Limited Purpose Annexation

Through

Strategic Partnership Agreements

Types of Annexation:

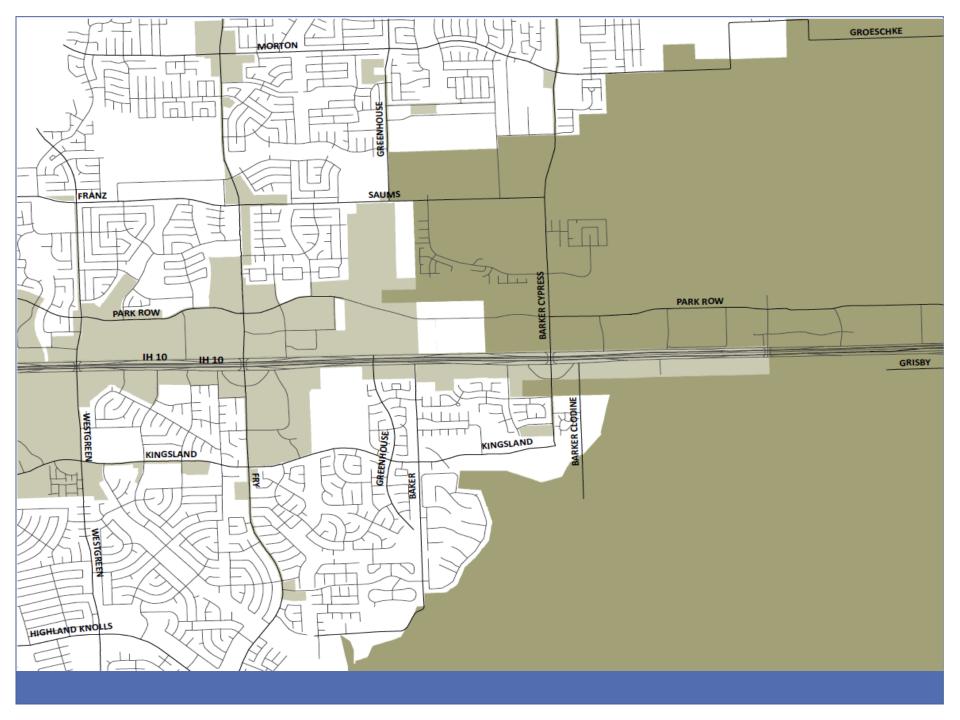
- General Purpose
- Limited Purpose

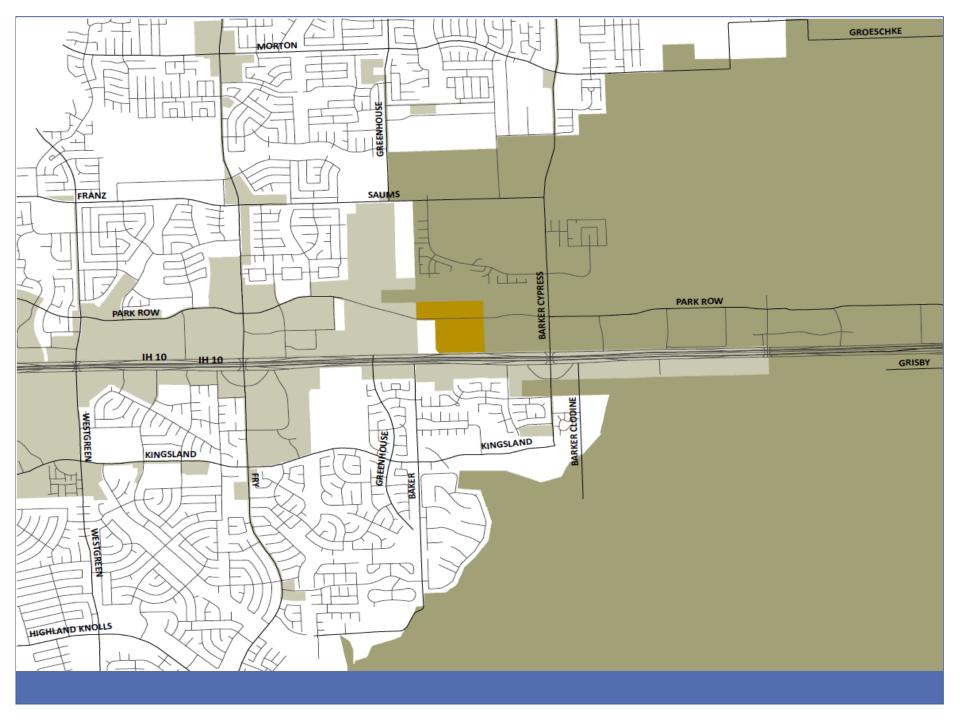
General Purpose Annexation:

