced by the deed to Bates Living Trust and recorded in Volume 2020, Page 7571 of the Official Public Records of Navarro County, Texas and being more particularly described as follows:

BEGINNING at the north corner of said Bates tract, the east corner of the Mark Reynolds Life Estate tract as recorded in Volume 2023, Page 8595 of said Public Records and on the southwest line of McKinney Street (I.H. 45 SERVICE ROAD) a 1 inch iron rod found for corner;

THENCE S 28° 55'58" E, along said southwest line, a distance of 245.27 feet to the north corner of the Moses P. Garcia Jr. tract as recorded in Volume 2024, Page 3753 of said Public Records, a 5/8 inch iron rod with cap stamped "MAYO-WRIGHT" set for corner;

THENCE S 67° 29'52" W, along the common line of said Bates and Garcia tracts, a distance of 983.52 feet to the west corner of said Garcia tract and on the northeast line of Reynolds Street, a 60d nail set for corner;

THENCE N 25° 30' 54 ' W, along said northeast line, a distance of 197.93 feet to the south corner of said Reynolds tract, a ¾ inch rod found for corner;

THENCE N 64° 46'06" E, along the common line of said Bates and Reynolds tracts, a distance of 967.55 feet to the POINT OF BEGINNING and containing 215604.575 square feet or 4.9496 acres of land within these metes and bounds as recited.

Exhibit B

Aerial Map of Property



ITEM NO. _____

Date: May 14, 2026

Subject: Resolution Approving Tax Abatement Agreement with EG AI Corp

Comments: The attached Resolution approves a tax abatement agreement between the City of Rice and EG AI Corp.

This agreement provides a 50% Tax Abatement with EG AI Corp. The agreement is for 10 years. EG AI Corp will invest \$50 Million in a new data center and create 36 new full-time equivalent jobs in Rice, Texas.

Navarro County will consider entering into similar agreements with EG AI Corp.

Recommendation: Approve Resolution approving a Tax Abatement Agreement with EG AI Corp.

MOTION:

I MOVE TO APPROVE/DENY THE RESOLUTION APPROVING A TAX ABATEMENT AGREEMENT WITH EG AI CORP.

RESOLUTION NO.

A RESOLUTION OF THE CITY OF RICE, TEXAS, APPROVING THE TERMS AND CONDITIONS OF AN AGREEMENT BY AND BETWEEN THE CITY OF RICE, TEXAS AND EG AI CORP FOR A COMMERCIAL/INDUSTRIAL TAX ABATEMENT, AND AUTHORIZING EXECUTION BY THE MAYOR; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, the City Council has been presented a proposed tax abatement agreement between the City of Rice, Texas and EG AI CORP providing for a property tax abatement for certain improvements, a copy of which is attached hereto and incorporated herein by reference (hereinafter called "AGREEMENT"); and

WHEREAS, upon full review and consideration of the AGREEMENT, and all matters attendant and related thereto, the City Council is of the opinion that the terms and conditions thereof should be approved, and that the Mayor shall be authorized to execute it on behalf of the City of Rice;

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

Section 1. The terms and conditions of the proposed AGREEMENT, having been reviewed by the City Council of the City of Rice and found to be acceptable and in the best interest of the City of Rice and its citizens, are hereby in all things approved.

Section 2. The Mayor is hereby authorized to execute the AGREEMENT and all other documents in connection therewith on behalf of the City of Rice, substantially according to the terms and conditions set forth in the AGREEMENT.

Section 3. That this approval and execution of the AGREEMENT on behalf of the City of Rice is not conditional upon approval and execution of any other tax abatement agreement by any other taxing entity.

Section 4. This Resolution shall become effective from and after its passage.

PASSED and APPROVED on this the 14th day of May, 2026.

Christi Campbell, Mayor

ATTEST:

Callie Driggars, Interim City Administrator

STATE OF TEXAS §

COUNTY OF NAVARRO §

TAX ABATEMENT AGREEMENT

This Tax Abatement Agreement (the “Agreement”) is entered into by and between THE CITY OF RICE, TEXAS, a home rule city and municipal corporation of Navarro County, Texas, acting herein by and through its Mayor and hereinafter referred to as CITY, and EG AI CORP, acting by and through the authorized representatives, hereinafter referred to as OWNER.

