

INTERGOVERNMENTAL AGREEMENT

This Agreement is made and entered into this 30th day of March, 2007, by and between:

PARISH OF ST. CHARLES, P. O. Box 302, Hahnville, Louisiana 70057, a political subdivision of the State of Louisiana, operating under the provisions of the St. Charles Parish Home Rule Charter, herein represented by Albert D. Laque, Parish President, duly authorized by Ordinance No. 07-3-2, adopted by the Parish Council on the 19th day of March, 2007.

AND

SUNSET DRAINAGE DISTRICT, a political subdivision of the State of Louisiana, created pursuant to Article XV of the 1921 Constitution of the State of Louisiana, herein represented by Eric Matherne, President, duly authorized by a resolution of its Board of Directors on the 8th day of February, 2007.

WHEREAS, the Constitution of the State of Louisiana (Article VII, Section 14.C) provides that political subdivisions may engage in cooperative endeavors for public purposes; and,

WHEREAS, oil and gas royalty revenues of the Sunset Drainage District have drastically declined in recent years; and,

WHEREAS, the acreage tax levied by the district is presently insufficient to cover the cost of operating the district; and,

WHEREAS, the Sunset Drainage District Board of Directors has requested that St. Charles Parish temporarily subsidize the operations of the District for fiscal year 2007 in the amount of \$170,150.00, and capital acquisitions not exceeding \$250,000.00; and,

WHEREAS, the St. Charles Parish Council appropriated \$420,150.00 in the General Fund Budget as an operating subsidy to the Sunset Drainage District for fiscal year 2007.

NOW, THEREFORE, in consideration of the covenants and agreements hereinafter set forth to be kept and performed by the parties hereto, it is agreed by and between the parties as follows:

SECTION I. The Parish hereby agrees to subsidize the operations of the Sunset Drainage District in the amount of \$170,150.00 for fiscal year 2007 in equal quarterly installments; and,

SECTION II. The Parish hereby agrees to fund a maximum of \$200,000.00 for the purchase of an excavator and a maximum of \$40,000.00 for the purchase and installation of two natural gas generators.

SECTION III. The Sunset Drainage District hereby agrees to adequately maintain the drainage system within the boundaries of the district to protect the lives and property of the citizens residing within the district.

THUS DONE, EXECUTED AND SIGNED in St. Charles Parish, Louisiana, on the day, month and year first above written, in the presence of the below listed witnesses.

WITNESSES:

Ularie Berthelet

PARISH OF ST. CHARLES

BY: Albert D. Laque
ALBERT D. LAQUE
PARISH PRESIDENT

Eric Matherne

SUNSET DRAINAGE DISTRICT

BY: Eric Matherne
ERIC MATHERNE
PRESIDENT