- Must annex the entire district
- Municipality assumes district assets and liabilities
- Full services and regulations
- Ad valorem and sales taxes
- 3 year plan

Recent General Purpose Annexations:

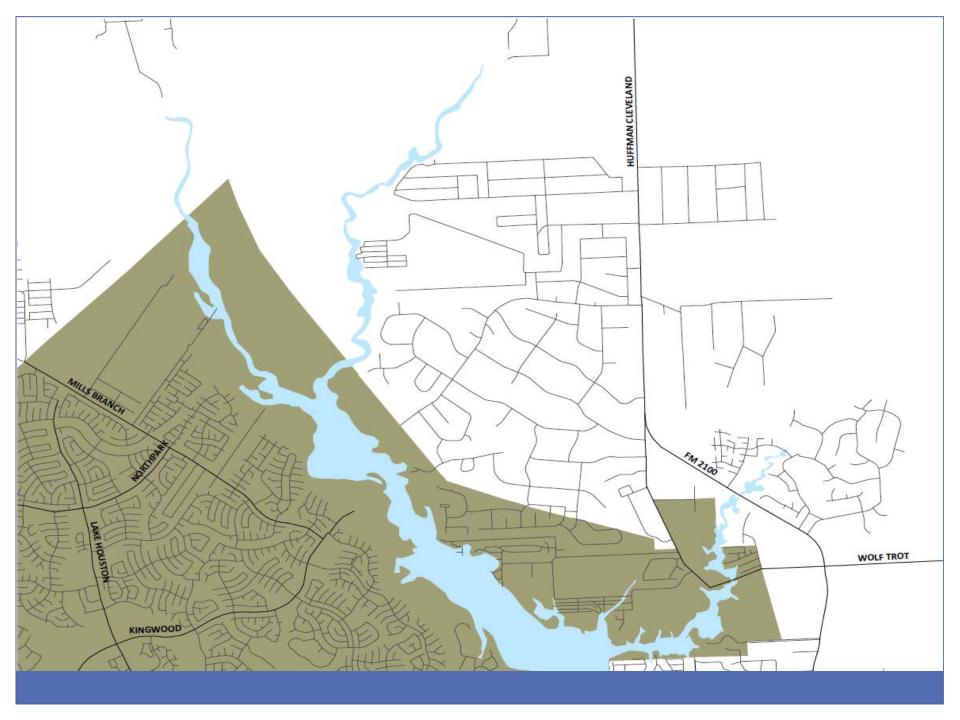
Methodist Hospital West

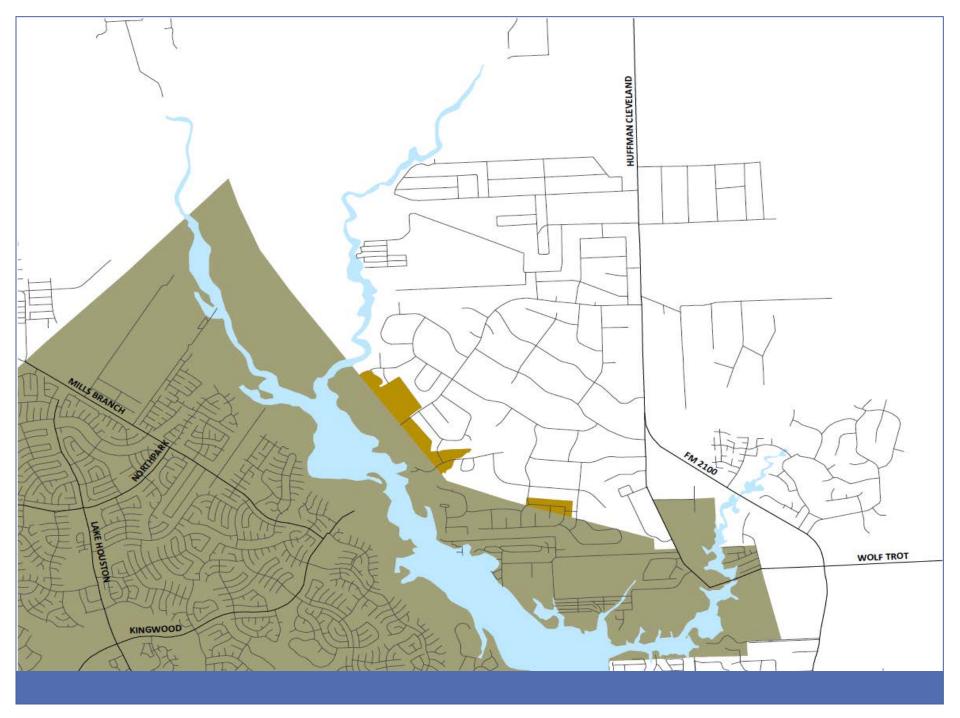




Recent General Purpose Annexations:

The Commons at Lake Houston





Recent General Purpose Annexations:

