



**SEAGOVILLE, TEXAS  
CITY COUNCIL MEETING AGENDA  
MONDAY, AUGUST 16, 2021**

**City Council Chambers, City Hall  
702 N. Hwy 175  
Seagoville, Texas 75159**

**WORK SESSION – 6:30 P.M.**

**Call to Order**

- A. Discuss regular session agenda items**
- B. Receive an update from STAR Transit concerning proposed service changes and STAR Now**

**Adjourn**

**REGULAR SESSION - 7:00 P.M.**

**ROUTINE ANNOUNCEMENTS, RECOGNITIONS, and PROCLAMATIONS**

**Call to Order**

**Invocation**

**Pledge of Allegiance**

**Mayor's Report**

**Citizens Public Comment Period-** *This portion of the meeting is to allow each speaker up to six (6) minutes to address the council on items not posted on the current agenda. Council may not discuss these items but may respond with factual data or policy information, or place the item on a future agenda. Citizens wishing to speak on posted agenda items will be called upon at that time. Anyone wishing to speak shall submit a Speaker Request Form to the City Secretary.*

**CONSENT AGENDA-** The Consent Agenda contains items which are routine in nature and will be acted upon in one motion.

- 1. Consider approving City Council Meeting minutes for August 2, 2021 (City Secretary)**

**2. Discuss and consider approving a Resolution of the City Council of the City of Seagoville, Texas, approving a negotiated settlement between the Atmos Cities Steering Committee (“ACSC”) and Atmos Energy Corp., Mid-Tex Division regarding the Company’s 2021 Rate Review Mechanism Filing; declaring existing rates to be unreasonable; adopting tariffs that reflect rate adjustments consistent with the negotiated settlement; finding the rates to be set by the attached settlement tariffs to be just and reasonable and in the public interest; approving an attached Exhibit establishing a benchmark for pensions and retiree medical benefits; approving an attached Exhibit regarding amortization of regulatory liability; requiring the company to reimburse ACSC’s reasonable ratemaking expenses; determining that this Resolution was passed in accordance with the requirements of the Texas Open Meetings Act; adopting a savings clause; declaring an effective date; and requiring delivery of this Resolution to the company and the ACSC’s Legal Counsel (Director of Administrative Services)**

**REGULAR AGENDA-**

**3. Receive presentation concerning Seagofest and Some Run 5k for A-T – (Chamber of Commerce)**

**4. Presentation of City of Seagoville’s Fiscal Year 2022 Proposed Budget (Finance Director)**

**5. Discuss and consider approval of a Resolution of the City of Seagoville, Texas, accepting the 2021 Certified Tax roll of Dallas Central Appraisal District and Kaufman County Appraisal District and providing for an effective date (Finance Director)**

**6. Discuss and consider approving a Resolution of the City Council of the City of Seagoville, Texas, accepting the proposed property tax rate for fiscal year 2021-2022; and providing for the publication as provided by the Texas property tax code (Finance Director)**

**7. Receive presentation on applications from Chamber of Commerce in support of their request for FY 2022 funding for community events from the City’s hotel/motel tax (Finance Director)**

**8. Discuss and consider approving an Ordinance of the City of Seagoville, Texas, vacating, abandoning and releasing all right, title, and interest in two (2) fifty foot (50') wide by approximately one hundred thirty foot (130') long rights-of-way situated along Trinity Street, located in Block B, and South Watkins Street, located in Block C, both in the Howard Addition Revised, as depicted in Exhibit "A", attached hereto and incorporated herein, to the abutting property owners of the underlying fee simple title in proportion to their abutting ownership; providing for the furnishing of a certified copy of this Ordinance for recording in the real property records of Dallas County, Texas, as a quit claim deed; and providing for an effective date (Community Development Director)**

**9. Discuss and consider approving a Resolution of the City of Seagoville, Texas, awarding bids for employee medical and dental benefits for fiscal year 2021-2022 to Blue Cross Blue Shield of Texas for medical benefits in the amount of \$842.50 per month per full time employee and to Mutual of Omaha for dental benefits in the amount of \$22.60 per month per full time employee; authorizing the City Manager to execute any and all documents necessary; and providing an effective date (Director of Administrative Services)**

**10. Receive Councilmember Reports/Items of Community Interest** - as authorized by Section 551.0415 of the Texas Government Code.

**11. Future Agenda Items** – Council to provide direction to staff regarding future agenda items. These items will not be discussed and no action will be taken at this meeting.

**Adjourn**

Posted Friday, August 13, 2021 by 5:00 P.M.

  
Kandi Jackson, City Secretary



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As authorized by Section 551.071(2) of the Texas Government Code, this meeting may be convened into closed executive session for the purpose of seeking confidential legal advice from the City Attorney on any agenda item listed herein.

The City of Seagoville does not discriminate on the basis of disability in the admission or access to, or treatment or employment in, its programs or activities. If you have a request for services that will make this program accessible to you, please contact the City of Seagoville at least 72 hours in advance at (972) 287-6819. (TDD access 1-800-RELAY-TX)

**DATES TO REMEMBER**

- **Monday, August 16, 2021 City Council Meeting**
- **Monday, August 30, 2021 City Council Meeting**
- **Monday, September 13, 2021 City Council Meeting**
- **Monday, September 20, 2021 City Council Meeting**

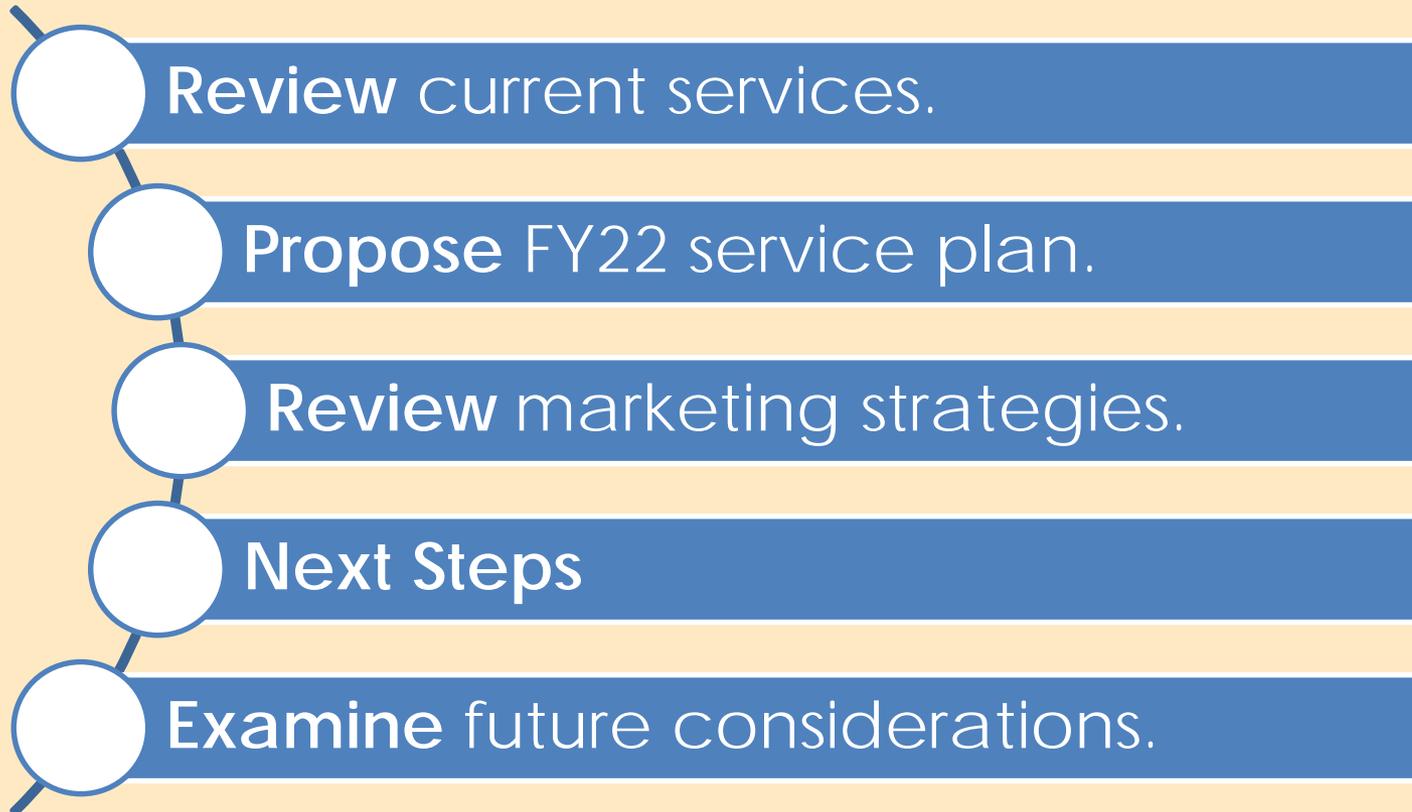


***STAR TRANSIT***

*Connecting you to where you want to go.*

***Propose:***  
***FY22 Seagoville Transit Plan***

***8/16/21***

- 
- A vertical list of five agenda items, each preceded by a white circular marker with a blue outline. The markers are connected by a thin blue line that zig-zags between them. Each item is contained within a blue horizontal bar with a white border.
- Review current services.
  - Propose FY22 service plan.
  - Review marketing strategies.
  - Next Steps
  - Examine future considerations.

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# ***Current Services***

## Service Type: Demand Response

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**Scheduling Agents are available:**

Monday – Friday  
8:00 am – 4:00 pm

**Bus operates:**

Limited Hours, Monday – Friday

## Service Type: Demand Response

*Connecting you to where you want to go.*

- **For:**
  - Anyone living, playing, working in Seagoville.
  - 13 and above can ride unaccompanied.
- **Destinations:**
  - Any where in STAR Transit's service area.
  - Outside service area for medical appointments.
- **Fares:**
  - Based on direct travel distance from origin to destination.
  - Fares range from \$1.00 - \$12.00.
  - Discounted fares for qualified 60+, Veterans and Disabled Riders.
  - Children 12 and under ride free.

## Service Type: Demand Response

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### *Client Advocate Program*

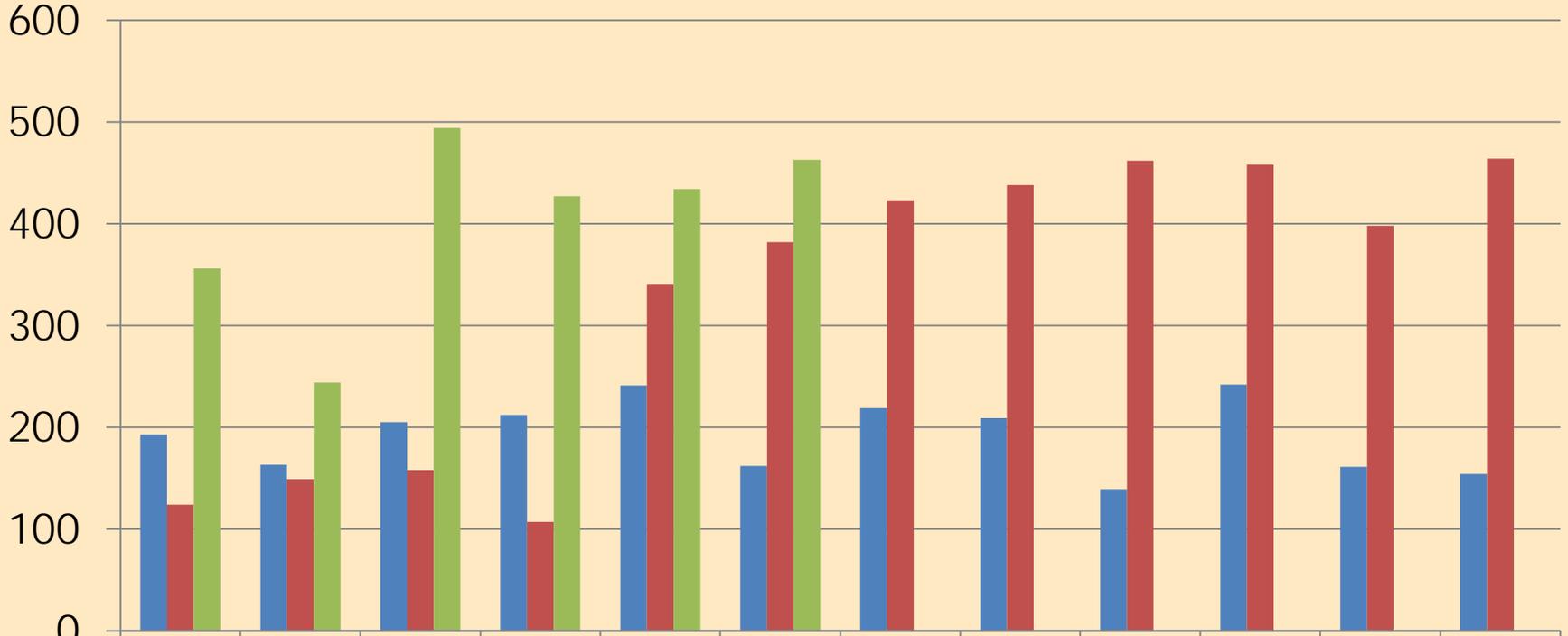
- Available to clients who need assistance going to medical appointments or shopping trips.
- Unique to STAR Transit.
- Offer travel training sessions.
- No additional cost to our funding partners or rider.