WITNESSETH:

WHEREAS, on the 14th day of May, 2026, the City Council of CITY passed an Ordinance (the “ORDINANCE”) establishing Enterprise Zone/Reinvestment Zone 26-0001 (the “REINVESTMENT ZONE”) in the CITY for commercial/industrial tax abatement as authorized by Chapter 312, Texas Tax Code; and

WHEREAS, the CITY has previously adopted a Tax Abatement Policy (the “Tax Abatement POLICY”); and

WHEREAS, the Tax Abatement Policy constitutes appropriate guidelines and criteria governing tax abatement agreements to be entered into by CITY as required by Chapter 312, Texas Tax Code; and

WHEREAS, CITY has adopted a Resolution on May 14, 2026 stating that it elects to be eligible to participate in tax abatement; and

WHEREAS, CITY has sent written notice that CITY intends to enter into this AGREEMENT, including a copy of this AGREEMENT, to the presiding officer of the governing body of each other taxing unit in which property to be subject to this AGREEMENT is located, as required by Section 312.2041 of the Texas Tax Code; and

WHEREAS, in order to maintain and/or enhance the commercial economic and employment base of the Rice area to the long term interest and benefit of the CITY, it is in the best interest of the taxpayers for the CITY to enter into this Agreement in accordance with the Ordinance, the Tax Abatement Policy, and the Texas Tax Code; and

WHEREAS, OWNER owns the real property described by metes and bounds and by map on Exhibit “A”, and Exhibit “B” attached hereto and incorporated herein by reference (the “Property” and intends to make certain Improvements (as defined below) to the Property; and

WHEREAS, the contemplated use of the Property, the contemplated Improvements to the Property in the amount as set forth in this Agreement, and the other terms hereof are consistent with encouraging development of the Reinvestment Zone in accordance with the purposes for its creation and are in compliance with the Tax Abatement Policy.

NOW THEREFORE, in consideration of the mutual benefits and promises contained herein and for good and other valuable consideration, the adequacy and receipt of which is hereby acknowledged, the parties hereto do mutually agree as follows:

I. DEFINITIONS

Whenever used in this Agreement, the following terms shall have the meanings ascribed to them:

1.1 “Estimated Tax Value” means the estimated depreciated Tax Net Book Values applicable to the real property improvements and the Tangible Personal Property improvements comprising the Investment described in Paragraph 2.2 below, as scheduled on Exhibit “D” attached hereto and incorporated herein by reference. For reference purposes, the Estimated Tax Values scheduled on Exhibit “D” are determined using the Navarro Central Appraisal District's appraisal guidelines in effect as of the date of this Agreement.

1.2 “Event of Bankruptcy or Insolvency” means the dissolution or termination of a party's existence as a going business, insolvency, appointment of receiver for any part of a party's property and such appointment is not terminated within ninety (90) days after such appointment is initially made, any general assignment for the benefit of creditors, or the commencement of any proceeding under any bankruptcy or insolvency laws by or against such party and such proceeding is not dismissed within ninety (90) days after the filing thereof.

1.3 “Force Majeure” means any contingency or cause beyond the reasonable control of OWNER including, without limitation, acts of God or the public enemy, war, riot; civil commotion, insurrection, adverse weather, governmental or de facto governmental action (unless caused by acts or omissions of OWNER), fires; explosions or floods, and strikes.

1.4 “In Service Project Cost” means the initial project cost of the Improvements identified and defined below, as of the date such Improvements are first placed into service by OWNER

1.5 “Tangible Personal Property” means tangible personal property classified as such under state law and hereafter located on the Property, including inventory and supplies, and any tangible personal property that was located in the Reinvestment Zone at any time before the date of this Agreement.

1.6 “Taxable Value” means the appraised value as certified by the Navarro County Appraisal District as of January 1 of a given year.

Other terms defined elsewhere in this Agreement shall have the meanings therein ascribed to those terms.

