

ALLEN OWEN
Mayor

JERRY WYATT
Councilmember at Large Position 1

CHRIS PRESTON
Councilmember at Large Position 2



YOLANDA FORD
Councilmember District A

DON SMITH
Councilmember District B

ANTHONY G. MAROULIS
Councilmember District C

FLOYD EMERY
Mayor Pro Tem
Councilmember District D

CITY COUNCIL SPECIAL MEETING AGENDA

Notice is hereby given of a Special City Council Meeting to be held on **Monday, February 20, 2017, at 6:00 p.m.** at: **City Hall, Council Conference Room, 2nd Floor, behind the Council Chamber**, 1522 Texas Parkway, Missouri City, Texas, 77489, for the purpose of considering the following agenda items. All agenda items are subject to action. The City Council reserves the right to meet in a closed session on any agenda item should the need arise and if applicable pursuant to authorization by Title 5, Chapter 551 of the Texas Government Code.

1. CALL TO ORDER

2. DISCUSSION/POSSIBLE ACTION

- (a) Discuss the City's municipal utility district consolidation plan.
- (b) Discuss the City's Geographic Information System (GIS) strategic plan.
- (c) Discuss and consider concurring with the appointment of the Director of Public Works.

3. CLOSED EXECUTIVE SESSION

The City Council may go into Executive Session regarding any item posted on the Agenda as authorized by Chapter 551 of the Texas Government Code. Notice is hereby given that the City Council may go into Executive Session in accordance with the following provision of the Texas Government Code:

Texas Government Code, Section 551.071 - Consultation with attorney to seek or receive legal advice regarding pending or contemplated litigation, a settlement offer, or on a matter in which the duty of the attorney to the City under the Texas Disciplinary Rules of Professional Conduct of the State Bar of Texas clearly conflicts with the Texas Open Meetings Act: Creekmont Community Association, Inc. and Rena Marshall vs. the City of Missouri City, Texas; Allen Owen, in his official capacity as Mayor of the City of Missouri City, Texas; Otis Spriggs, in his official capacity as Director of Development Services; and Scott Elmer in his official capacity as Assistant City Manager; Harris County Cause No. 2017-05988, in the 125th Judicial District Court of Harris County, Texas.

Texas Government Code, Section 551.074 – Deliberations concerning the appointment, employment, evaluation, reassignment, duties, discipline or dismissal of a public officer or employee or to hear a complaint or charge against an officer or employee: the City Manager.

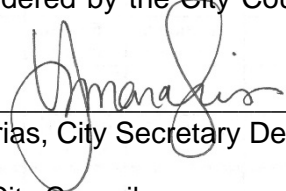
4. RECONVENE into Special Session and Consider Action, if any, on items discussed in Executive Session.

5. ADJOURN

In compliance with the Americans with Disabilities Act, the City of Missouri City will provide for reasonable accommodations for persons attending City Council meetings. To better serve you, requests should be received 24 hours prior to the meetings. Please contact Maria Jackson, City Secretary, at 281.403.8686.

CERTIFICATION

I certify that a copy of the February 20, 2017, agenda of items to be considered by the City Council was posted on the City Hall bulletin board on February 17, 2017, at 4:00 p.m.



Yomara Frias, City Secretary Department

I certify that the attached notice and agenda of items to be considered by the City Council was removed by me from the City Hall bulletin board on the ____ day of _____, 2017.

Signed: _____ Title: _____



City of Missouri City

Consolidation Feasibility Evaluation of Municipal Utility Districts

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Consolidation Feasibility Evaluation of Municipal Utility Districts

> **Goals**

- Determine whether Consolidation with one or more MUD utilities would be in the City's interest (financially, operationally)
- Determine whether Consolidation would be in the MUD residents' best interest (cost of service, level of service)
- Determine the best Method to achieve Consolidation and consider all options for consolidation including potential options that involve privatization
- Determine optimal timing for Consolidation of each MUD utility (short term 0-5 years, intermediate term 5-10 years, long term 10+ years)

> **Legal Requirements**

- identify statutory and municipal legal requirements

> **Process for Conducting Review**

- Timeline
- Overview of RFQ

Consolidation Feasibility Evaluation of Municipal Utility Districts

City Council set as a priority the review of a potential consolidation of municipal utilities.

Review Schedule:

- ❖ September 24, 2016 - City Council approval for staff to develop request qualifications (RFQ) to select a firm to advise the city on the legal, financial and engineering issues for a long term MUD strategy.
- ❖ October/November 2016 - Staff engages Greenberg Taurig to develop RFQ. Meetings and conferences with staff to develop RFQ.
- ❖ November 2016 -Draft RFQ delivered to ACM Elmer for review and comment.
- ❖ December 2016 -Revised draft RFQ delivered to Legal and Finance for comment.

Consolidation Feasibility Evaluation of Municipal Utility Districts

Next Phase:

- ❖ January 2017 -Final reviews and presentation for City Council consideration
- ❖ February 2017 -RFQ presented to City Council for authorization to advertise
- ❖ Late March 2017/Early May 2017 evaluation and selection of consultants
- ❖ 4th Quarter 2017 Status Update to City Council
- ❖ 2d/3rd Quarter 2018 Final Report to City Council

Overview of RFQ Process

Issues to Consider by RFQ Consultants:

- > Cost/benefit analysis of individual MUD consolidations
 - Review balance sheet, P&L, annual audit, outstanding debt, material contracts, CIP, customer records, resident charges, operations costs, growth projections
- > Pro forma financial analysis under City ownership/operation
 - Acquisition financing, economies of scale, transaction and integration costs, short and long term R&R and expansion costs, growth, customer revenues projections, Impact on City debt capacity and bond ratings
- > Analysis of Operations integration
 - Evaluation of continuing O&M agreements short, intermediate or long term, secondment alternatives, transition to City employ, permitting, environmental regulation, evaluation of real property interests
- > Analysis of Facilities integration
- > Analysis of Future Infrastructure Funding
 - Continuation of MUD developer reimbursement programs, other governmental funding program availability
- > Procedural options if Council chooses to move forward
- > Potential legal challenges

Questions?