# Ridership Numbers: Demand Response



Connecting you to where you want to go.



	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec
2019	193	163	205	212	241	162	219	209	139	242	161	154
2020	124	149	158	107	341	382	423	438	462	458	398	464
2021	356	244	494	427	434	463						

2019 – 2,300

2020 – 3,904

2021 – 2,418

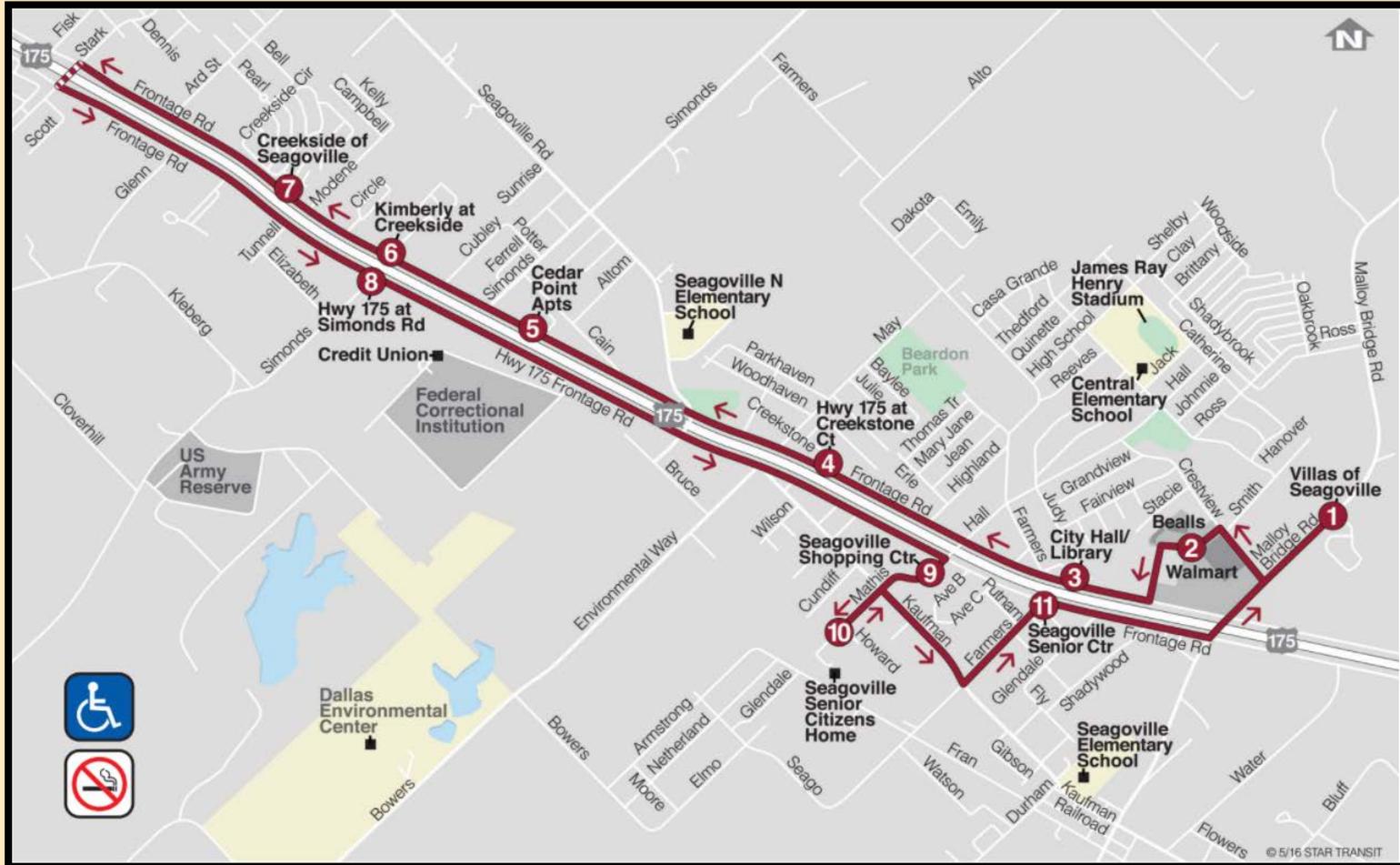
## Service Type: **Route 301**

- Launched August 2016 and serves the city of Seagoville and the DART Buckner Station.
- Operates Monday – Friday, 5:30 AM - 8:29 AM, 10:45 AM - 12:30 PM, 4:05 PM – 6:45 PM.
- Fare - \$1.00 each way. Free for qualified seniors 60+, veterans, disabled riders as well as those 12 and under.

# Current Services

## Service Type: Route 301

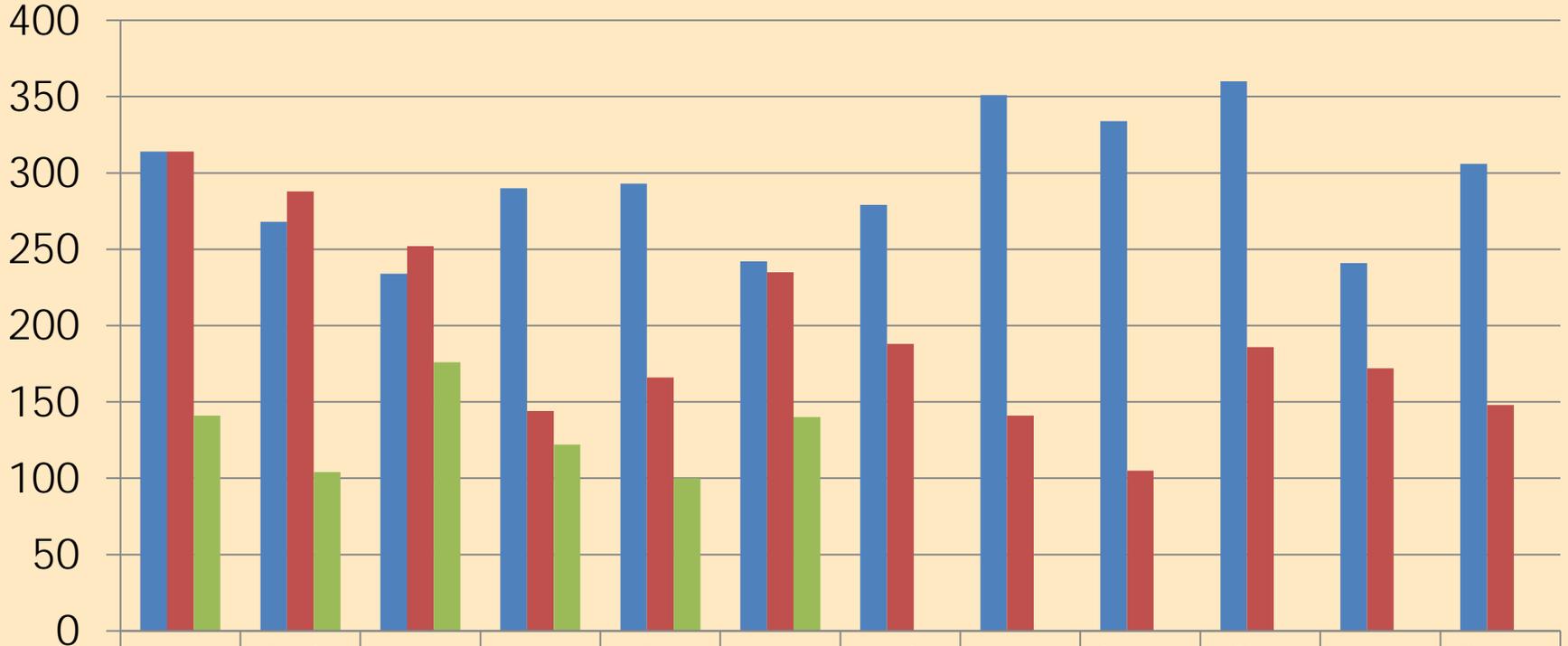
Connecting you to where you want to go.



# Ridership Numbers: Route 301



Connecting you to where you want to go.



	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec
2019	314	268	234	290	293	242	279	351	334	360	241	306
2020	314	288	252	144	166	235	188	141	105	186	172	148
2021	141	104	176	122	100	140						

2019 – 3,512

2020 – 2,339

2021 – 783

## Seagoville Service Details

### Demand Response

- M – F, limited service hours 1 Vehicle @ 5 Hours

### Route 301

- M – F 5:30 am – 8:29 am 1 Vehicles @ 7.5 Hours  
10:45 am – 12:30 pm  
4:05 pm – 6:45 pm

**12.5 – Total Hours Daily**



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# *Proposed FY22 Service Plan*

Based on STAR Transit's experience and collected data and the city's desire to maximize service and budget, we propose the following:

- Transition Demand Response and Route 301 hours to STARNow - same day service.
  - 12.5 hours per day
  - Hours of availability, M – F, 6:00am – 6:00pm
  - Travel zone includes city limits and the Buckner DART Station.

***12.5 Total Hours Daily***

*Note: Pre-booked medical trips outside of the travel zone will be accommodated due to the city being part of the STAR Transit network of services.*

## Service Type: **STARnow**

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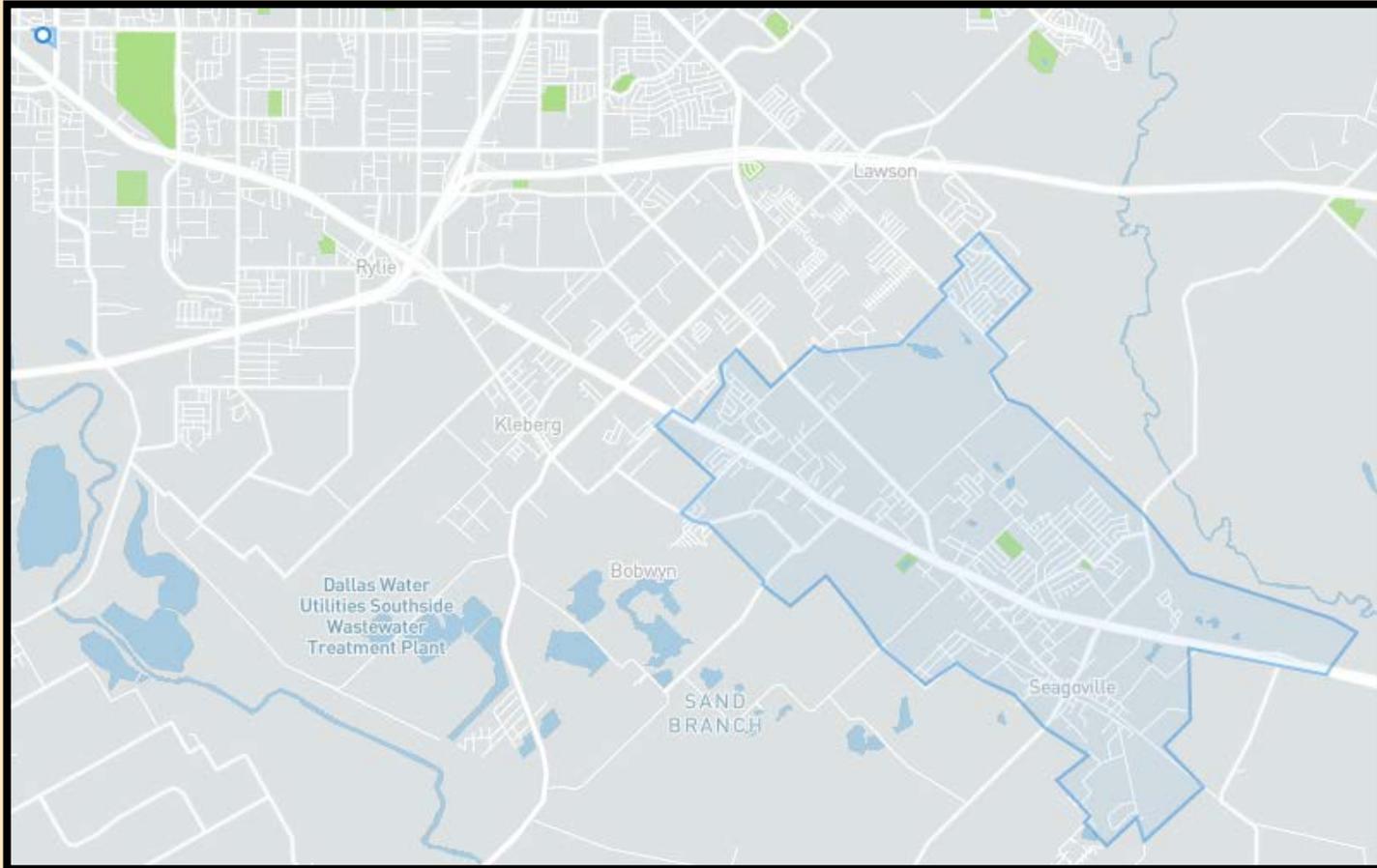
- Customer request ride via STARNow App or by calling 877-631-5278; We arrive within 15-20 minutes and provide service.
  - Same day advanced scheduling options available.
- Fare structure:
  - Rides within travel zone = \$2.00
  - Qualified Seniors 60+, Veterans, Disabled Riders = \$1.00
  - Children 12 and under = free
  - Ability to use Promo Codes for free fares.
- Shared ride service with trip purpose freedom.
- Passenger age requirement = 13 and above to ride unaccompanied.