II. OWNER'S OBLIGATIONS

2.1 The property to be the subject of this Agreement shall be the Property described herein in Exhibits A and B.

2.2 For the purposes of fulfilling this Agreement, the OWNER shall make improvements to the Property and personal property acquisitions as described in Exhibit "C" attached hereto and incorporated herein by reference (collectively the "Improvements"), having a minimum total taxable value of at least \$50,000,000, more specifically defined as a minimum total taxable value of at least \$50,000,000 in real property improvements and in Tangible Personal Property improvements to be added (hereinafter collectively referred to as the "Investment"). On or before January 1, 2027, OWNER shall substantially complete all Improvements and cause an increase in Taxable Value as shown in Exhibit D. On or before January 1, 2027, OWNER shall maintain a minimum of 36 full-time equivalent jobs as described in Exhibit F at the Property and OWNER shall maintain such jobs at the Property throughout the Term of this Agreement. Notwithstanding the foregoing deadlines, OWNER shall have such additional time to satisfy the obligations contained in this Paragraph 2.2 as may reasonably be required in the event of Force Majeure if OWNER is diligently and faithfully pursuing satisfaction of the applicable obligation. The date of substantial completion of the Improvements shall be defined as the date a Certificate of Occupancy is issued by the CITY.

2.3 As good and valuable consideration for this Agreement, OWNER agrees and covenants that it will diligently and faithfully pursue the completion of the Improvements in a good and workmanlike manner. OWNER further covenants and agrees that all construction of the Improvements and use of the Property will be in accordance with all applicable State and local laws, codes, and regulations (or valid waiver thereof). In further consideration, OWNER agrees and covenants that it will continuously operate, maintain and occupy the Property as a manufacturing facility from the date of Certificate of Occupancy is issued until expiration of the Term of this Agreement.

2.4 OWNER further agrees that the CITY, its agents and employees shall have reasonable right of access to the Property, upon not less than ten (10) days prior written notice, to inspect the Improvements in order to ensure that the construction of the Improvements is in accordance with this Agreement and all applicable State and local laws and regulations (or valid waiver thereof). After completion of the Improvements, the CITY shall have the continuing right to inspect the Property, upon not less than ten (10) days prior written notice, to ensure that it is thereafter maintained, operated and occupied in accordance with this Agreement throughout the Term of this Agreement. In addition, the OWNER agrees that appraisal district representatives shall have reasonable right of access to the Property, upon not less than ten (10) days prior written notice, for the purpose of ad valorem property tax appraisal for all real property and improvements to real property, tangible personal property, inventory and equipment.

2.5 OWNER agrees that it will register all permanent jobs with the Texas Workforce Commission and that all contractors shall be encouraged to seek qualified workers through the Texas Workforce Commission. [Note: this provision is required by Section 8.02(j) of the CITY's Tax Abatement Policy].

III. ABATEMENT OF TAXES

3.1 Subject to the terms and conditions of this Agreement, and subject to the rights of holders of any outstanding bonds of the CITY, a portion of ad valorem real property taxes from the Property, and a portion of taxes for Tangible Personal Property in place at the Property on January 1st of each year, that are otherwise owed to the CITY, shall be abated. Said ad valorem real property tax abatement/freeze shall be for a ten (10) year term and shall apply to the taxes assessed upon the increased value of the eligible

Property, after installation of the real property improvements contemplated by Paragraph 2.2, over the value of the Property in the year in which this Agreement is executed; and said Tangible Personal Property tax abatement shall be for a ten (10) year term and shall apply to the taxes assessed upon the increased value of the eligible Tangible Personal Property Improvements contemplated in Paragraph 2.2, over the value of in place Tangible Personal Property in the year in which this Agreement is executed; all subject to, and in accordance with, the terms of this Agreement, the Tax Abatement Policy, Chapter 312, Texas Tax Code, and all applicable state and local regulations (or valid waiver thereof). The percentage (%) level of tax abatement for both Real Property Improvements and Tangible Personal Property during the foregoing ten (10) year terms shall be as described below in “Table 3.1, Tax Abatement Schedule.”

