



Staff Report

AGENDA ITEM REPORT

DATE: May 26, 2026

SUBMITTED BY: Courtney Sladek, Administration

ITEM TYPE: Resolutions

AGENDA SECTION: CONSENT AGENDA

SUBJECT: Resolution No. R2026-26 Approving the Intergovernmental Agreement Extension Agreement with the Isaacson Municipal Utility District; and Authorizing the Mayor of the City of El Campo, Texas to Execute the Interlocal Agreement

BACKGROUND: The existing Intergovernmental Agreement addressing operation, management and maintenance of Isaacson Municipal Utility District (IMUD) system between the City of El Campo and IMUD expires May 31, 2026. The agreement establishes the necessary conditions, criteria, stipulations, arrangements and procedures to continue to allow IMUD to connect its water and sewer lines to the El Campo water and sewer system.

IMUD is responsible for all maintenance and repair on the IMUD water and sewer system. The rates for IMUD are set based on a discounted percentage (due to maintenance and repair within the system at IMUD's expense): 7.23% discount off of the incremental residential rates per 1,000 gallons of current established water and wastewater rates in effect for the City of El Campo customers and subject to any increase as approved by the City Council and are normally effective as of the start of the new fiscal year.

Included in the packet is both the existing contract and a proposed extension of the agreement, the term is five years, with an expiration date of May 31, 2031. No amendments or modifications to the existing contract are proposed.

The Chairman of the IMUD was notified of staff's recommendation to extend the contract.

Financial Impact: No change.

SUGGESTED ACTION: Staff recommends approval of Resolution No. R2026-26 approving the Intergovernmental Agreement Extension Agreement with the Isaacson Municipal Utility District for an additional five-year term.

ATTACHMENTS:

[Resolution No. 2026-26 IMUD Extension_.pdf](#)

[2026 Amendment and Extension Agreement - IMUD.pdf](#)