# Proposed FY22 Service Plan

**STAR TRANSIT**

Service Type: **STARnow**

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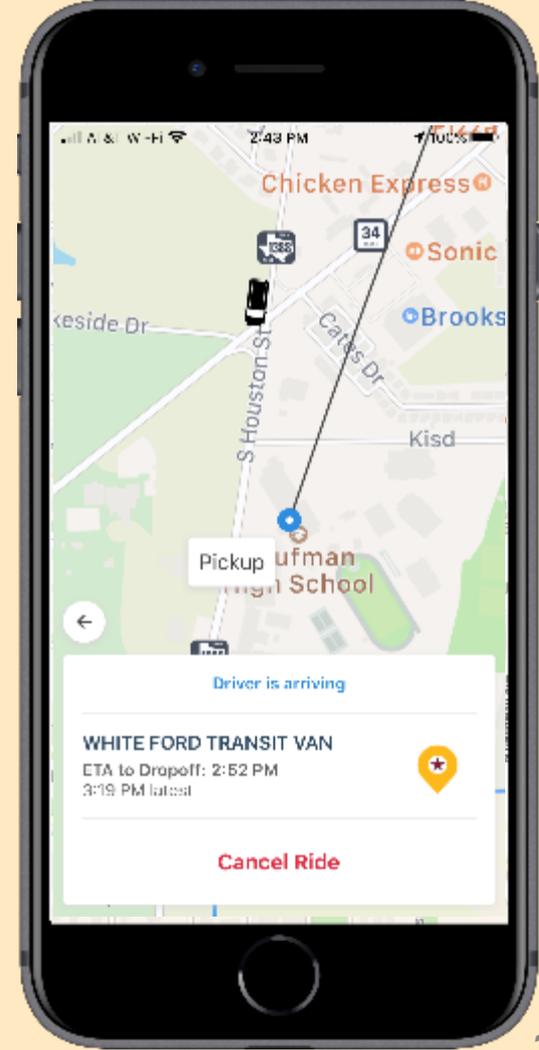
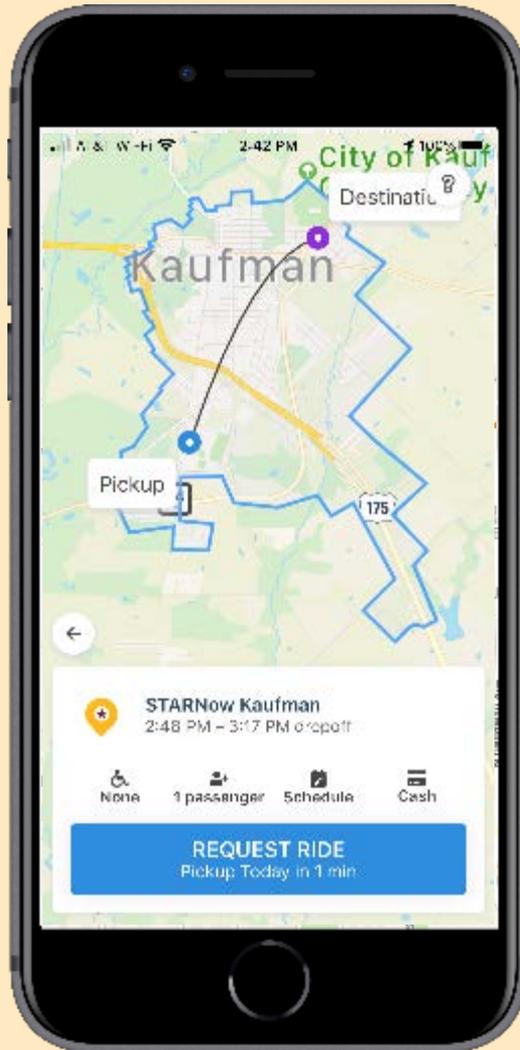
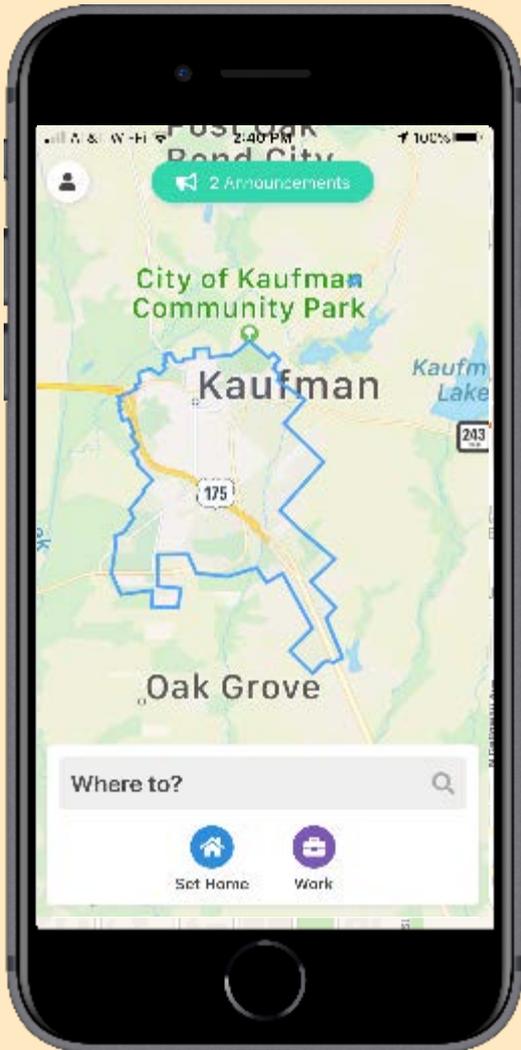
- ❖ Zone population = 16,514
- ❖ Buckner DART Station would be included in the zone.

# Proposed FY22 Service Plan

**STAR TRANSIT**

Service Type: **STARnow**

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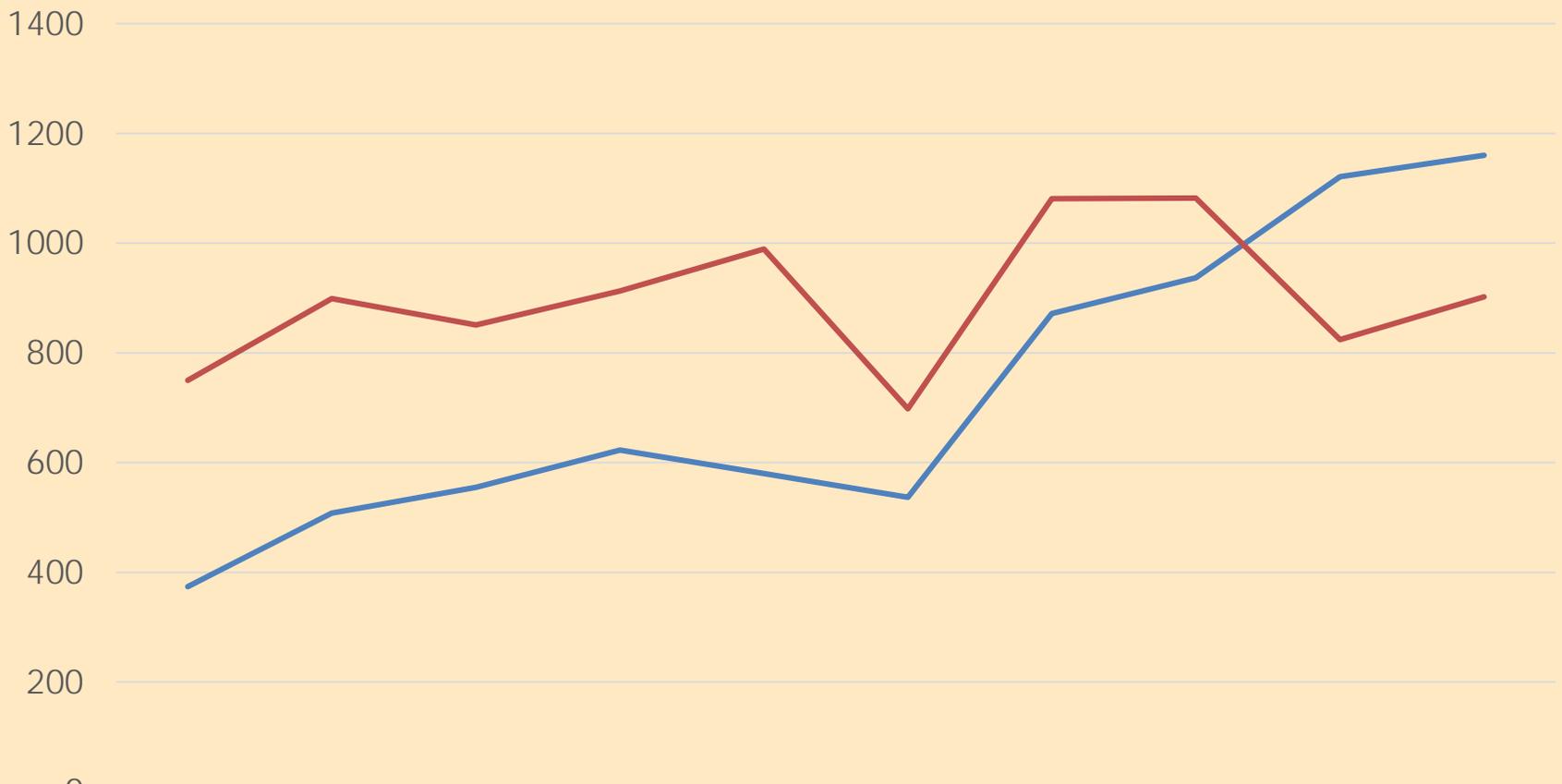
### Example of Data Points

KPIs								
Completed Boardings	Avg. Boardings Per Service Hr.	Boarding Cancellations	Boarding Cancellations (No-Show)	Cancellation Percentage	Cancellation Percentage (No Show)	Total Requests	Completed Requests	
1158	3.5	324	52	21.86 %	3.51 %	1288	1011	
No Drivers Available Requests	Request Cancellations	Request Cancellations (No Show)	Avg. # of Requests per Rider	Avg. Travel Duration	Avg. Travel Distance	Mean Wait Time	Median Wait Time	Bookings from Admin Panel
6	271	43	9.34	11.15 min	2.86 mi	33.61 min	23.13 min	38.6 %
Bookings from Rider App	Flag Down Bookings	Avg. # Riders per Request						
61.4 %	0 %	4.27						

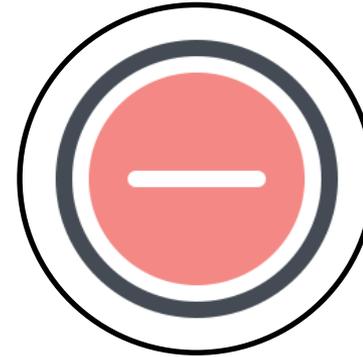


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## FY21 Ridership



	Sept	Oct	Nov	Dec	Jan	Feb	March	April	May	June
— Mesq	374	508	555	623	580	537	872	937	1121	1160
— KC	750	899	851	913	989	698	1081	1082	824	902



- Curb to Curb.
- More customized service.
- Travel Zone = City Limits.
- Keeping DART Connection.
- No route limitations.
- No gaps in service.

- Less early/late commuter time.
- No free fare.



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# ***FY22 Service Plan***

## ***Budget Implications***

## FY21 Budget

Expenditure Description	Total	Federal Subsidy	City Portion	City Monthly Amount
Operating Rte. 301 (M – F) & Demand Response (M – F)	\$154,688	\$92,813	\$61,875	\$5,156.25

## FY22 Budget

Expenditure Description	Total	Federal Subsidy	City Portion	City Monthly Amount
Operating STARNow (M – F)	\$154,688	\$92,813	\$61,875	\$5,156.25

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***Next Steps***

## Timeline

### Fall

- Host public meeting(s)
- Update marketing materials
  - STAR Transit website
  - Revise and reprint brochures
  - Revise and reprint bus stop sign inserts
- Market service changes/STARNow

### No later than January 1

- Officially launch STARNow in Seagoville.



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# ***Marketing Strategies***

- Water Bill Insert
- Billboard
- City News Blast eNewsletter
- Targeted Facebook post(s)
- Dedicated page on STARtransit.org
- Sponsor city/chamber events.

## Branded Transit Van

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## Water Bill Insert

Connecting you to where you want to go.

> Download App

> Book Ride

> GO!



> Descargar aplicación

> Agendar transporte

> IR!

Pick up and drop off points must be inside the Balch Springs travel zone. Wait time is based on vehicle availability. Visit [www.STARtransit.org](http://www.STARtransit.org) for information on travel zones and service hours.

Don't have a smartphone? Book your trip by calling 877-631-5278.

Note: Phone reservations must be made at least 30 minutes in advance. CASH only/only cash accepted.



Los puntos de recogida y devolución deben estar dentro de la zona de viaje de Balch Springs. El tiempo de espera se basa en la disponibilidad del vehículo. Visite [www.STARtransit.org](http://www.STARtransit.org) para obtener información sobre zonas de viaje y horarios de servicio.

¿No tienes un teléfono inteligente? Reserva su viaje llamando al 877-631-5278.

Note: Las reservas telefónicas deben hacerse por lo menos 30 minutos de anticipación. Solo se aceptan pagos en efectivo.



# STARnow

Connects you to where you want to go.

You always pay your fare when boarding the bus, whether you are paying via the STARnow App, paying cash or using a STAR Transit red ticket. Please remember drivers do not carry cash, so change will not be given for overpaid fares.