Table 3.1 Tax Abatement Schedule For Real Property Improvements and Tangible Personal Property Added	
Year of Abatement	Level (%) of Tax Abatement
1	50
2	50
3	50
4	50
5	50
6	50
7	50
8	50
9	50
10	50

The tax abatement for Tangible Personal Property will apply only to the Tangible Personal Property added to the Property after this Agreement is executed. Notwithstanding the forgoing, the OWNER shall have the right to protest and/or contest any assessment of the Property over and above the minimum Investment as required by this Agreement.

3.2 Said abatement(s) shall extend for a period of ten (10) years, as applicable, to the real property and the Tangible Personal Property tax abatement, with each such tax abatement beginning with the tax year on January 1, 2027, and shall remain in effect during the Term of this Agreement as long as the OWNER (a) incurs the minimum Taxable Value as shown in schedule on Exhibit D for the Investment as contemplated under Paragraph 2.2; (b) maintains minimum Taxable Values for the real property improvements and the Tangible Personal Property improvements comprising the Investment each year during the Term of this Agreement at least equal to the Estimated Tax Values for each item as scheduled on Exhibit “D”; (c) maintains a minimum of 36 full-time equivalent jobs, as shown in Exhibit F at the Property; and (d) otherwise satisfies all of the terms, conditions, and obligations of this Agreement.

3.3 It is understood and agreed among the parties that the Property shall be appraised at market value for the purposes of the applicable real and personal property tax assessments effective as of January 1, 2025, and continued at market value until the expiration of the Term of this Agreement.

IV.
TERM OF THE AGREEMENT

4.1 The term of this Agreement (the "Term") shall begin on the date of this Agreement and end upon completion of the final abatement year.

4.2 Prior to October 1st of each year during the Term of this Agreement, OWNER shall certify to the governing body of the CITY and each taxing unit that OWNER is in compliance with all of the terms and conditions of this Agreement.

V.
DEFAULT AND RECAPTURE OF ABATED TAX

5.1 In the event that (a) OWNER fails to incur the minimum In Service Project Cost of at least 50,000,000 dollars for Investment, as contemplated under Paragraph 2.2 and for which an abatement has been granted, or the Improvements otherwise are not completed in accordance with this Agreement; or (b) OWNER fails to maintain throughout the Term of this Agreement minimum Taxable Values for the real property Improvements comprising the Investment at least equal to the Estimated Tax Values for each item as scheduled on Exhibit "D"; or (c) OWNER fails to maintain throughout the Term of this Agreement a minimum of 36 full-time equivalent jobs, as shown in Exhibit F at the property; or (d) OWNER allows its ad valorem taxes owed the CITY to become delinquent and fails to timely and properly follow the legal procedures for protest and/or contest of any such ad valorem taxes; or (e) OWNER has an Event of Bankruptcy or Insolvency (as defined in Paragraph 1.2); or (f) OWNER otherwise fails to comply with any of the terms, conditions, or obligations of this Agreement, the OWNER shall be in default of this Agreement.

5.2 In the event of default, CITY shall give the OWNER written notice of such default and, if the OWNER has not cured such default within sixty (60) days after said written notice, this Agreement may be terminated by the CITY. If the CITY terminates this Agreement in the event of default, OWNER shall repay to the CITY all taxes which otherwise would have been paid to the CITY without the benefit of abatement during the Term of this Agreement, together with interest at the statutory rate for delinquent taxes as determined by Section 33.01 of the Texas Tax Code (but without the addition of penalty), reasonable attorney's fees, and costs. Such amounts shall be due, owing, and payable to the CITY within sixty (60) days after the expiration of the above mentioned 60-day cure period. The parties acknowledge that CITY will suffer damages in the event of OWNER's default under this Agreement. The parties acknowledge that actual damages in the event of default and termination would be speculative and difficult to determine. OWNER's obligation to pay any amounts hereunder shall survive termination of this Agreement.

5.3 It is expressly acknowledged and agreed between the parties that the CITY shall have the right to place a tax lien against the Property pursuant to Section 32.01 of the Texas Tax Code. Such lien shall secure the payment of all taxes abated and subject to recapture under this Agreement, together with all other amounts payable hereunder. Any such lien may be fully enforced pursuant to the provisions of the Texas Tax Code. Also, to collect any amounts payable hereunder, the CITY shall have all other remedies provided generally in the Tax Code for the collection of delinquent property tax.

