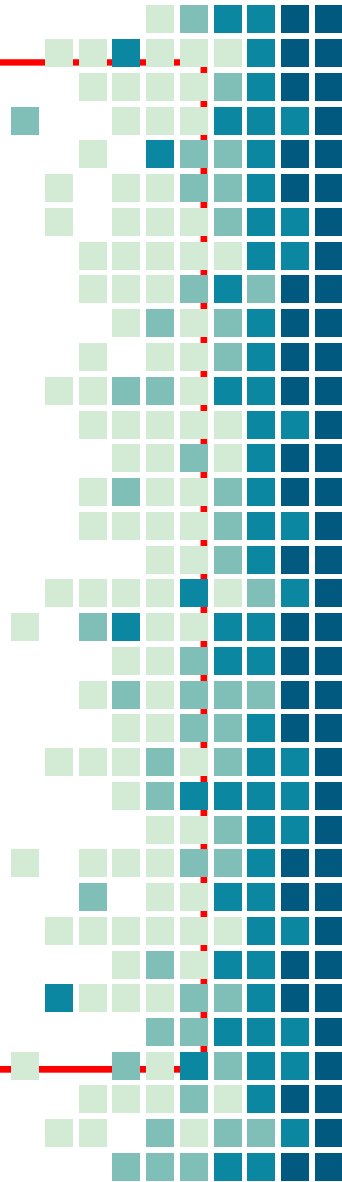


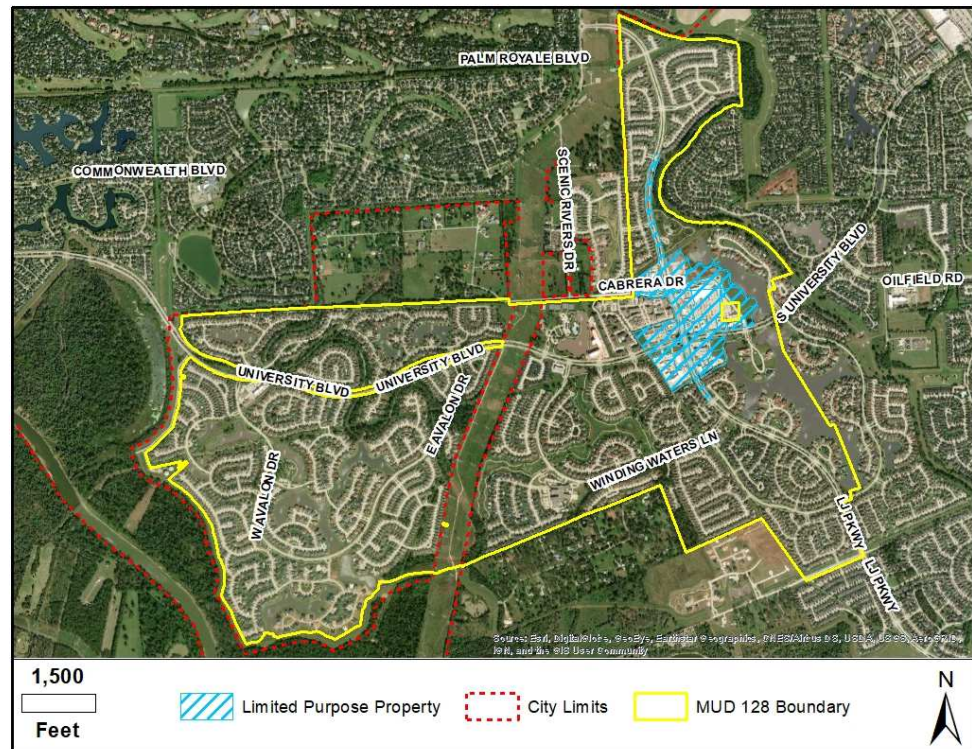
Background

- **Development agreement with Riverstone developer in 2003**
- **Approval of original Strategic Partnership Agreement (SPA) with MUD 128 May 3, 2011**
 - **Addresses utilities, fire service provision, annexation, ground water reduction plan participation, etc.**