- Rides within the travel zone = \$2.00
- Qualified Seniors 60+, Veterans, Disabled Riders = \$1.00
- Children ages 12 and under must be accompanied by an adult.

For more information about how to qualify for the half fare, contact the Mobility Management Department at 877-631-5278.

Usted siempre paga su pasaje al subir el autobús, si usted está pagando a través de la aplicación STARnow, pague en efectivo o con un billete de color rojo de STAR Transit. Recuerde que los conductores no llevan dinero en efectivo, por lo que no se dará el cambio de las tarifas pagadas en exceso.

- Transportes dentro de la zona de viaje = \$2.00
- Personas mayores de 60 años calificadas, veteranos, pasajeros discapacitados = \$1.00
- Los niños menores de 12 años deben estar acompañados por un adulto.

Para obtener más información sobre cómo calificar para la media tarifa, comuníquese con el Departamento de movilidad al 877-631-5278.

Enjoy the ride.

877-631-5278 | [www.STARtransit.org](http://www.STARtransit.org)  

## Billboard

Connecting you to where you want to go.



## Social Media



### Social Media Post:

SAME DAY SERVICE is available in BALCH SPRINGS, M - F, 6 am - 6 pm inside the limited travel zone. Download the STARNow app, Book a Ride and GO! Fare: \$2.00 per trip, \$1.00 for qualified seniors 60+, veterans and disabled riders. Rides based on vehicle availability. More information: [www.STARtransit.org](http://www.STARtransit.org)

## Digital Ads

Connecting you to where you want to go.

**RIDE FREE**  
Use promo code:  
**STARAD**

> Download App > Book Ride > GO!

**STARnow** [LEARN MORE >](#)

Promo code ends 12/31/19.

**RIDE FREE**  
Use promo code:  
**STARAD**

> Download App > Book Ride > GO!

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**RIDE FREE**  
Use promo code: **STARAD**  
Promo code ends 12/31/19.

> Download App > Book Ride > GO!

**STARnow** [LEARN MORE >](#)

## Flyer

Connecting you to where you want to go.

## RIDE FREE

with promo code: **STARFLR**

Download from  
APPLE STORE  
GOOGLE PLAY STORE

Download on the  
App Store

GET IT ON  
Google Play

**STAR now**

Connects you to where you want to go.

877-631-5278  
www.STARtransit.org

*Enjoy the ride.*

Promo code ends 12/31/19.

## CABALGAR GRATIS

con código promocional: **STARFLR**

Descargar desde  
APPLE STORE  
GOOGLE PLAY STORE

Descarga en la  
App Store

GET IT ON  
Google Play

**STAR now**

Te conecta a donde quieres ir.

877-631-5278  
www.STARtransit.org

*Enjoy the ride.*

El código promocional termina 12/31/19.

## Rackcard

Connecting you to where you want to go.



> Download App

> Book Ride

> GO!

Pick up and drop off points must be inside the travel zone. Wait time is based on vehicle availability. Visit [www.STARtransit.org](http://www.STARtransit.org) for information on travel zones and service hours.



Download on the  
App Store

GET IT ON  
Google Play

Don't have a smartphone?  
Book your trip by calling 877-631-5278.

Note: Phone reservations must be made at least 30 minutes in advance. Only same-day trips accepted. Reservations accepted Monday - Friday, starting at 5:30 a.m.



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Connects you to where you want to go.

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Enjoy the ride.

877-631-5278 | [www.STARtransit.org](http://www.STARtransit.org)



> Descargar aplicación

> Agendar transporte

> IR!

Los puntos de recogida y devolución deben estar dentro de la zona de viaje. El tiempo de espera se basa en la disponibilidad del vehículo. Visite [www.STARtransit.org](http://www.STARtransit.org) para obtener información sobre zonas de viaje y horarios de servicio.



Download on the  
App Store

GET IT ON  
Google Play

¿No tienes un teléfono inteligente?  
Reserve su viaje llamando al 877-631-5278.

Nota: Las reservas telefónicas deben hacerse con al menos 30 minutos de anticipación. Solo se aceptan viajes el mismo día. Se aceptan reservaciones de lunes a viernes a partir de las 5:30 a.m.



## STARnow

Te conecta a donde quieres ir.

Usted siempre paga su pasaje al subir el autobús, si usted está pagando a través de la aplicación STARNow, pague en efectivo o con un billete de color rojo de STAR Transit. Recuerde que los conductores no llevan dinero en efectivo, por lo que no se dará el cambio de las tarifas pagadas en exceso.

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- Personas mayores de 60 años calificadas, veteranos, pasajeros discapacitados = \$1.50
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Para obtener más información sobre cómo calificar para la media tarifa, comuníquese con el Departamento de movilidad al 877-631-5278.

Enjoy the ride.

877-631-5278 | [www.STARtransit.org](http://www.STARtransit.org)

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# ***Future Considerations***

- Expand STARNow service to Saturday. (~\$9,000)
- Add additional vehicle to STARNow. (~\$25,000)



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***Questions or  
Comments***



***STAR TRANSIT***

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***Thank You!***

## *Consent Session Agenda Item: 1*

**Meeting Date:** August 16, 2021

**ITEM DESCRIPTION:**

Consider approving City Council Meeting minutes for August 2, 2021.

**BACKGROUND OF ISSUE:**

Approve City Council Meeting minutes for August 2, 2021

**FINANCIAL IMPACT:**

N/A

**RECOMMENDATION:**

N/A

**EXHIBITS:**

August 2, 2021 Work Session Meeting Minutes  
August 2, 2021 Regular Meeting Minutes



**MINUTES OF CITY COUNCIL  
WORK SESSION  
AUGUST 2, 2021**

**The Work Session of the City Council of the City of Seagoville, Texas was called to order at 6:32 p.m. on Monday, August 2, 2021, at City Hall, 702 N. Hwy 175, Seagoville, Texas with a quorum present, to wit:**

Dennis Childress	Mayor	
Jon Epps	Mayor Pro Tem	Absent
Jose Hernandez	Councilmember	Absent
Rick Howard	Councilmember	
Harold Magill	Councilmember	
Mike Fruin	Councilmember	

The following staff members were also present: City Manager Patrick Stallings, Police Chief Ray Calverley, Community Development Director Ladis Barr, City Attorney Victoria Thomas, Director of Health and Code Jimmy Stephens, Director of Administrative Services Cindy Brown, and City Secretary Kandi Jackson.

**A. Receive an update concerning COVID-19 (Director of Health & Code)**

*Director of Health and Code Stephens provided an update concerning COVID-19.*

**B. Receive an update concerning Code Enforcement-Junk Vehicles (Director of Health & Code)**

*Director of Health and Code Stephens provided an update concerning Code Enforcement-Junk Vehicles.*

**C. Receive an update concerning Trash/Bulk (Director of Health & Code)**

*Director of Health and Code Stephens provided an update concerning Trash/Bulk*

**D. Discuss regular session agenda items**

**1. Consider approving City Council Meeting minutes for July 19, 2021 and Workshop Meeting minutes for July 26, 2021 (City Secretary)**

*No questions.*

**2. First Reading - Discuss and consider approving a Resolution of the City Council of the City of Seagoville, Texas, approving the Economic Development Project between the Seagoville Economic Development Corporation and Patrick Michael, L.P., a Texas Limited Partnership, as reflected in the terms and conditions of an Economic Development Incentive Agreement between the parties in substantially the form of that attached hereto as exhibit "A"; and providing an effective date (City Manager)**

*City Manager Stallings explained this Resolution approves the Economic Development Project between the Seagoville Economic Development Corporation and Patrick Michael, L.P., as reflected in the terms and conditions of an Economic Development Incentive Agreement.*

**3. Direct Staff concerning the first Council Meeting in September, 2021 (City Secretary)**

*City Secretary Jackson stated the first Council Meeting in September, 2021 falls on the Labor Day Holiday and city offices are closed that day. She stated Staff is seeking direction from Council concerning the rescheduling or cancellation of the first Council Meeting in September, 2021.*

*Council agreed to reschedule the Council Meeting for Monday, September 13, 2021.*

**4. Discuss and consider directing Staff on the selection of the movie(s) to view at the annual "Movie in the Park" event to be held on: Saturday, September 25, 2021, 2020 and October 23, 2021 (Public Works Director)**

*Community Development Director Barr stated Council has been provided a list of available movies to choose from for the dates of Saturday, September 25, 2021 and October 23, 2021.*

*Council agreed to Tom & Jerry for Saturday, September 25, 2021 and Lion King for Saturday, October 23, 2021.*

**5. Discuss and consider approving a Resolution of the City Council of the City of Seagoville, Texas, authorizing acquisition of an approximately 1.963 acre Wastewater Easement out of land located at 1001 Alto Road and situated in the Andrew Nail Survey, Abstract No. 1070, Dallas County, Texas and being more particularly described and depicted in Exhibit "A" attached hereto from 175 Seagoville, L.P. for the purchase price of \$12,824.00; authorizing the City Manager to purchase the easement and authorizing the City Manager and/or the Mayor to sign all necessary acquisition documents; providing for the furnishing of certified copies of this Resolution and for recording of the easement in the real property records of Dallas County, Texas, as a deed; and providing an effective date (City Attorney)**

*City Attorney Thomas explained this Resolution authorizes the acquisition of an approximately 1.963 acre Wastewater Easement out of land located at 1001 Alto Road and situated in the Andrew Nail Survey, Abstract No. 1070, Dallas County,*

*Texas and being more particularly described and depicted in Exhibit “A” attached hereto from 175 Seagoville L.P. for the purchase price of \$12,824.00; authorizing the City Manager to purchase the easement and authorizing the City Manager and/or the Mayor to sign all necessary acquisition documents; providing for the furnishing of certified copies of this Resolution and for recording of the easement in the real property records of Dallas County, Texas, as a deed.*

**6. Discuss and consider approving a Resolution of the City Council of the City of Seagoville, Texas approving C&M Concrete to perform concrete work for the construction of a 5’ sidewalk along Lasater Road in an amount not to exceed Fifty-Five Thousand One Hundred Ninety Two Dollars and Fifty Cents (\$55,192.50) as described herein and set forth in Exhibit “A”; authorizing the City Manager to execute any documents necessary; providing for a repealing clause; providing for a severability clause; and providing an effective date (Community Development Director)**

*Community Development Director Barr explained this Resolution approves C&M Concrete to perform concrete work for the construction of a 5’ sidewalk along Lasater Road in an amount not to exceed Fifty-Five Thousand One Hundred Ninety Two Dollars and Fifty Cents (\$55,192.50) as described herein and set forth in Exhibit “A”; authorizing the City Manager to execute any documents necessary.*

**7. Second Reading - Discuss and consider approving a Resolution of the City Council of the City of Seagoville, Texas, approving the Economic Development Project between the Seagoville Economic Development Corporation and Patrick Michael, L.P., a Texas Limited Partnership, as reflected in the terms and conditions of an Economic Development Incentive Agreement between the parties in substantially the form of that attached hereto as exhibit “A”; and providing an effective date (City Manager)**

*City Manager Stallings explained this is the second reading for the Resolution approving the Economic Development Project between the Seagoville Economic Development Corporation and Patrick Michael, L.P.*

**Adjourned at 7:10 p.m.**

**APPROVED:**

\_\_\_\_\_  
Mayor Dennis K. Childress

**ATTEST:**

\_\_\_\_\_  
Kandi Jackson, City Secretary



**MINUTES OF CITY COUNCIL  
REGULAR SESSION  
AUGUST 2, 2021**

**The Regular Session of the City Council of the City of Seagoville, Texas was called to order at 7:21 p.m. on Monday, August 2, 2021, at City Hall, 702 N. Hwy 175, Seagoville, Texas with a quorum present, to wit:**

Dennis Childress	Mayor	
Jon Epps	Mayor Pro Tem	Absent
Jose Hernandez	Councilmember	Absent
Rick Howard	Councilmember	
Harold Magill	Councilmember	
Mike Fruin	Councilmember	

The following staff members were also present: City Manager Patrick Stallings, Police Chief Ray Calverley, Community Development Director Ladis Barr, City Attorney Victoria Thomas, Director of Administrative Services Cindy Brown, and City Secretary Kandi Jackson.