Sicom





Limited Purpose Annexation:

- Contract with district
- May include only portions of the district
- May include all, some or no municipal services and regulations
- Sales tax collection only
- Residents receive voting rights

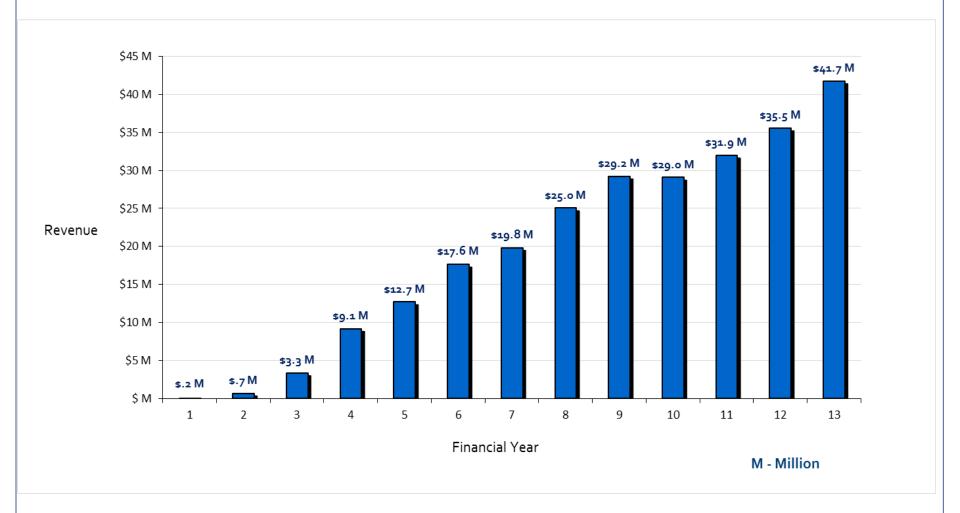
Typical SPA Terms:

- Commercial property
- 30 years
- Shared sales tax
- Running at large of domestic animals