VI.
GENERAL PROVISIONS

6.1 The CITY represents and warrants that the Property does not include any property that is owned by a member of the City Council approving, or having responsibility for the approval of this Agreement.

6.2 The terms and conditions of the Agreement are binding upon the successors and permitted assigns of all parties hereto. This Agreement may not be assigned by OWNER without the prior written consent of the CITY, such consent to be at the sole discretion of the CITY; provided, however, that upon written notice to the CITY, OWNER may assign its rights under this Agreement to a wholly owned subsidiary of OWNER, subject to OWNER remaining liable for all of its obligations hereunder.

6.3 It is understood and agreed between the parties that the OWNER, in performing its obligations hereunder, is acting independently, and the CITY assumes no responsibility or liability in connection therewith to third parties and OWNER agrees to indemnify and hold harmless the CITY therefrom. It is further understood and agreed among the parties that the CITY, in performing its obligations hereunder, is acting independently, and the OWNER assumes no responsibility or liability in connection therewith to third parties and the CITY agrees to indemnify and hold harmless the OWNER therefrom.

6.4 Notices required to be given to any party to this Agreement shall be given personally or by certified mail, return receipt requested, postage prepaid, addressed to the party at its address set forth below, and given by mail, shall be deemed delivered as of the date personally delivered or three days after deposit in the United States mail:

For CITY by notice to:

City of Rice, Texas
Attention: City Administrator
Rice Government Center
305 N. Dallas Street
Rice, Texas 75115

For OWNER by notice to:

EG AI Corp.
Doris LN 3809
Round Rock, TX 78664

Any party may change the address to which notices are to be sent by giving the other party written notice in the manner provided in this Section.

6.5 This Agreement constitutes the entire and final expression of the agreement of the parties hereto with respect to the subject matter hereof. This Agreement can be modified or amended only by a written agreement executed by both parties.

6.6 If either party commences an action against the other party arising out of or in connection with this Agreement, the prevailing party shall be entitled to recover from the other party reasonable attorneys' fees and costs of suit.

6.7 This Agreement shall be governed by the laws of the State of Texas, without regard to its choice of law rules. This Agreement is performable in Navarro County, Texas. Exclusive venue for any litigation related to, or arising out of, this Agreement shall lie in Navarro County, Texas.

6.8 In this Agreement, time is of the essence.

6.9 This Agreement may be executed simultaneously in two or more counterparts, each of which shall be deemed an original and all of which together shall constitute one and the same instrument.

6.10 This Agreement was authorized by resolution of the City Council at its regularly scheduled meeting on the 14th day of May, 2026, authorizing the Mayor to execute the Agreement on behalf of the CITY.

6.11 This AGREEMENT was entered into by Dennis Finster CEO, pursuant to authority granted by its Directors/Members/Owners on the 15th day of April, 2026.

6.12 This AGREEMENT shall constitute a valid and binding agreement between the CITY and OWNER when executed in accordance herewith, regardless of whether any other taxing unit executes a similar agreement for tax abatement.

6.13 The recitals contained in this Agreement: (a) are true and correct as of the Effective Date; (b) form the basis upon which the Parties negotiated and entered into this Agreement; (c) are legislative findings of the City Council, and (d) reflect the final intent of the Parties with regard to the subject matter of this Agreement. In the event it becomes necessary to interpret any provision of this Agreement, the intent of the Parties, as evidenced by the recitals, shall be taken into consideration and, to the maximum extent possible, given full effect. The Parties have relied upon the recitals as part of the consideration for entering into this Agreement and, but for the intent of the Parties reflected by the recitals, would not have entered into this Agreement.

Witness our hands this **14th** day of **May, 2026**.