**Invocation** – *Invocation was led by Councilmember Magill.*

**Pledge of Allegiance** – *Pledge of Allegiance was led by Mayor Childress.*

**Mayor’s Report** – *None.*

**Citizens Public Comment Period-** *This portion of the meeting is to allow each speaker up to six (6) minutes to address the council on items not posted on the current agenda. Council may not discuss these items but may respond with factual data or policy information, or place the item on a future agenda. Citizens wishing to speak on posted agenda items will be called upon at that time. Anyone wishing to speak shall submit a Speaker Request Form to the City Secretary.*

*Hilario Gonzales at 1007Larry Drive, Seagoville, Texas expressed his concern about the creek near his house and the condition of Barry Drive.*

*Rhonda Reinhart at 1100 Barry Drive, Seagoville, Texas stated she is attending the Council Meeting tonight on behalf of her mother that is not able to attend. She stated her mother is concerned about her fence and condition of Barry Drive.*

**CONSENT AGENDA-** The Consent Agenda contains items which are routine in nature and will be acted upon in one motion.

**1. Consider approving City Council Meeting minutes for July 19, 2021 and Workshop Meeting minutes for July 26, 2021 (City Secretary)**

*Motion to approve City Council Meeting minutes for July 19, 2021 and Workshop Meeting minutes for July 26, 2021 – Magill, seconded by Howard; motion passed with all ayes. 3/0*

**REGULAR AGENDA-**

**2. First Reading - Discuss and consider approving a Resolution of the City Council of the City of Seagoville, Texas, approving the Economic Development Project between the Seagoville Economic Development Corporation and Patrick Michael, L.P., a Texas Limited Partnership, as reflected in the terms and conditions of an Economic Development Incentive Agreement between the parties in substantially the form of that attached hereto as exhibit “A”; and providing an effective date (City Manager)**

*Mayor Childress conducted the First Reading - Discuss and consider approving a Resolution of the City Council of the City of Seagoville, Texas, approving the Economic Development Project between the Seagoville Economic Development Corporation and Patrick Michael, L.P., a Texas Limited Partnership, as reflected in the terms and conditions of an Economic Development Incentive Agreement between the parties in substantially the form of that attached hereto as exhibit “A”; and providing an effective date.*

**3. Direct Staff concerning the first Council Meeting in September, 2021 (City Secretary)**

*City Council directed Staff to conduct the first Council Meeting in September, 2021 on Monday, September 13, 2021.*

**4. Discuss and consider directing Staff on the selection of the movie(s) to view at the annual “Movie in the Park” event to be held on: Saturday, September 25, 2021, and October 23, 2021 (Public Works Director)**

*Motion to view Tom & Jerry on Saturday, September 25, 2021-Fruin, seconded by Magill. Mayor Childress asked Councilmember Fruin if he would like to make a motion for both movies. Councilmember Fruin rescinded his motion and Councilmember Magill rescinded his second.*

*Motion to view Tom & Jerry on Saturday, September 25, 2021 and The Lion King on Saturday, October 23, 2021 – Fruin, seconded by Magill; motion passed with all ayes. 3/0*

**5. Discuss and consider approving a Resolution of the City Council of the City of Seagoville, Texas, authorizing acquisition of an approximately 1.963 acre Wastewater Easement out of land located at 1001 Alto Road and situated in the Andrew Nail Survey, Abstract No. 1070, Dallas County, Texas and being more particularly described and depicted in Exhibit “A” attached hereto from 175 Seagoville, L.P. for the purchase price of \$12,824.00; authorizing the City Manager to purchase the easement and authorizing the City Manager and/or the Mayor to sign all necessary acquisition documents; providing for the furnishing of certified copies of this Resolution and for recording of the easement in the real property records of Dallas County, Texas, as a deed; and providing an effective date (City Attorney)**

*Motion to approve a Resolution of the City Council of the City of Seagoville, Texas, authorizing acquisition of an approximately 1.963 acre Wastewater Easement out of land located at 1001 Alto Road and situated in the Andrew Nail Survey, Abstract No. 1070, Dallas County, Texas and being more particularly described and depicted in Exhibit "A" attached hereto from 175 Seagoville, L.P. for the purchase price of \$12,824.00; authorizing the City Manager to purchase the easement and authorizing the City Manager and/or the Mayor to sign all necessary acquisition documents; providing for the furnishing of certified copies of this Resolution and for recording of the easement in the real property records of Dallas County, Texas, as a deed; and providing an effective date – Fruin, seconded by Magill; motion passed with all ayes. 3/0*

**6. Discuss and consider approving a Resolution of the City Council of the City of Seagoville, Texas approving C&M Concrete to perform concrete work for the construction of a 5' sidewalk along Lasater Road in an amount not to exceed Fifty-Five Thousand One Hundred Ninety Two Dollars and Fifty Cents (\$55,192.50) as described herein and set forth in Exhibit "A"; authorizing the City Manager to execute any documents necessary; providing for a repealing clause; providing for a severability clause; and providing an effective date (Community Development Director)**

*Motion to approve a Resolution of the City Council of the City of Seagoville, Texas approving C&M Concrete to perform concrete work for the construction of a 5' sidewalk along Lasater Road in an amount not to exceed Fifty-Five Thousand One Hundred Ninety Two Dollars and Fifty Cents (\$55,192.50) as described herein and set forth in Exhibit "A"; authorizing the City Manager to execute any documents necessary; providing for a repealing clause; providing for a severability clause; and providing an effective date – Howard, seconded by Magill; motion passed with all ayes. 3/0*

**7. Second Reading - Discuss and consider approving a Resolution of the City Council of the City of Seagoville, Texas, approving the Economic Development Project between the Seagoville Economic Development Corporation and Patrick Michael, L.P., a Texas Limited Partnership, as reflected in the terms and conditions of an Economic Development Incentive Agreement between the parties in substantially the form of that attached hereto as exhibit "A"; and providing an effective date (City Manager)**

*Motion to approve a Resolution of the City Council of the City of Seagoville, Texas, approving the Economic Development Project between the Seagoville Economic Development Corporation and Patrick Michael, L.P., a Texas Limited Partnership, as reflected in the terms and conditions of an Economic Development Incentive Agreement between the parties in substantially the form of that attached hereto as exhibit "A"; and providing an effective date – Magill, seconded by Howard; motion passed with all ayes. 3/0*

**8. Receive Councilmember Reports/Items of Community Interest - as authorized by Section 551.0415 of the Texas Government Code.**

*None.*

**9. Future Agenda Items** – Council to provide direction to staff regarding future agenda items. These items will not be discussed and no action will be taken at this meeting.

*Councilmember Fruin stated he would like to discuss and meet with the Police Chief concerning the side by sides and 4-wheelers that are traveling on the roadways in the City of Seagoville. He stated he sees them on the roadways frequently all over the City of Seagoville.*

**10. Recessed into Executive Session at 7:33 p.m.**

**Council will recess into executive session pursuant to Texas Government Code:**

- A. § 551.071(2) Consultation with Attorney, to seek legal advice of its attorney on legal issues arising from Dallas ISD requests regarding traffic regulation in school zones.**

**11. Reconvened Into Regular Session at 8:05 a.m.**

**Council will reconvene into open session, and take action, if any, on matters discussed in Executive Session.**

- A. § 551.071(2) Consultation with Attorney, to seek legal advice of its attorney on legal issues arising from Dallas ISD requests regarding traffic regulation in school zones.**

*Motion to authorize the City Attorney to respond to DISD’s request with agreement to pay for three school crossing guards through the end of 2021 and thereafter to share the cost for those 50/50 with DISD three crossing guards for 2022, and further to request that DISD provide the requested Traffic Impact Analysis for Alto Road/Wooley Way and Travers Trail for the City’s consideration.*

**Adjourned at 8:07 p.m.**

**APPROVED:**

\_\_\_\_\_  
Mayor Dennis K. Childress

**ATTEST:**

\_\_\_\_\_  
Kandi Jackson, City Secretary

## *Consent Session Agenda Item: 2*

**Meeting Date: August 16, 2021**

### **ITEM DESCRIPTION:**

Discuss and consider approving a Resolution of the City Council of the City of Seagoville, Texas, approving a negotiated settlement between the Atmos Cities Steering Committee (“ACSC”) and Atmos Energy Corp., Mid-Tex Division regarding the Company’s 2021 Rate Review Mechanism Filing; declaring existing rates to be unreasonable; adopting tariffs that reflect rate adjustments consistent with the negotiated settlement; finding the rates to be set by the attached settlement tariffs to be just and reasonable and in the public interest; approving an attached Exhibit establishing a benchmark for pensions and retiree medical benefits; approving an attached Exhibit regarding amortization of regulatory liability; requiring the company to reimburse ACSC’s reasonable ratemaking expenses; determining that this Resolution was passed in accordance with the requirements of the Texas Open Meetings Act; adopting a savings clause; declaring an effective date; and requiring delivery of this Resolution to the company and the ACSC’s Legal Counsel.

### **BACKGROUND OF ISSUE:**

The City of Seagoville, Texas (“City”) is a gas utility customer of Atmos Energy Corp., Mid-Tex Division (“Atmos Mid-Tex” or “Company”), and a regulatory authority with an interest in the rates, charges, and services of Atmos Mid-Tex. The City is a member of the Atmos Cities Steering Committee (“ACSC”), a coalition of similarly-situated cities served by Atmos Mid-Tex (“ACSC Cities”) that have joined together to facilitate the review of, and response to, natural gas issues affecting rates charged in the Atmos Mid-Tex service area. ACSC and the Company worked collaboratively to develop a Rate Review Mechanism (“RRM”) tariff that allows for an expedited rate review process by ACSC Cities as a substitute to the Gas Reliability Infrastructure Program (“GRIP”) process instituted by the Legislature, and that will establish rates for the ACSC Cities based on the system-wide cost of serving the Atmos Mid-Tex Division. The current RRM tariff was adopted by the City in a rate ordinance in 2018.

On about April 1, 2021, Atmos Mid-Tex filed its 2021 RRM rate request with ACSC Cities based on a test year ending December 31, 2020. ACSC coordinated its review of the Atmos Mid-Tex 2021 RRM filing through its Executive Committee, assisted by ACSC’s attorneys and consultants, to resolve issues identified in the Company’s RRM filing. The Executive Committee, as well as ACSC’s counsel and consultants, recommend that ACSC Cities approve an increase in base rates for Atmos Mid-Tex of \$22.78 million applicable to ACSC Cities with an Effective Date of December 1, 2021. ACSC agrees that Atmos’ plant-in-service is reasonable.

With the exception of approved plant-in-service, ACSC is not foreclosed from future reasonableness evaluation of costs associated with incidents related to gas leaks. The two-month delayed Effective Date from October 1 to December 1 will save ACSC ratepayers approximately \$3.8 million off new rates imposed by the attached tariffs (Exhibit A). The attached tariffs (Exhibit A) implementing new rates are consistent with the recommendation of the ACSC Executive Committee, are agreed to by the Company, and are just, reasonable, and in the public interest. The settlement agreement sets a new benchmark for pensions and retiree medical benefits (Exhibit B). The settlement agreement establishes an amortization schedule for regulatory liability prepared by Atmos Mid-Tex (Exhibit C). The RRM Tariff contemplates reimbursement of ACSC's reasonable expenses associated with RRM applications.

**FINANCIAL IMPACT:**

N/A

**RECOMMENDATION:**

N/A

**EXHIBITS:**

Resolution w/Exhibits

Model Staff Report w/Exhibits

**RESOLUTION NO. \_\_\_\_**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SEAGOVILLE, TEXAS, APPROVING A NEGOTIATED SETTLEMENT BETWEEN THE ATMOS CITIES STEERING COMMITTEE (“ACSC”) AND ATMOS ENERGY CORP., MID-TEX DIVISION REGARDING THE COMPANY’S 2021 RATE REVIEW MECHANISM FILING; DECLARING EXISTING RATES TO BE UNREASONABLE; ADOPTING TARIFFS THAT REFLECT RATE ADJUSTMENTS CONSISTENT WITH THE NEGOTIATED SETTLEMENT; FINDING THE RATES TO BE SET BY THE ATTACHED SETTLEMENT TARIFFS TO BE JUST AND REASONABLE AND IN THE PUBLIC INTEREST; APPROVING AN ATTACHED EXHIBIT ESTABLISHING A BENCHMARK FOR PENSIONS AND RETIREE MEDICAL BENEFITS; APPROVING AN ATTACHED EXHIBIT REGARDING AMORTIZATION OF REGULATORY LIABILITY; REQUIRING THE COMPANY TO REIMBURSE ACSC’S REASONABLE RATEMAKING EXPENSES; DETERMINING THAT THIS RESOLUTION WAS PASSED IN ACCORDANCE WITH THE REQUIREMENTS OF THE TEXAS OPEN MEETINGS ACT; ADOPTING A SAVINGS CLAUSE; DECLARING AN EFFECTIVE DATE; AND REQUIRING DELIVERY OF THIS RESOLUTION TO THE COMPANY AND THE ACSC’S LEGAL COUNSEL.**

WHEREAS, the City of Seagoville, Texas (“City”) is a gas utility customer of Atmos Energy Corp., Mid-Tex Division (“Atmos Mid-Tex” or “Company”), and a regulatory authority with an interest in the rates, charges, and services of Atmos Mid-Tex; and

WHEREAS, the City is a member of the Atmos Cities Steering Committee (“ACSC”), a coalition of similarly-situated cities served by Atmos Mid-Tex (“ACSC Cities”) that have joined together to facilitate the review of, and response to, natural gas issues affecting rates charged in the Atmos Mid-Tex service area; and

WHEREAS, ACSC and the Company worked collaboratively to develop a Rate Review Mechanism (“RRM”) tariff that allows for an expedited rate review process by ACSC Cities as a substitute to the Gas Reliability Infrastructure Program (“GRIP”) process instituted by the

RESOLUTION NO. \_\_\_\_\_

Legislature, and that will establish rates for the ACSC Cities based on the system-wide cost of serving the Atmos Mid-Tex Division; and

WHEREAS, the current RRM tariff was adopted by the City in a rate ordinance in 2018; and

WHEREAS, on about April 1, 2021, Atmos Mid-Tex filed its 2021 RRM rate request with ACSC Cities based on a test year ending December 31, 2020; and

WHEREAS, ACSC coordinated its review of the Atmos Mid-Tex 2021 RRM filing through its Executive Committee, assisted by ACSC's attorneys and consultants, to resolve issues identified in the Company's RRM filing; and

WHEREAS, the Executive Committee, as well as ACSC's counsel and consultants, recommend that ACSC Cities approve an increase in base rates for Atmos Mid-Tex of \$22.78 million applicable to ACSC Cities with an Effective Date of December 1, 2021; and

WHEREAS, ACSC agrees that Atmos' plant-in-service is reasonable; and

WHEREAS, with the exception of approved plant-in-service, ACSC is not foreclosed from future reasonableness evaluation of costs associated with incidents related to gas leaks; and

WHEREAS, the two month delayed Effective Date from October 1 to December 1 will save ACSC ratepayers approximately \$3.8 million off new rates imposed by the attached tariffs (Exhibit A); and

WHEREAS, the attached tariffs (Exhibit A) implementing new rates are consistent with the recommendation of the ACSC Executive Committee, are agreed to by the Company, and are just, reasonable, and in the public interest; and

WHEREAS, the settlement agreement sets a new benchmark for pensions and retiree medical benefits (Exhibit B); and

RESOLUTION NO. \_\_\_\_\_

WHEREAS, the settlement agreement establishes an amortization schedule for regulatory liability prepared by Atmos Mid-Tex (Exhibit C); and

WHEREAS, the RRM Tariff contemplates reimbursement of ACSC's reasonable expenses associated with RRM applications;

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

**Section 1.** That the findings set forth in this Resolution are hereby in all things approved.

**Section 2.** That, without prejudice to future litigation of any issue identified by ACSC, the City Council finds that the settled amount of an increase in revenues of \$22.78 million for ACSC Cities represents a comprehensive settlement of gas utility rate issues affecting the rates, operations, and services offered by Atmos Mid-Tex within the municipal limits arising from Atmos Mid-Tex's 2021 RRM filing, is in the public interest, and is consistent with the City's authority under Section 103.001 of the Texas Utilities Code.

