Hugh Coleman Precinct 1

COUNTI-TE SEE

Bobbie J. Mitchell Precinct 3

Ron Marchant Precinct 2 Dianne Edmondson Precinct 4

Denton County Commissioners Court County Judge Andy Eads

May 29, 2020

Re: Coronavirus Relief Fund (CRF): Distributions

Dear Mayor,

The purpose of this letter is to confirm your request for upfront funding from Denton County, allocated at \$55 per capita.

Under the federal regulations, Denton County (the "County") has the primary liability to the US Treasury for the total amount of the \$147.7 million it received as part of the Coronavirus Relief Fund ("CRF"), regardless of how it is allocated and ultimately spent, including the County's distributions to your municipality. As a result, we firmly believe it is in the best interest of both the County and the municipalities to work together to promote efficiency and ensure compliance under the CRF guidelines. In this regard, a condition of receiving your Municipal Funds disbursement - the upfront payment to your municipality – is that you commit to work together and participate in the CRF Compliance Forum (the "Forum"). The principles of how the Forum works are included in the attached materials.

Included in this package of materials for your consideration are:

- 1. Next Steps Memorandum (explanation of next steps and timetable);
- 2. Acknowledgment (your willingness to participate in the Forum);
- 3. Interlocal Cooperation Agreement (terms and conditions for the CRF distribution);
- 4. Compliance Forum Memorandum (more details on how the Forum will work); and
- 5. <u>Certification</u> (an end of year certification attesting to the eligible use of all Municipal Funds received).

If you have any questions, please do not hesitate to call the County Judge's office at (940) 349-2820 or email Shannon Joski at creativgrants@dentoncounty.com.

We look forward to working together toward mutually beneficial outcomes in this challenging time.

Sincerely,

Denton County Commissioners Court

C: Monica Latin, Bruce Hendrick and Ted Harrington of Carrington Coleman, Sloman & Blumenthal, LLP