APPROVED:

CITY OF RICE

By: _____
Christy Campbell, Mayor

ATTEST:

Callie Driggars, Interim City Administrator

APPROVED AS TO FORM:

Michael Halla, City Attorney

By: _____

Name:
Title:

EXHIBITS ATTACHED:

- A Survey and Description of Property
- B Overhead Map of Property
- C Application for Tax Abatement
- D Estimated Tax Value Schedule
- E Environmental Impact Letter to City
- F Schedule of Employment

Exhibit A
Legal Description

BEING all that certain lot, tract or parcel of land situated in City of Rice, Navarro County, Texas, and being part of the T.M. Rowe, Survey, Abstract 680, as evidenced by the deed to Bates Living Trust and recorded in Volume 2020, Page 7571 of the Official Public Records of Navarro County, Texas and being more particularly described as follows:

BEGINNING at the north corner of said Bates tract, the east corner of the Mark Reynolds Life Estate tract as recorded in Volume 2023, Page 8595 of said Public Records and on the southwest line of McKinney Street (I.H. 45 SERVICE ROAD) a 1 inch iron rod found for corner;

THENCE S 28° 55'58" E, along said southwest line, a distance of 245.27 feet to the north corner of the Moses P. Garcia Jr. tract as recorded in Volume 2024, Page 3753 of said Public Records, a 5/8 inch iron rod with cap stamped "MAYO-WRIGHT" set for corner;

THENCE S 67° 29'52" W, along the common line of said Bates and Garcia tracts, a distance of 983.52 feet to the west corner of said Garcia tract and on the northeast line of Reynolds Street, a 60d nail set for corner;

THENCE N 25° 30' 54 ' W, along said northeast line, a distance of 197.93 feet to the south corner of said Reynolds tract, a ¾ inch rod found for corner;

THENCE N 64° 46'06" E, along the common line of said Bates and Reynolds tracts, a distance of 967.55 feet to the POINT OF BEGINNING and containing 215604.575 square feet or 4.9496 acres of land within these metes and bounds as recited.

Exhibit B

Aerial Map of Property



EXHIBIT C

APPLICATION FOR TAX ABATEMENT

Instructions: Please print or type. Submit the completed and signed original copy of the Application for Tax Abatement with attachments to: The City of Corsicana Economic Development Department, 200 North 12th Street, Corsicana, Texas 75110

1. Date

2. Name of Firm, Partnership or Corporation and mailing address

Please print or type:
 EG AI Corp.
 Doris LN 3809
 Round Rock, TX. 78664

2a. Have you received a previous tax abatement from the City of Corsicana? (YES/ NO)

2b. If yes, when?

3. Number of new full time employees to be added -----
*(*A minimum of 15 new, full-time [e.g. 40 hours/week] jobs are required.)*

4. Number of acres of property to be developed -----

4a. Plat of property and Development or Site Plan attached? ----- (YES/ NO)
(Official Property Survey with metes and bounds required)

5. Estimated value of existing real property to be developed -----

6. Estimated value of real property improvements -----
(A minimum \$500,000.00 investment required, unless otherwise approved by City Council)

7. Estimated value of existing inventory -----

8. Estimated value of inventory to be added -----

9. Estimated value of existing personal property -----

10. Estimated value of taxable personal property improvements -----

11. Total estimated value of new taxable investment to be made (Total of Items # 6, 8 & 10)

12. Description of real property improvements to be made:

The initial phase of the project represents an estimated capital investment of approximately \$50 million, including land development, buildings, power infrastructure, cooling systems, network connectivity, and advanced GPU computing hardware required for high-density AI workloads.

12. Description of Public Services available for project development and new facilities and / or services required.

Water:	Final connection requirements and capacity will be coordinated during the engineering and permitting phase.
Wastewater:	Final configuration TBD
Railways:	Not required for the planned data center operations.
Natural Gas:	Current project operations are primarily electricity-based. Final requirement TBD.
Electricity:	The project is planned to require approximately 2.5 MW of electrical capacity to support the initial phase of the data center operations and associated infrastructure.

13. One Year Development Schedule for all improvements.

1st Quarter:	Final project planning, engineering design, permitting process initiation, and coordination with local utility providers.
2nd Quarter:	Site preparation, initial infrastructure work, and commencement of construction activities.
3rd Quarter:	Primary building construction, installation of electrical infrastructure, and preparation for technical equipment installation.
4th Quarter:	Installation of data center equipment and supporting systems, testing and commissioning of infrastructure, and preparation for operational launch.

* Qualification for pro-rating new employees is determined on a case-by-case basis.