**Section 3.** That despite finding Atmos Mid-Tex's plant-in-service to be reasonable, ACSC is not foreclosed in future cases from evaluating the reasonableness of costs associated with incidents involving leaks of natural gas.

**Section 4.** That the existing rates for natural gas service provided by Atmos Mid-Tex are unreasonable. The new tariffs attached hereto and incorporated herein as Exhibit A, are just and reasonable, and are designed to allow Atmos Mid-Tex to recover annually an additional \$22.78 million from customers in ACSC Cities, over the amount allowed under currently approved rates. Such tariffs are hereby adopted.

**Section 5.** That the ratemaking treatment for pensions and retiree medical benefits in Atmos Mid-Tex’s next RRM filing shall be as set forth on Exhibit B, attached hereto and incorporated herein.

**Section 6.** That subject to any future settlement or decision regarding the balance of Excess Deferred Income Tax to be refunded to ratepayers, the amortization of regulatory liability shall be consistent with the schedule found in Exhibit C, attached hereto and incorporated herein.

**Section 7.** That Atmos Mid-Tex shall reimburse the reasonable ratemaking expenses of the ACSC in processing the Company’s 2021 RRM filing.

**Section 8.** That to the extent any resolution or ordinance previously adopted by the Council is inconsistent with this Resolution, it is hereby repealed.

**Section 9.** That the meeting at which this Resolution was approved was in all things conducted in strict compliance with the Texas Open Meetings Act, Texas Government Code, Chapter 551.

**Section 10.** That if any one or more sections or clauses of this Resolution is adjudged to be unconstitutional or invalid, such judgment shall not affect, impair, or invalidate the remaining provisions of this Resolution, and the remaining provisions of the Resolution shall be interpreted as if the offending section or clause never existed.

**Section 11.** That consistent with the City Ordinance that established the RRM process, this Resolution shall become effective from and after its passage with rates authorized by attached tariffs to be effective for bills rendered on or after December 1, 2021.

**Section 12.** That a copy of this Resolution shall be sent to Atmos Mid-Tex, care of Chris Felan, Vice President of Rates and Regulatory Affairs Mid-Tex Division, Atmos Energy Corporation, 5420 LBJ Freeway, Suite 1862, Dallas, Texas 75240, and to Thomas Brocato,

RESOLUTION NO. \_\_\_\_\_

General Counsel to ACSC, at Lloyd Gosselink Rochelle & Townsend, P.C., 816 Congress Avenue,  
Suite 1900, Austin, Texas 78701.

DULY PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF SEAGOVILLE, TEXAS, BY A VOTE OF \_\_\_\_ TO \_\_\_\_, ON THIS THE 16<sup>TH</sup> DAY OF AUGUST, 2021.

\_\_\_\_\_  
Mayor, Dennis K. Childress

ATTEST:

\_\_\_\_\_  
City Secretary, Kandi Jackson

APPROVED AS TO FORM:

\_\_\_\_\_  
City Attorney, Victoria Thomas

**Exhibit A**  
**to 2021 RRM Resolution or Ordinance**

**Mid-Tex Tariffs**  
**Effective December 1, 2021**

<b>RATE SCHEDULE:</b>	<b>R – RESIDENTIAL SALES</b>	
<b>APPLICABLE TO:</b>	<b>ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF</b>	
<b>EFFECTIVE DATE:</b>	<b>Bills Rendered on or after 12/01/2021</b>	<b>PAGE:</b>

**Application**

Applicable to Residential Customers for all natural gas provided at one Point of Delivery and measured through one meter.

**Type of Service**

Where service of the type desired by Customer is not already available at the Point of Delivery, additional charges and special contract arrangements between Company and Customer may be required prior to service being furnished.

**Monthly Rate**

Customer's monthly bill will be calculated by adding the following Customer and Ccf charges to the amounts due under the riders listed below:

<b>Charge</b>	<b>Amount</b>
Customer Charge per Bill	\$ 20.85 per month
Rider CEE Surcharge	\$ 0.05 per month <sup>1</sup>
<b>Total Customer Charge</b>	<b>\$ 20.90 per month</b>
Commodity Charge – All <u>Ccf</u>	\$0.27979 per Ccf

Gas Cost Recovery: Plus an amount for gas costs and upstream transportation costs calculated in accordance with Part (a) and Part (b), respectively, of Rider GCR.

Weather Normalization Adjustment: Plus or Minus an amount for weather normalization calculated in accordance with Rider WNA.

Franchise Fee Adjustment: Plus an amount for franchise fees calculated in accordance with Rider FF. Rider FF is only applicable to customers inside the corporate limits of any incorporated municipality.

Tax Adjustment: Plus an amount for tax calculated in accordance with Rider TAX.

Surcharges: Plus an amount for surcharges calculated in accordance with the applicable rider(s).

**Agreement**

An Agreement for Gas Service may be required.

**Notice**

Service hereunder and the rates for services provided are subject to the orders of regulatory bodies having jurisdiction and to the Company's Tariff for Gas Service.

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<sup>1</sup>Reference Rider CEE - Conservation and Energy Efficiency as approved in GUD 10170. Surcharge billing effective July 1, 2021.

<b>RATE SCHEDULE:</b>	<b>C – COMMERCIAL SALES</b>	
<b>APPLICABLE TO:</b>	<b>ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF</b>	
<b>EFFECTIVE DATE:</b>	<b>Bills Rendered on or after 12/01/2021</b>	<b>PAGE: Page</b>

**Application**

Applicable to Commercial Customers for all natural gas provided at one Point of Delivery and measured through one meter and to Industrial Customers with an average annual usage of less than 30,000 Ccf.

**Type of Service**

Where service of the type desired by Customer is not already available at the Point of Delivery, additional charges and special contract arrangements between Company and Customer may be required prior to service being furnished.

**Monthly Rate**

Customer's monthly bill will be calculated by adding the following Customer and Ccf charges to the amounts due under the riders listed below:

<b>Charge</b>	<b>Amount</b>
Customer Charge per Bill	\$ 56.50 per month
Rider CEE Surcharge	\$ 0.01 per month <sup>1</sup>
<b>Total Customer Charge</b>	<b>\$ 56.51 per month</b>
Commodity Charge – All Ccf	\$ 0.12263 per Ccf

Gas Cost Recovery: Plus an amount for gas costs and upstream transportation costs calculated in accordance with Part (a) and Part (b), respectively, of Rider GCR.

Weather Normalization Adjustment: Plus or Minus an amount for weather normalization calculated in accordance with Rider WNA.

Franchise Fee Adjustment: Plus an amount for franchise fees calculated in accordance with Rider FF. Rider FF is only applicable to customers inside the corporate limits of any incorporated municipality.

Tax Adjustment: Plus an amount for tax calculated in accordance with Rider TAX.

Surcharges: Plus an amount for surcharges calculated in accordance with the applicable rider(s).

**Agreement**

An Agreement for Gas Service may be required.

**Notice**

Service hereunder and the rates for services provided are subject to the orders of regulatory bodies having jurisdiction and to the Company's Tariff for Gas Service.

<sup>1</sup> Reference Rider CEE - Conservation and Energy Efficiency as approved in GUD 10170. Surcharge billing effective July 1, 2021.

<b>RATE SCHEDULE:</b>	<b>I – INDUSTRIAL SALES</b>	
<b>APPLICABLE TO:</b>	<b>ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF</b>	
<b>EFFECTIVE DATE:</b>	<b>Bills Rendered on or after 12/01/2021</b>	<b>PAGE:</b>

**Application**

Applicable to Industrial Customers with a maximum daily usage (MDU) of less than 3,500 MMBtu per day for all natural gas provided at one Point of Delivery and measured through one meter. Service for Industrial Customers with an MDU equal to or greater than 3,500 MMBtu per day will be provided at Company's sole option and will require special contract arrangements between Company and Customer.

**Type of Service**

Where service of the type desired by Customer is not already available at the Point of Delivery, additional charges and special contract arrangements between Company and Customer may be required prior to service being furnished.

**Monthly Rate**

Customer's monthly bill will be calculated by adding the following Customer and MMBtu charges to the amounts due under the riders listed below:

<b>Charge</b>	<b>Amount</b>
Customer Charge per Meter	\$ 1,054.75 per month
First 0 MMBtu to 1,500 MMBtu	\$ 0.4330 per MMBtu
Next 3,500 MMBtu	\$ 0.3171 per MMBtu
All MMBtu over 5,000 MMBtu	\$ 0.0680 per MMBtu

Gas Cost Recovery: Plus an amount for gas costs and upstream transportation costs calculated in accordance with Part (a) and Part (b), respectively, of Rider GCR.

Franchise Fee Adjustment: Plus an amount for franchise fees calculated in accordance with Rider FF. Rider FF is only applicable to customers inside the corporate limits of any incorporated municipality.

Tax Adjustment: Plus an amount for tax calculated in accordance with Rider TAX.

Surcharges: Plus an amount for surcharges calculated in accordance with the applicable rider(s).

**Curtailement Overpull Fee**

Upon notification by Company of an event of curtailement or interruption of Customer's deliveries, Customer will, for each MMBtu delivered in excess of the stated level of curtailement or interruption, pay Company 200% of the midpoint price for the Katy point listed in *Platts Gas Daily* published for the applicable Gas Day in the table entitled "Daily Price Survey."

**Replacement Index**

In the event the "midpoint" or "common" price for the Katy point listed in *Platts Gas Daily* in the table entitled "Daily Price Survey" is no longer published, Company will calculate the applicable imbalance fees utilizing a daily price index recognized as authoritative by the natural gas industry and most closely approximating the applicable index.

<b>RATE SCHEDULE:</b>	<b>I – INDUSTRIAL SALES</b>	
<b>APPLICABLE TO:</b>	<b>ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF</b>	
<b>EFFECTIVE DATE:</b>	<b>Bills Rendered on or after 12/01/2021</b>	<b>PAGE:</b>

**Agreement**

An Agreement for Gas Service may be required.

**Notice**

Service hereunder and the rates for services provided are subject to the orders of regulatory bodies having jurisdiction and to the Company's Tariff for Gas Service.

**Special Conditions**

In order to receive service under Rate I, Customer must have the type of meter required by Company. Customer must pay Company all costs associated with the acquisition and installation of the meter.

<b>RATE SCHEDULE:</b>	<b>T – TRANSPORTATION</b>	
<b>APPLICABLE TO:</b>	<b>ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF</b>	
<b>EFFECTIVE DATE:</b>	<b>Bills Rendered on or after 12/01/2021</b>	<b>PAGE:</b>

**Application**

Applicable, in the event that Company has entered into a Transportation Agreement, to a customer directly connected to the Atmos Energy Corp., Mid-Tex Division Distribution System (Customer) for the transportation of all natural gas supplied by Customer or Customer's agent at one Point of Delivery for use in Customer's facility.

**Type of Service**

Where service of the type desired by Customer is not already available at the Point of Delivery, additional charges and special contract arrangements between Company and Customer may be required prior to service being furnished.

**Monthly Rate**

Customer's bill will be calculated by adding the following Customer and MMBtu charges to the amounts and quantities due under the riders listed below:

<b>Charge</b>	<b>Amount</b>
Customer Charge per Meter	\$ 1,054.75 per month
First 0 MMBtu to 1,500 MMBtu	\$ 0.4330 per MMBtu
Next 3,500 MMBtu	\$ 0.3171 per MMBtu
All MMBtu over 5,000 MMBtu	\$ 0.0680 per MMBtu

Upstream Transportation Cost Recovery: Plus an amount for upstream transportation costs in accordance with Part (b) of Rider GCR.

Retention Adjustment: Plus a quantity of gas as calculated in accordance with Rider RA.

Franchise Fee Adjustment: Plus an amount for franchise fees calculated in accordance with Rider FF. Rider FF is only applicable to customers inside the corporate limits of any incorporated municipality.

