

NOTICE OF PUBLIC HEARINGS ON A PROPOSED STRATEGIC PARTNERSHIP AGREEMENT BETWEEN THE CITY OF CONROE, TEXAS AND MONTGOMERY COUNTY UTILITY DISTRICT NO. 3

The City Council of Conroe, Texas (City) will conduct two public hearings on a proposed Strategic Partnership Agreement (SPA) between the City and Montgomery County Utility District No. 3 (District). The territory of the District includes portions of the area commonly known as April Sound located in the extraterritorial jurisdiction of the City in Montgomery County, Texas, near Lake Conroe and SH 105. The territory of the District is described by metes and bounds in the Amended District Information Form recorded in the Real Property Records of Montgomery County, Texas under Clerk's File No. 2008-118179.

The public hearings will be in the Council Chamber of the City Hall located at 300 W. Davis in Conroe, Texas. The first public hearing is set to convene at 10:00 a.m. on February 20, 2013. The second public hearing is set to convene at 10:00 a.m. on February 21, 2013. The purpose of each hearing is to provide an opportunity for interested persons to present testimony or evidence regarding the proposed agreement.

Under the proposed SPA, the territory of the District would be annexed for full municipal purposes effective on December 31, 2014, and upon such full purpose annexation the District would be converted to a limited district all pursuant to Texas Local Government Code Section 43.0751. The limited district would continue to possess and exercise powers and functions provided by law, including the operation and maintenance of the District's water and wastewater utility system, storm sewer facilities and the provision of solid waste collection and disposal services.

Upon full purpose annexation the City would provide police and fire protection services along with other general municipal services. As consideration for the provision of services by the District the City would assume the responsibility for payment of certain existing District debt and would make other annual payments to the District. The SPA contains other provisions, and it would bind each owner and future owner of land included within the territory of the District on the date the SPA becomes effective.

Copies of the proposed SPA (including a metes-and-bounds description of the territory of the District) may be obtained prior to the hearing from the office of the City Secretary on the third floor of the City Hall located at 300 W. Davis in Conroe, Texas

MARLA J. PORTER, CITY SECRETARY