EXHIBIT D

Estimated Tax Value Schedule

Year	Land	Buildings and Other Real Property Improvements	Furniture, Fixtures, and Equipment	Total
1	\$500,000	\$4,500,000	\$45,000,000	\$50,000,000
2		\$500,000	\$40,000,000	\$40,500,000
3		\$500,000	\$40,000,000	\$40,500,000
4		\$500,000	\$40,000,000	\$40,500,000
5		\$500,000	\$40,000,000	\$40,500,000
6				\$0
7				\$0
8				\$0
9				\$0
10				\$0
Total	\$500,000	\$6,500,000	\$205,000,000	\$212,000,000

EXHIBIT E

March 11, 2026

Callie Driggs, TRMC

Interim City Administrator

City of Rice
305 N Dallas Street
Rice, TX 75755
Phone: 903-326-7500



Re.: EG AI Corp. Data Center Confirmation of Environmental Compliance

Mrs. Driggs:

On behalf of EG AI Corp. I am writing you to confirm that the Company's planned development of a new data center facility in Rice, Texas will have no unacceptable environmental impact to the project site or the surrounding area, and that we will comply with all applicable EPA, TCEQ, Texas State, County, Texas, and local codes, guidelines, and environmental regulations. Further, we wish to assure you that our state-of-the-art immersion-cooled technology is practically silent, resource-efficient, and does not produce emissions or discharges of any kind. We will not produce air, noise or wastewater (that is not captured in the sewer/septic systems), and our only solid waste will be refuse from employee meals, basic office trash, and packing materials from occasional shipments of parts and servers.

Should you have any questions or require any further assurances regarding our planned facility's compliance with all applicable EPA, TCEQ, Texas State, County, and local codes, guidelines, and environmental regulations, please do not hesitate to contact us via email to dennis.finster@egai.us.

Thank you,

A handwritten signature in black ink, appearing to read 'D. Finster', is positioned above the typed name.

Dennis Finster
Chief Executive Officer,
EG AI Corp.

EXHIBIT F

Schedule of Employment

Year	New Employees To Be Hired Each Year
1	8
2	7
3	7
4	7
5	7
6	0
7	0
8	0
9	0
10	0
Total	36

STATE OF TEXAS §
 §
COUNTY OF NAVARRO §

**INTERLOCAL AGREEMENT BETWEEN COUNTY OF NAVARRO, TEXAS AND
CITY OF RICE, TEXAS**

This Agreement entered into between the County of Navarro, a body politic of the State of Texas, hereinafter referred to as (the "County"), and the City of Rice, a Type A General Law Municipal Corporation, of the State of Texas, hereinafter referred to as (the "City").

WITNESSETH:

WHEREAS, the City currently has a need for road maintenance, enhancements, repairs, and other projects located within its boundaries and within the County and the City is not equipped to render such services (the "Project"); and

WHEREAS, the City and the County find that the road maintenance, enhancements, repairs, and other projects will provide benefit to the citizens of both the City and the County and that a cooperative effort by the City and the County, pursuant to the Interlocal Cooperation Act, Texas Government Code, Sec. 791.001 et seq, will more efficiently accomplish the purposes set forth herein.

NOW, THEREFORE, for the mutual covenants and considerations expressed herein, the County and the City hereby agree as follows:

1. The County agrees to provide the labor, equipment and materials necessary to complete the road maintenance, enhancements, repairs, and other projects that may be requested by the City and accepted by the County. Functions or services provided shall include maintenance, repair, and construction of streets, roads, alleys, bridges, and parking areas, as well as the maintenance and construction of waterways and ditches.
2. The City shall be the party receiving the functions, goods, or services and providing payment for such function, goods and or/ services and all payments shall be made from current revenues available to the City.
3. Both parties acknowledge and understand, in reference to any project undertaken under this Agreement involving the maintenance, repair, and construction of streets, roads, alleys, bridges and parking areas, as well as the maintenance and construction of waterways and ditches, the following:
 - a. That prior to beginning said project, a "Work Order" in the form similar to Exhibit A attached hereto shall be adopted describing the project to be undertaken and identifying the project's location; and
 - b. That the payment and penalty provision set out in Section 791.014 of the Government Code Interlocal Cooperation Act shall apply to this agreement.

