

**AGENDA**



**Recommendation for Council Action**

Austin City Council	Item ID	67936	Agenda Number	10.
---------------------	---------	-------	---------------	-----

Meeting Date:	2/9/2017	Department:	Legal
---------------	----------	-------------	-------

**Subject**

Approve a resolution authorizing the city manager to execute a settlement agreement and other documents reasonable and necessary to comply with the settlement agreement related to the wholesale water and wastewater rate challenge raised by Shady Hollow MUD in its petition to the Public Utility Commission of Texas in Docket No. 46483. Related to Item # 2.

**Amount and Source of Funding**

Funding is available in the Fiscal Year 2016-2017 Austin Water Operating Budget.

**Fiscal Note**

A fiscal note is not needed.

Purchasing Language:	
Prior Council Action:	
For More Information:	Clark Cornwell, Assistant City Attorney, 512-974-6482
Council Committee, Boards and Commission Action:	
MBE / WBE:	
Related Items:	

**Additional Backup Information**

The City provides wholesale potable water and sanitary sewer services to Shady Hollow Municipal Utility District. On October 28, 2016, the MUD filed a petition with the Public Utility Commission of Texas appealing the rates the City charges to the MUD. The City and the MUD have reached tentative agreement to settle the MUD's rate appeal, subject to approval of the City Council. This settlement will resolve the pending rate appeal.