Tax Adjustment: Plus an amount for tax calculated in accordance with Rider TAX.

Surcharges: Plus an amount for surcharges calculated in accordance with the applicable rider(s).

**Imbalance Fees**

All fees charged to Customer under this Rate Schedule will be charged based on the quantities determined under the applicable Transportation Agreement and quantities will not be aggregated for any Customer with multiple Transportation Agreements for the purposes of such fees.

**Monthly Imbalance Fees**

Customer shall pay Company the greater of (i) \$0.10 per MMBtu, or (ii) 150% of the difference per MMBtu between the highest and lowest "midpoint" price for the Katy point listed in *Platts Gas Daily* in the table entitled "Daily Price Survey" during such month, for the MMBtu of Customer's monthly Cumulative Imbalance, as defined in the applicable Transportation Agreement, at the end of each month that exceeds 10% of Customer's receipt quantities for the month.

<b>RATE SCHEDULE:</b>	<b>T – TRANSPORTATION</b>	
<b>APPLICABLE TO:</b>	<b>ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF</b>	
<b>EFFECTIVE DATE:</b>	<b>Bills Rendered on or after 12/01/2021</b>	<b>PAGE:</b>

**Curtailment Overpull Fee**

Upon notification by Company of an event of curtailment or interruption of Customer's deliveries, Customer will, for each MMBtu delivered in excess of the stated level of curtailment or interruption, pay Company 200% of the midpoint price for the Katy point listed in *Platts Gas Daily* published for the applicable Gas Day in the table entitled "Daily Price Survey."

**Replacement Index**

In the event the "midpoint" or "common" price for the Katy point listed in *Platts Gas Daily* in the table entitled "Daily Price Survey" is no longer published, Company will calculate the applicable imbalance fees utilizing a daily price index recognized as authoritative by the natural gas industry and most closely approximating the applicable index.

**Agreement**

A transportation agreement is required.

**Notice**

Service hereunder and the rates for services provided are subject to the orders of regulatory bodies having jurisdiction and to the Company's Tariff for Gas Service.

**Special Conditions**

In order to receive service under Rate T, customer must have the type of meter required by Company. Customer must pay Company all costs associated with the acquisition and installation of the meter.

**MID-TEX DIVISION  
ATMOS ENERGY CORPORATION**

<b>RIDER:</b>	<b>WNA – WEATHER NORMALIZATION ADJUSTMENT</b>	
<b>APPLICABLE TO:</b>	<b>ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF</b>	
<b>EFFECTIVE DATE:</b>	<b>Bills Rendered on or after 12/01/2021</b>	<b>PAGE:</b>

Provisions for Adjustment

The Commodity Charge per Ccf (100 cubic feet) for gas service set forth in any Rate Schedules utilized by the cities of the Mid-Tex Division service area for determining normalized winter period revenues shall be adjusted by an amount hereinafter described, which amount is referred to as the "Weather Normalization Adjustment." The Weather Normalization Adjustment shall apply to all temperature sensitive residential and commercial bills based on meters read during the revenue months of November through April. The five regional weather stations are Abilene, Austin, Dallas, Waco, and Wichita Falls.

Computation of Weather Normalization Adjustment

The Weather Normalization Adjustment Factor shall be computed to the nearest one-hundredth cent per Ccf by the following formula:

$$WNAF_i = R_i \frac{(HSF_i \times (NDD-ADD))}{(BL_i + (HSF_i \times ADD))}$$

Where

- $i$  = any particular Rate Schedule or billing classification within any such particular Rate Schedule that contains more than one billing classification
- $WNAF_i$  = Weather Normalization Adjustment Factor for the  $i^{th}$  rate schedule or classification expressed in cents per Ccf
- $R_i$  = Commodity Charge rate of temperature sensitive sales for the  $i^{th}$  schedule or classification.
- $HSF_i$  = heat sensitive factor for the  $i^{th}$  schedule or classification divided by the average bill count in that class
- $NDD$  = billing cycle normal heating degree days calculated as the simple ten-year average of actual heating degree days.
- $ADD$  = billing cycle actual heating degree days.
- $BL_i$  = base load sales for the  $i^{th}$  schedule or classification divided by the average bill count in that class

The Weather Normalization Adjustment for the  $j$ th customer in  $i$ th rate schedule is computed as:

$$WNA_j = WNAF_i \times q_{ij}$$

Where  $q_{ij}$  is the relevant sales quantity for the  $j$ th customer in  $i$ th rate schedule.

**MID-TEX DIVISION  
ATMOS ENERGY CORPORATION**

<b>RIDER:</b>	<b>WNA – WEATHER NORMALIZATION ADJUSTMENT</b>	
<b>APPLICABLE TO:</b>	<b>ALL CUSTOMERS IN THE MID-TEX DIVISION UNDER THE RRM TARIFF</b>	
<b>EFFECTIVE DATE:</b>	<b>Bills Rendered on or after 12/01/2021</b>	<b>PAGE:</b>

Base Use/Heat Use Factors

Weather Station	<u>Residential</u>		<u>Commercial</u>	
	Base use <u>Ccf</u>	Heat use <u>Ccf/HDD</u>	Base use <u>Ccf</u>	Heat use <u>Ccf/HDD</u>
Abilene	11.88	0.1459	85.39	0.6996
Austin	10.34	0.1452	194.82	0.9398
Dallas	15.21	0.1915	148.19	1.0986
Waco	10.63	0.1373	130.39	0.7436
Wichita Falls	12.63	0.1398	109.17	0.5803

Weather Normalization Adjustment (WNA) Report

On or before June 1 of each year, the company posts on its website at [atmosenergy.com/mtx-wna](http://atmosenergy.com/mtx-wna), in Excel format, a *Weather Normalization Adjustment (WNA) Report* to show how the company calculated its WNAs factor during the preceding winter season. Additionally, on or before June 1 of each year, the company files one hard copy and an Excel version of the *WNA Report* with the Railroad Commission of Texas' Gas Services Division, addressed to the Director of that Division.

**Exhibit B**  
**to 2021 RRM Resolution or Ordinance**

**Mid-Tex**  
**2021 Benchmark for Pensions**  
**and Retiree Benefits**

**ATMOS ENERGY CORP., MID-TEX DIVISION  
PENSIONS AND RETIREE MEDICAL BENEFITS FOR CITIES APPROVAL  
TEST YEAR ENDING DECEMBER 31, 2020**

Line No.	Description	Shared Services		Mid-Tex Direct			Adjustment Total
		Pension Account Plan	Post-Employment Benefit Plan	Pension Account Plan	Supplemental Executive Benefit Plan	Post-Employment Benefit Plan	
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	Proposed Benefits Benchmark - Fiscal Year 2021 Willis Towers Watson Report as adjusted (1) (2) (3)	\$ 2,917,949	\$ 4,908,358	\$ 5,447,063	\$ 293,818	\$ 6,600,073	
2	Allocation to Mid-Tex	43.68%	43.68%	76.11%	100.00%	76.11%	
3	Proposed Benefits Benchmark Costs Allocated to Mid-Tex (Ln 1 x Ln 2)	\$ 1,274,655	\$ 2,144,130	\$ 4,145,546	\$ 293,818	\$ 5,023,057	
4	O&M and Capital Allocation Factor	100.00%	100.00%	100.00%	100.00%	100.00%	
5	Proposed Benefits Benchmark Costs to Approve (Ln 3 x Ln 4) (3)	\$ 1,274,655	\$ 2,144,130	\$ 4,145,546	\$ 293,818	\$ 5,023,057	\$ 12,881,205
6							
7							
8	Summary of Costs to Approve (1):						
9							
10	O&M Expense Factor (WP_F-2.3, Ln 2)	75.07%	75.07%	38.66%	11.00%	38.66%	
11							
12							
13	Total Pension Account Plan	\$ 956,873		\$ 1,602,484			\$ 2,559,357
14	Total Post-Employment Benefit Plan		\$ 1,609,582			\$ 1,941,691	3,551,272
15	Total Supplemental Executive Benefit Plan				\$ 32,322		32,322
16	Total (Ln 13 + Ln 14 + Ln 15)	\$ 956,873	\$ 1,609,582	\$ 1,602,484	\$ 32,322	\$ 1,941,691	\$ 6,142,952

17

18 Notes:

- 19 1. Studies not applicable to Mid-Tex or Shared Services are omitted.
- 20 2. Mid-Tex is proposing that the Fiscal Year 2021 Willis Towers Watson actuarial amounts shown on WP\_F-2.3 and WP\_F-2.3.1, be approved by the RRM Cities as the
- 21 benchmark amounts to be used to calculate the regulatory asset or liability for future periods. The benchmark amount approved by the RRM Cities for future periods
- 22 includes only the expense amount. The amount attributable to capital is recorded to utility plant through the overhead process as described in the CAM.
- 23 3. SSU amounts exclude cost centers which do not allocate to Mid-Tex for rate making purposes.

**Exhibit C**  
**to 2021 RRM Resolution or Ordinance**

**Mid-Tex 2021 Schedule for**  
**Amortization for Regulatory Liability**



July 21, 2021

## **MODEL STAFF REPORT FOR RESOLUTION OR ORDINANCE**

### **BACKGROUND AND SUMMARY**

The City, along with 171 other Mid-Texas cities served by Atmos Energy Corporation, Mid-Tex Division (“Atmos Mid-Tex” or “Company”), is a member of the Atmos Cities Steering Committee (“ACSC”). In 2007, ACSC and Atmos Mid-Tex settled a rate application filed by the Company pursuant to Section 104.301 of the Texas Utilities Code for an interim rate adjustment commonly referred to as a GRIP filing (arising out of the Gas Reliability Infrastructure Program legislation). That settlement created a substitute rate review process, referred to as Rate Review Mechanism (“RRM”), as a substitute for future filings under the GRIP statute.

Since 2007, there have been several modifications to the original RRM Tariff. The most recent iteration of an RRM Tariff was reflected in an ordinance adopted by ACSC members in 2018. On or about April 1, 2021, the Company filed a rate request pursuant to the RRM Tariff adopted by ACSC members. The Company claimed that its cost-of-service in a test year ending December 31, 2020, entitled it to additional system-wide revenues of \$43.4 million.

Application of the standards set forth in ACSC’s RRM Tariff reduces the Company’s request to \$40.5 million, \$29.3 million of which would be applicable to ACSC members. ACSC’s consultants concluded that the system-wide deficiency under the RRM regime should be \$22.34 million instead of the claimed \$40.5 million. The amount of the \$22.34 million deficiency applicable to ACSC members would be \$16.8 million.

After the Company reviewed ACSC’s consultants’ report, ACSC’s Executive Committee and the Company negotiated a settlement whereby the Company would receive an increase of \$22.78 million from ACSC Cities, but with a two-month delay in the Effective Date until December 1, 2021. This should save ACSC cities approximately \$3.8 million.

The Executive Committee recommends a settlement at \$22.78 million. The Effective Date for new rates is December 1, 2021. ACSC members should take action approving the Resolution before October 1, 2021.

### **PROOF OF REVENUES**

Atmos generated proof that the rate tariffs attached to the Resolution will generate \$22.78 million in additional revenues from ACSC Cities. That proof is attached as Attachment 1 to this Staff Report. ACSC consultants have agreed that Atmos' Proof of Revenues is accurate.

### **BILL IMPACT**

The impact of the settlement on average residential rates is an increase of \$1.28 on a monthly basis, or 2.2 percent. The increase for average commercial usage will be \$4.03 or 1.61 percent. A bill impact comparison is attached as Attachment 2.

### **SUMMARY OF ACSC'S OBJECTION TO THE UTILITIES CODE SECTION 104.301 GRIP PROCESS**

ACSC strongly opposed the GRIP process because it constitutes piecemeal ratemaking by ignoring declining expenses and increasing revenues while rewarding the Company for increasing capital investment on an annual basis. The GRIP process does not allow any review of the reasonableness of capital investment and does not allow cities to participate in the Railroad Commission's review of annual GRIP filings or allow recovery of Cities' rate case expenses. The Railroad Commission undertakes a mere administrative review of GRIP filings (instead of a full hearing) and rate increases go into effect without any material adjustments. In ACSC's view, the GRIP process unfairly raises customers' rates without any regulatory oversight. In contrast, the RRM process has allowed for a more comprehensive rate review and annual evaluation of expenses and revenues, as well as capital investment.

### **RRM SAVINGS OVER GRIP**

While residents outside municipal limits must pay rates governed by GRIP, there are some cities served by Atmos Mid-Tex that chose to remain under GRIP rather than adopt RRM. Additionally, the City of Dallas adopted a variation of RRM which is referred to as DARR. When new rates become effective on December 1, 2021, ACSC residents will maintain an economic monthly advantage over GRIP and DARR rates. See Attachment 3.

**EXPLANATION OF “BE IT RESOLVED” PARAGRAPHS:**

1. This section approves all findings in the Resolution.
2. This section adopts the RRM rate tariffs and finds the adoption of the new rates to be just, reasonable, and in the public interest.
3. This section makes it clear that Cities may challenge future costs associated with gas leaks like the explosion in North Dallas or the evacuation in Georgetown.
4. This section finds that existing rates are unreasonable. Such finding is a necessary predicate to establishment of new rates. The new tariffs will permit Atmos Mid-Tex to recover an additional \$22.78 million from ACSC Cities.
5. This section approves an exhibit that establishes a benchmark for pensions and retiree medical benefits to be used in future rate cases or RRM filings.
6. This section approves an exhibit to be used in future rate cases or RRM filings regarding recovery of regulatory liabilities, such as excess deferred income taxes.
7. This section requires the Company to reimburse the City for expenses associated with review of the RRM filing, settlement discussions, and adoption of the Resolution approving new rate tariffs.
8. This section repeals any resolution or ordinance that is inconsistent with the Resolution.
9. This section finds that the meeting was conducted in compliance with the Texas Open Meetings Act, Texas Government Code, Chapter 551.