4. Repairs and other work are to be made in a good and workmanlike manner and in accordance with the conditions in each specific estimate for such particular types of repairs and other work.
5. The term of this Agreement shall be for one year from the effective date hereof and will be automatically renewed annually unless the City or the County provides a sixty (60) day written notice of termination and/or intention of non-renewal. The City and the County agree that each shall exercise a good faith effort to proceed in a timely fashion with its respective responsibilities under this Agreement.
6. This Agreement represents the entire understanding of both the City and the County and may not be changed, altered or modified without prior written consent of the City and the County.

IN WITNESS WHEREOF, the City and the County hereto have executed this Agreement by their duly authorized agents, officers and/or officials on the dates set forth below.

City of Rice

By: _____
Christi Campbell
City of Rice Mayor

Date: _____

Attest: _____
Callie Driggars
Interim City Administrator

Navarro County

By: _____
H.M. Davenport Jr.
Navarro County Judge

Date: _____

Attest: _____
Sherry Dowd,
Navarro County Clerk

ORDINANCE NO. _____

AN ORDINANCE OF THE CITY OF RICE, TEXAS, APPROVING AN AMENDMENT TO THE FISCAL YEAR 2025-2026 OPERATING BUDGET BY ADJUSTING REVENUES AND EXPENSES; PROVIDING A REPELAING CLAUSE; PROVIDING A SEVERABILITY CLAUSE; AND PROVIDING FOR AN EFFECTIVE DATE.

WHEREAS, the City Council approved the 2025-2026 Operating Budget appropriating the necessary funds out of the general revenues, grants and other revenues for the maintenance and operation of the various departments, activities and improvements of the City; and

WHEREAS, the Texas Local Government Code Section 102.010, “Changes in Budget for Municipal Purposes”, allows a governing body to amend their budgets as deemed necessary for municipal purposes; and

WHEREAS, certain conditions have changed in revenues and expenses as it relates to the adopted Fiscal year 2025-2026 Operating Budget; and

WHEREAS, a need exists to streamline the City’s organizational structure and combining the roles and duties of the city administrator and chief of police would meet this need; and

WHEREAS, the City Council desires to take these changing conditions into consideration by amending the Fiscal Year 2025-2026 Operating Budget.

NOW, THEREFORE BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF RICE, TEXAS:

SECTION 1. The City Council hereby amends the Fiscal Year 2025-2026 Operating budget as reflected in Exhibit “A”. The City Council further finds the amended budget line items (Exhibit A) will not cause the total expenditures in the budget to exceed the total original budgeted amount.

SECTION 2. All provisions of the ordinances of the City of Rice in conflict with the provisions of this ordinance be, and the same are hereby repealed, and all other provisions of the Code of Ordinances of the City of Rice not in conflict with the provisions of this ordinance shall remain in full force and effect.

SECTION 3. Should any sentence, paragraph, subdivision, clause, phrase, or section of this ordinance be adjudged or held to be unconstitutional, illegal or invalid, the same shall not affect the validity of this ordinance as a whole, or any part or provision therefore other than the part so decided to be invalid, illegal or unconstitutional, and shall not affect the validity of any other ordinance of the City of Rice, Texas.

SECTION 4. That the recitals to this Ordinance are hereby incorporated into the body of this Ordinance as if fully set forth in this Section and are hereby found and declared to be true and correct legislative findings and are adopted as part of this Ordinance for all purposes.

SECTION 5. That this ordinance shall take effect immediately from and after its passage and publication, as the law in such cases provides.

DULY PASSED by the City Council of the City of Rice, Texas, on the 14th day of May 2026.

APPROVED:

Christi Campbell, Mayor

ATTEST:

Callie Driggars, Interim City Secretary

Exhibit A

ORDINANCE NO. _____

FY 2025-2026 Operating Budget

REVENUES

	<u>CURRENT</u>	<u>PROPOSED</u>	<u>INCREASE</u>
--	-----------------------	------------------------	------------------------

**Total Increase
General Fund**

EXPENSES-GENERAL FUND

<u>CURRENT TITLE</u>	<u>CURRENT</u>	<u>PROPOSED</u>
-----------------------------	-----------------------	------------------------

TOTAL \$ _____