



Type A Economic Development Grant Policy (Non-Sales Tax Funded)

I. Purpose and Objectives

This policy establishes guidelines and criteria for the approval and funding of economic development projects by the Daingerfield Type A Economic Development Corporation (Type A DEDC) using revenue sources other than sales tax. The main objectives remain aligned with promoting infrastructure improvements, quality of life enhancements, job creation, and business retention through diversified funding mechanisms.

II. Funding Sources

To ensure projects are not funded by sales tax revenue, Type A DEDC will utilize the following sources:

Grants: State, federal, or private grants designated for economic development.

Public-Private Partnerships (PPPs): Collaborations with businesses, non-profits, and private entities.

Investment Income: Returns from existing financial investments or endowments.

Bond Proceeds: Where permitted, issuance of bonds for eligible infrastructure and development projects.

Philanthropic Contributions: Donations from individuals, foundations, or corporations.

Fees and Service Revenue: Income generated through project-related activities.

III. Eligible Projects

Eligible projects must align with the objectives of the Type A DEDC and may include:

Public Infrastructure: Construction and improvement of streets, utilities, and facilities.

Quality of Life Enhancements: Parks, cultural venues, and recreational facilities.

Workforce Development: Training centers and programs to enhance local workforce capabilities.

Business Growth Initiatives: Grants, loans, or infrastructure support for businesses expanding or relocating.

IV. Funding Criteria

All applications will be evaluated based on the following:

Alignment with Economic Goals: The project must support long-term economic or community development plans.

Leveraged Funding: Preference will be given to projects that secure matching funds or additional support from other sources.





Public Benefit: Demonstrable benefits such as job creation, increased property values, or improved public services.

Sustainability: Projects should be financially viable with minimal ongoing public funding.

Grant Limitation:

- **One Grant Per 12-Month Period:** An applicant may not have more than one active grant from the Type A DEDC within a 12-month period.
- **Eligibility for New Applications:** An applicant may apply for a new grant only after 12 months have elapsed from the completion and closure of their most recent grant.
- **Exception:** Exceptions to this limitation may only be granted by a unanimous vote of the Type A DEDC Board under special circumstances, provided such exceptions comply with applicable laws and policies.

V. Funding Parameters

- **Grant Amounts:** Grants will range from a minimum of \$1,000 to a maximum of \$20,000 per project, depending on the scope and impact of the proposed beautification effort.
- **Matching Requirement:** Applicants are required to contribute at least 50% of the project's total cost. This match can be in cash or in-kind contributions, such as labor or materials.

VI. Application and Approval Process

Proposal Submission: Applicants submit detailed project plans, including funding strategies that exclude sales tax revenue.

Staff and Board Review: Proposals will undergo preliminary and board evaluations to assess eligibility and community impact.

Final Approval: City Council will approve funding recommendations.

VII. Monitoring and Compliance

The Type A DEDC will monitor funded projects to ensure compliance with performance agreements, including financial audits to verify the exclusion of sales tax revenues.

VIII. Amendments and Review

This policy will be reviewed periodically to adapt to legal, financial, or economic changes and community needs.





Performance Agreement

This Performance Agreement, effective as of _____, is entered into by and between the Daingerfield Type A Economic Development Corporation (Type A DEDC) and _____ [Applicant/Organization Name].

I. Purpose of the Agreement

The purpose of this Agreement is to define the terms and conditions under which Type A DEDC will provide funding for [Project Name]. The project is intended to enhance economic development in Daingerfield by promoting infrastructure improvements, creating jobs, and/or improving the quality of life for residents.

II. Project Overview

Project Description:

Provide a detailed description of the project, including its objectives and expected benefits. Examples may include infrastructure construction, workforce development initiatives, or quality-of-life enhancements.

Project Timeline:

- **Start Date:** _____
- **Expected Completion Date:** _____

III. Performance Metrics and Deliverables

The following performance targets must be achieved to retain funding:

1. **Public Benefit:**
 - [Specify expected public benefits, e.g., number of jobs created, property value increases, or community enhancements.]
2. **Infrastructure Improvements:**
 - [List specific improvements, such as roads, utilities, or facilities, with expected completion dates.]
3. **Job Creation/Retention:**
 - [Define job targets, e.g., creation of X full-time jobs by a specific date.]





4. Matching Contributions:

- [Applicant Name] agrees to contribute at least 50% of the total project cost in cash or in-kind contributions.

5. Sustainability:

- [Explain how the project will be financially viable without ongoing public support.]

IV. Funding Details

Total Funding Amount: \$ _____

Disbursement Schedule:

- [X]% upon completion of Milestone 1: _____
- [X]% upon completion of Milestone 2: _____
- Final payment upon verification of all performance metrics.

V. Monitoring and Compliance

To ensure adherence to the terms of this Agreement, the following activities will be conducted:

1. Progress Reporting:

- Quarterly progress reports, including updates on key metrics and financial status.

2. Site Visits:

- DEDC staff may conduct site visits to verify project progress.

3. Final Review:

- A comprehensive review will be conducted upon project completion to determine if all performance metrics were achieved.

VI. Non-Compliance and Remedies

If [Applicant Name] fails to meet the terms of this Agreement, the Type A DEDC reserves the right to:

1. Terminate this Agreement.
2. Seek repayment of any disbursed funds.
3. Pursue additional legal remedies as required.

VII. Certification of Compliance

[Applicant Name] certifies that no sales tax revenues will be used for this project and that the organization complies with all applicable local, state, and federal laws.





VIII. Amendments to the Agreement

This Agreement may be amended only through a written document signed by both parties.

IX. Governing Law and Dispute Resolution

This Agreement shall be governed by the laws of Texas and is solely performable in Morris County. In case of disputes, both parties agree to participate in mediation prior to pursuing legal action.

X. Term of Agreement

This Agreement will remain in effect from [Start Date] to [End Date], or until all performance targets have been met and verified.

Signatures

Applicant Name: _____

Signature: _____

Date: _____

Type A DEDC Representative Name: _____

Signature: _____

Date: _____