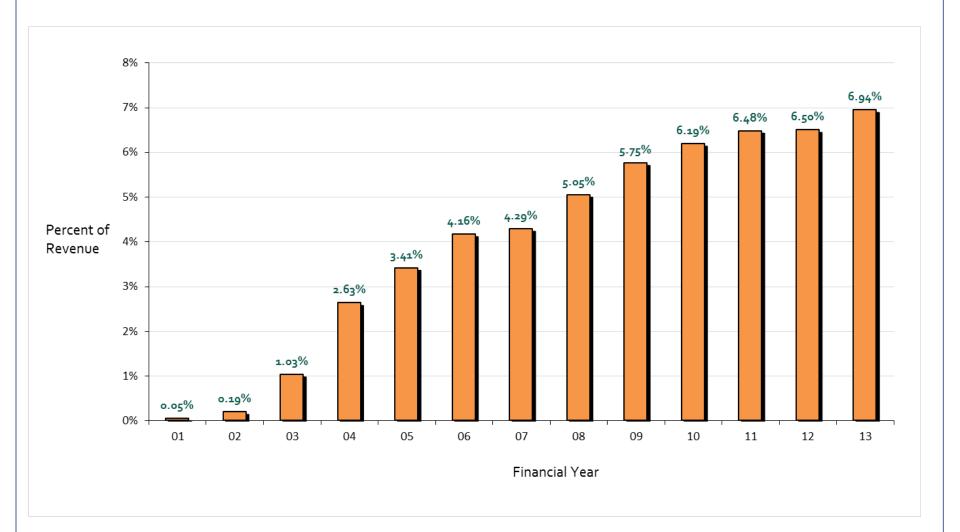
Notable Exceptions:

- Developer controlled districts
- Police service in a limited number of agreements
- The Summerwood community
- Fireworks ban

Annual SPA Revenue to City

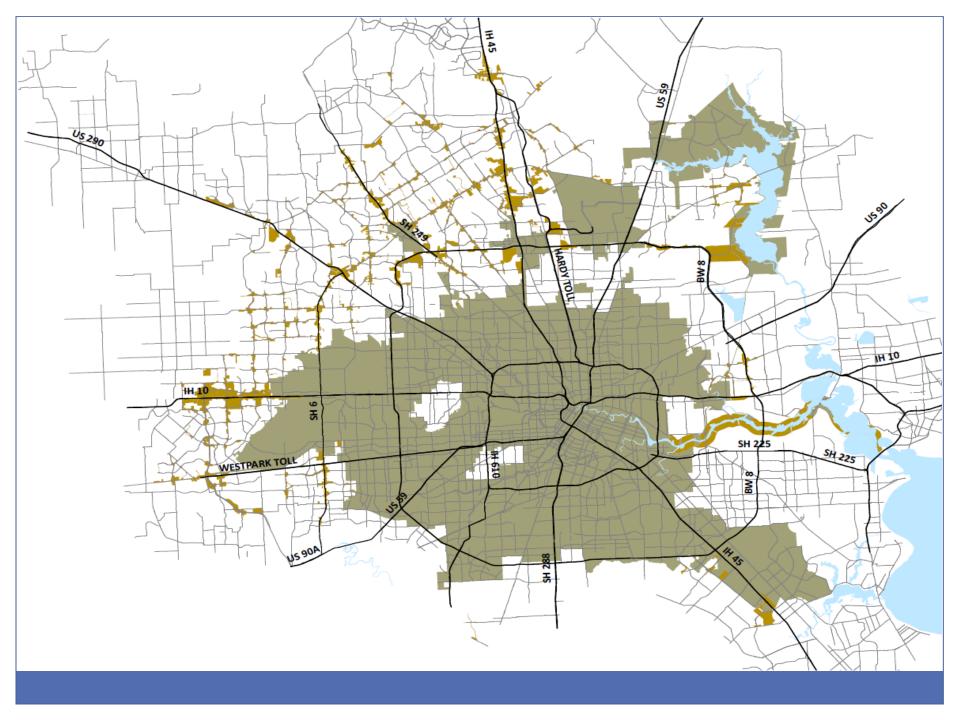


As a % of Total Sales Tax Revenue



This Upcoming Round

- 6 Agreements with Districts
- 2 are new, 4 are amendments to existing
- Public Hearings on April 23 and April 30
- Council Agenda date May 28
- Collections begin October 1, 2014





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