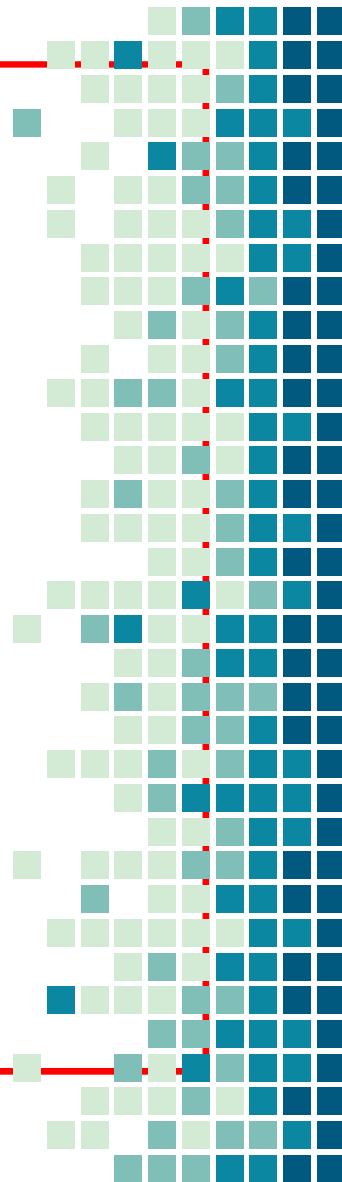
Revision to MUD 128 SPA

- MUD requested revision to SPA
- Limited purpose annexation of commercial areas
- For purposes of sales tax collection



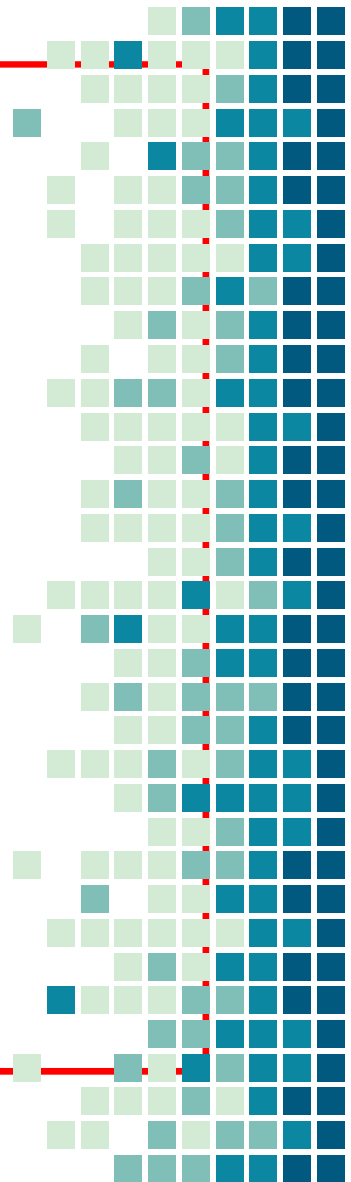
Summary of Changes

- **Details of sales tax collection**
 - Split 50/50 between MUD 128 and City
 - City to remit sales tax quarterly
 - District to notify City of new businesses
 - If areas develop as residential, City can disannex from Limited Purpose Property
- **Changes to exhibits**
 - Legal description for MUD 128, Riverstone within Sugar Land
 - Executed Fire Services Agreement
- **New exhibit – Limited Purpose Property description**



