RESOLUTION NO. ____

A RESOLUTION OF THE CITY OF MCKINNEY, TEXAS REAFFIRMING AND CONSENTING TO THE DECERTIFICATION OF PORTIONS OF ITS WATER CERTIFICATE OF CONVENIENCE AND NECESSITY NO. 10194 AND SEWER CERTIFICATE OF CONVENIENCE AND NECESSITY NO. 20071.

- WHEREAS, the City of McKinney ("City") has Water Certificate of Convenience and Necessity No. ("CCN") 10194 and Sewer Certificate of Convenience and Necessity No. 20071 (the "CCNs") that include areas inside and outside the city limits; and
- **WHEREAS**, at the time the City acquired its CCNs outside of its city limits, the City had the legal ability to facilitate and promote orderly growth and utility planning in areas that were anticipated to become annexed into of the City through involuntary annexation; and
- WHEREAS, in 2017 the Texas State Legislature limited a Home Rule city's ability to involuntarily annex property, and through its passage of SB 2038 in 2023, allows landowners within a city's extraterritorial jurisdiction ("ETJ") to be removed from the City's ETJ; and
- WHEREAS, under current law, landowners have the ability to develop their property with private utility systems or public utility systems, or they can request service from the City or from other utility providers, leaving the City with no ability to plan with any certainty what facilities and infrastructure the City might need in the future to serve in the requested areas within its CCN; and
- WHEREAS, on October 9, 2023, at the direction of the City Council of the City, the City filed an application with the Public Utility Commission of Texas to amend its CCNs to decertify those portions of the City's CCNs outside its city limits that are not currently being served by the City; and
- WHEREAS, it is in the best interest of the City to reaffirm and consent to the decertification of those portions of the City's CCNs lying outside its city limits that are not currently being served by the City to better enable the City to focus its land use and utility planning on its city limits and within those areas where the City currently serves.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS THAT:

- **Section 1.** The City Council does hereby reaffirm and consent to the decertification of those portions of the City's CCNs as shown on Attachment 1 of this Resolution.
- **Section 2.** This Resolution shall take effect and be in full force immediately upon its passage.

DULY PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS ON THE 6TH DAY OF MAY, 2025.

GEORGE C. FULLER, Mayor GERÉ FELTUS, Mayor Pro Tem

CORRECTLY ENROLLED:
EMPRESS DRANE, City Secretary
TENITRUS PARCHMAN, Deputy City Secretary
APPROVED AS TO FORM:
MARK S. HOUSER, City Attorney ALAN LATHROM, Assistant City Attorney