3 Year Interlocal Addendum
9/1/2026 – 9/1/2029

Aledo ISD

1. PCAT and **Aledo ISD** (Member) agree that Member will be a PCAT Member for the 2026-2027 through the 2028-2029 Participation Period. The rates in effect for each Participation Period will be applied to any changes in exposure during each Participation Period, and these rates will be the basis for determining the Contributions due PCAT for each period. Member agrees to an annual rate adjustment, up or down, beginning 9/1/2027 that will reflect the actual percentage change in total PCAT funding rates, defined as the change in rates to fund for reinsurance and pool retained losses. A certified document of these changes will be provided by PCAT to the Member. Wind and hail deductible may or may not change based strictly on reinsurance requirements.
2. This Interlocal Addendum along with the most recently signed Interlocal Agreement shall represent the entire agreement and may not be amended or altered without the written consent of both parties.
3. If Member terminates this Addendum prior to 8/31/2029, a short-term cancellation penalty of twenty percent (20%) of Annualized Contributions for the 2026-2027 Participation Period will be due from Member and payable to PCAT within 30 days after notice of termination is received.
4. **Member Opt-Out Clause**: If future reinsurance terms or catastrophic losses cause an unanticipated change in PCAT's funding model that result in a Member rate increase of more than 10%, then the Member will have the option to reject the renewal and be released from this Addendum with zero penalty cost.

This Addendum must be signed by Member prior to September 1, 2026.

The undersigned agrees to this Addendum.

____

Aledo ISD Authorized Signature

Forrest Collins, President, Board of Trustees
Printed Name

August 24, 2026
Date

Non-Appropriations Clause: For purposes of this Non-Appropriation Clause, an event of non-appropriation only occurs during a fiscal year in which Member specifically fails to appropriate any funds for the purpose of making payments for this addendum or any other comparable insurance coverage or services as offered or provided by this addendum. The obligation of Member pursuant to this Addendum in any fiscal year for which this Addendum is in effect shall constitute a current expense of Member for that fiscal year only, and shall not constitute an indebtedness of Member of any monies other than those lawfully appropriated in any fiscal year. In the event of non-appropriation of funds in any fiscal year to make payments pursuant to this Addendum, this Addendum may be terminated.