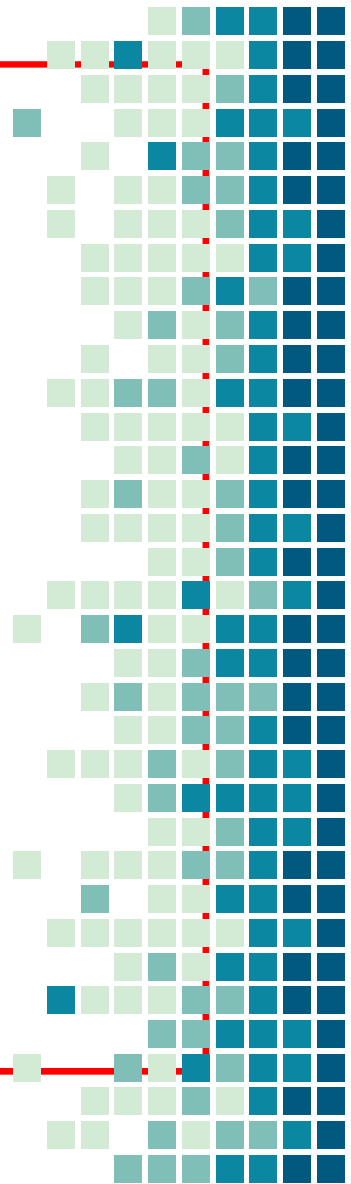
SPA & Annexation Process

- **Process established by Texas Local Government Code**
- **SPA Process**
 - **2 MUD public hearings with notices and MUD approval of SPA**
 - **2 Council public hearings with notices and Council approval of SPA**
- **Limited Purpose Annexation Process**
 - **2 readings of annexation ordinance**



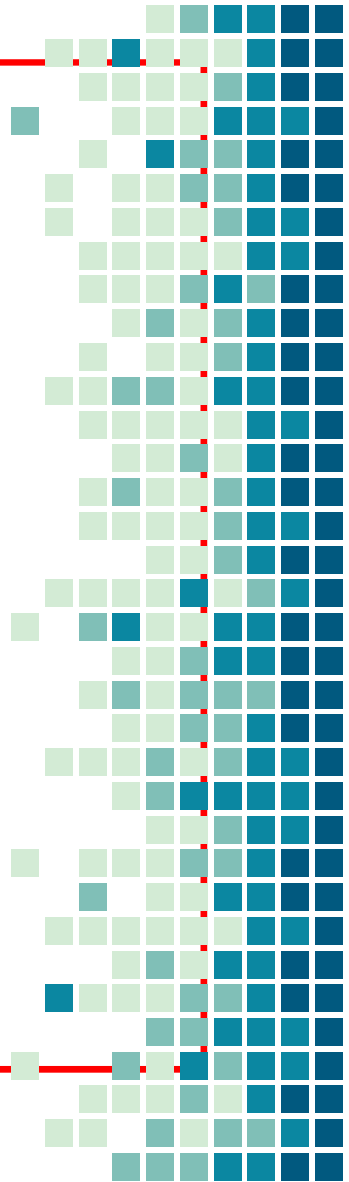
Public Hearings

- **First Public Hearing held 10/19/21**
 - **No speakers**
- **Second Public Hearing Tonight**
 - **Notification published in City newspaper and district newspaper**
 - **No inquiries or opposition**



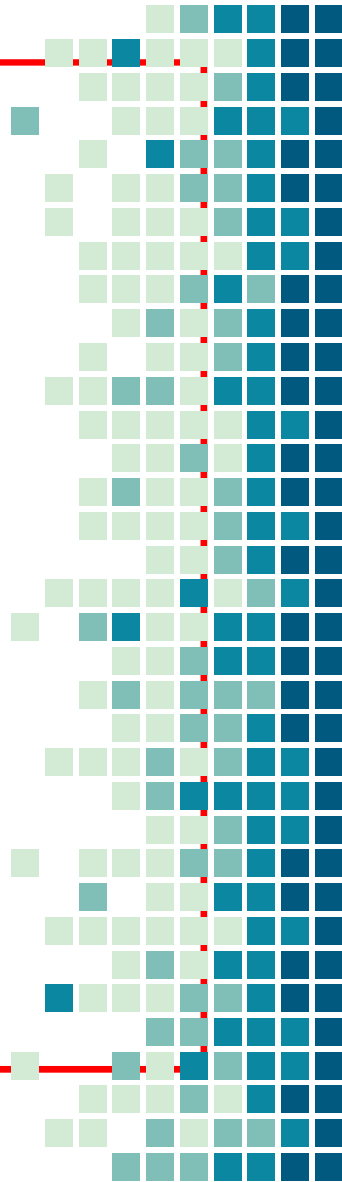
Next Steps

- **Future Meetings**
 - **1st & 2nd Readings of Limited Purpose Annexation Ordinance**



Recommendation

Hold first public hearing and authorize execution of Amended and Restated Strategic Partnership Agreement with Municipal Utility District 128.



Continuation & Conclusion of Public Hearing



Clarifying Questions for Staff