10. This section is a savings clause, which provides that if any section is later found to be unconstitutional or invalid, that finding shall not affect, impair, or invalidate the remaining provisions of this Resolution. This section further directs that the remaining provisions of the Resolution are to be interpreted as if the offending section or clause never existed.
11. This section provides for an effective date upon passage. December 1, 2021 represents a two month delay in the Effective Date established by the RRM tariff.
12. This section directs that a copy of the signed Resolution be sent to a representative of the Company and legal counsel for ACSC.

## **CONCLUSION**

The Legislature's GRIP process allowed gas utilities to receive annual rate increases associated with capital investments. The RRM process has proven to result in a more efficient and less costly (both from a consumer rate impact perspective and from a ratemaking perspective) than the GRIP process. Given Atmos Mid-Tex's claim that its historic cost of service should entitle it to recover \$43.4 million in additional system-wide revenues, the RRM settlement at \$22.78 million for ACSC Cities reflects substantial savings to ACSC Cities. Settlement at \$22.78 million (plus \$3.8 of additional savings due to the two-month delay) is fair and reasonable. The ACSC Executive Committee consisting of city employees of 18 ACSC members urges all ACSC members to pass the Resolution before October 1, 2021. New rates become effective December 1, 2021.

**Attachment 1 to  
Model Staff Report**

**2021 RRM**

**Proof of Revenues**

**ATMOS ENERGY CORP., MID-TEX DIVISION  
RRM CITIES RATE REVIEW MECHANISM  
PROOF OF REVENUES - RRM CITIES  
TEST YEAR ENDING DECEMBER 31, 2020**

Line No.	Customer Class (a)	Current (b)	Proposed (c)	Bills (d)	Ccf/MmBtu (e)	Current Revenues (f)	Proposed Revenues (g)	Increase (h)
1	<b>Residential</b>							
2	Customer Charge	\$ 20.25	\$ 20.85	13,861,632		\$ 280,698,048	\$ 289,015,027	\$ 8,316,979
3	Consumption Charge	0.26651	0.27979		627,298,034	167,181,199	175,511,717	\$ 8,330,518
4	Revenue Related Taxes					30,398,805	31,528,717	
5	Total Class Revenue					<u>\$ 478,278,052</u>	<u>\$ 496,055,461</u>	<u>\$ 17,777,409</u>
6								
7	<b>Commercial</b>							
8	Customer Charge	\$ 54.50	\$ 56.50	1,094,352		\$ 59,642,184	\$ 61,830,888	\$ 2,188,704
9	Consumption Charge	0.11728	0.12263		363,850,875	42,672,431	44,619,033	\$ 1,946,602
10	Revenue Related Taxes					6,944,376	7,225,051	
11	Total Class Revenue					<u>\$ 109,258,991</u>	<u>\$ 113,674,972</u>	<u>\$ 4,415,981</u>
12								
13	<b>Industrial &amp; Transportation</b>							
14	Customer Charge	\$ 1,014.50	\$ 1,054.75	7,056		\$ 7,158,312	\$ 7,442,316	\$ 284,004
15	Consumption Charge Tier 1	\$ 0.4157	\$ 0.4330		7,479,741	3,109,328	3,238,728	\$ 129,400
16	Consumption Charge Tier 2	\$ 0.3044	\$ 0.3171		8,282,846	2,521,298	2,626,490	\$ 105,192
17	Consumption Charge Tier 3	\$ 0.0653	\$ 0.0680		13,018,926	850,136	885,287	\$ 35,151
18	Revenue Related Taxes					925,722	963,306	
19	Total Class Revenue					<u>\$ 14,564,796</u>	<u>\$ 15,156,127</u>	<u>\$ 591,331</u>
20								
21	<b>Total Excluding Other Revenue</b>					<u>\$ 602,101,840</u>	<u>\$ 624,886,561</u>	<u>\$ 22,784,721</u>
22								
23								
24	<b>Revenue Related Tax Factor</b>	6.7873%						

**Attachment 2  
to 2021 RRM Staff Report**

**Bill Impact**

**ATMOS ENERGY CORP., MID-TEX DIVISION  
AVERAGE BILL COMPARISON - BASE RATES  
TEST YEAR ENDING DECEMBER 31, 2020**

Line No.						<u>Current</u>	<u>Proposed</u>	<u>Change</u>
1	<b>Rate R @ 45.2 Ccf</b>							
2	Customer charge					\$ 20.25		
3	Consumption charge	45.2	CCF	X \$ 0.26651	=	12.05		
4	Rider GCR Part A	45.2	CCF	X \$ 0.16000	=	7.23		
5	Rider GCR Part B	45.2	CCF	X \$ 0.33320	=	15.06		
6	Subtotal					<u>\$ 54.59</u>		
7	Rider FF & Rider TAX		\$ 54.59	X 0.06787	=	3.71		
8	Total					<u>\$ 58.30</u>		
9								
10	Customer charge						\$ 20.85	
11	Consumption charge	45.2	CCF	X \$ 0.27979	=	12.65		
12	Rider GCR Part A	45.2	CCF	X \$ 0.16000	=	7.23		
13	Rider GCR Part B	45.2	CCF	X \$ 0.33320	=	15.06		
14	Subtotal					<u>\$ 55.79</u>		
15	Rider FF & Rider TAX		\$ 55.79	X 0.06787	=	3.79		
16	Total					<u>\$ 59.58</u>	\$ 1.28	
17							2.20%	
18								
19	<b>Rate C @ 332.5 Ccf</b>							
20	Customer charge					\$ 54.50		
21	Consumption charge	332.5	CCF	X \$ 0.11728	=	38.99		
22	Rider GCR Part A	332.5	CCF	X \$ 0.16000	=	53.20		
23	Rider GCR Part B	332.5	CCF	X \$ 0.26321	=	87.51		
24	Subtotal					<u>\$ 234.20</u>		
25	Rider FF & Rider TAX		\$ 234.20	X 0.06787	=	15.90		
26	Total					<u>\$ 250.10</u>		
27								
28	Customer charge						\$ 56.50	
29	Consumption charge	332.5	CCF	X \$ 0.12263	=	40.77		
30	Rider GCR Part A	332.5	CCF	X \$ 0.16000	=	53.20		
31	Rider GCR Part B	332.5	CCF	X \$ 0.26321	=	87.51		
32	Subtotal					<u>\$ 237.98</u>		
33	Rider FF & Rider TAX		\$ 237.98	X 0.06787	=	16.15		
34	Total					<u>\$ 254.13</u>	\$ 4.03	
35							1.61%	

					<u>Current</u>	<u>Proposed</u>	<u>Change</u>
36	<b>Rate I @ 4079 MMBTU</b>						
37	Customer charge				\$ 1,014.50		
38	Consumption charge	1,500	MMBTU	X \$ 0.4157 =	623.55		
39	Consumption charge	2,579	MMBTU	X \$ 0.3044 =	785.05		
40	Consumption charge	0	MMBTU	X \$ 0.0653 =	-		
41	Rider GCR Part A	4,079	MMBTU	X \$ 1.5625 =	6,373.46		
42	Rider GCR Part B	4,079	MMBTU	X \$ 0.5380 =	2,194.58		
43	Subtotal				<u>\$ 10,991.14</u>		
44	Rider FF & Rider TAX		\$ 10,991.14	X 0.06787 =	746.00		
45	Total				<u><u>\$ 11,737.14</u></u>		
46							
47	Customer charge					\$ 1,054.75	
48	Consumption charge	1,500	MMBTU	X \$ 0.4330 =		649.50	
49	Consumption charge	2,579	MMBTU	X \$ 0.3171 =		817.80	
50	Consumption charge	0	MMBTU	X \$ 0.0680 =		-	
51	Rider GCR Part A	4,079	MMBTU	X \$ 1.5625 =		6,373.46	
52	Rider GCR Part B	4,079	MMBTU	X \$ 0.5380 =		2,194.58	
53	Subtotal					<u>\$ 11,090.09</u>	
54	Rider FF & Rider TAX		\$ 11,090.09	X 0.06787 =		752.72	
55	Total					<u><u>\$ 11,842.81</u></u>	\$ 105.67
56							0.90%
57	<b>Rate T @ 4079 MMBTU</b>						
58	Customer charge				\$ 1,014.50		
59	Consumption charge	1,500	MMBTU	X \$ 0.4157 =	623.55		
60	Consumption charge	2,579	MMBTU	X \$ 0.3044 =	785.05		
61	Consumption charge	0	MMBTU	X \$ 0.0653 =	-		
62	Rider GCR Part B	4,079	MMBTU	X \$ 0.5380 =	2,194.58		
63	Subtotal				<u>\$ 4,617.68</u>		
64	Rider FF & Rider TAX		\$ 4,617.68	X 0.06787 =	313.41		
65	Total				<u><u>\$ 4,931.09</u></u>		
66							
67	Customer charge					\$ 1,054.75	
68	Consumption charge	1,500	MMBTU	X \$ 0.4330 =		649.50	
69	Consumption charge	2,579	MMBTU	X \$ 0.3171 =		817.80	
70	Consumption charge	0	MMBTU	X \$ 0.0680 =		-	
71	Rider GCR Part B	4,079	MMBTU	X \$ 0.5380 =		2,194.58	
72	Subtotal					<u>\$ 4,716.63</u>	
73	Rider FF & Rider TAX		\$ 4,716.63	X 0.06787 =		320.13	
74	Total					<u><u>\$ 5,036.76</u></u>	\$ 105.67
75							2.14%

**Attachment 3  
to 2021 RRM Staff Report**

**RRM Monthly Savings Over GRIP and DARR Rates**

**ATMOS ENERGY CORP., MID-TEX DIVISION  
RESIDENTIAL AVERAGE BILL COMPARISON  
(EXCLUDING GAS COSTS)**

	<b>ACSC Settled</b>	<b>DARR Settled</b>	<b>ATM Filing</b>	<b>ENVIRONS Filing</b>
Customer Charge	\$20.85	\$23.80	\$27.68	\$25.90
Monthly Ccf [1]	45.2	52.7	45.2	45.2
Consumption Charge	\$0.27979	\$0.19526	\$0.14846	\$0.18653
Average Monthly Bill	\$33.50	\$34.09	\$34.39	\$34.33
		-\$0.60	-\$0.89	-\$0.83

[1] Recognizes that average normal usage for Dallas residential customers is greater than Mid-Tex average.

## ***Regular Session Agenda Item: 3***

**Meeting Date:** August 16, 2021

### **ITEM DESCRIPTION:**

Receive presentation concerning Seagofest and Some Run 5k for A-T.

### **BACKGROUND OF ISSUE:**

30<sup>th</sup> Annual Seagofest to include Parade, Live Concerts, Carnival, Vendors, Some Run 5K for A-T, Annual Car Show, Carter Blood Drive, Corn Hole Tournament, El Trigo Ballet and more.

Some Run 5K for A-T will be new to the event this year. Many local businesses will be utilized, and Hotel/Motels will work with us to provide discounted rates. This event is expected to bring participants from all over the United States to Seagoville.

Our hope is to make this an addition to Seagofest for years to come and grow it larger each year.

### **FINANCIAL IMPACT:**

N/A

### **RECOMMENDATION:**

N/A

### **EXHIBITS:**

Flyer  
Poster

# Join us for the Some Run!

SATURDAY, OCTOBER 2, 2021 ~ SEAGOVILLE, TEXAS

**If you can't RUN, then you can walk.**

**If you can't WALK, then you can shuffle.**

**If you can't SHUFFLE, then roll.**

**If you can't ROLL, then you can volunteer.**

**There is SOMETHing for everyone!**

The first ever Some Run 5k for A-T is happening on October 2nd! EVERYONE is invited.

Choose either our challenging run, enjoyable walk, or scenic shuffle around the pond. Prizes for top 3 5k finishers.

The Some Run benefits the [A-T Children's Project](#). Ataxia-telangiectasia (A-T) is a rare, genetic disease causing a relentless loss of muscle control, immune system problems, and a strikingly high rate of cancer. Some run, some walk, some roll and some shuffle, and together we all make a difference.

Reduced hotel rates available at Best Western Executive Inn at 972-287-9100. Free Star Transit shuttle will provide transportation to the race.

To register

[atcp.org/somerun](http://atcp.org/somerun)

## Contact information

### Event contact

Pamela Digby

### Email

[teamjareddigby@gmail.com](mailto:teamjareddigby@gmail.com)

### Phone

972-286-7273

**SOME shuffle. SOME walk. SOME roll.**

**SOME RUN.**

**ATCP.ORG/SOMERUN**

**10.2.2021**

**SEAGOVILLE, TEXAS**

**REGISTER NOW!**

**TIMED 5K RUN**

**UNTIMED 5K WALK**

**UNTIMED 5K ROLL**

**UNTIMED SHUFFLE**



## ***Regular Session Agenda Item: 4***

**Meeting Date: August 16, 2021**

### **ITEM DESCRIPTION:**

Presentation of City of Seagoville's Fiscal Year 2022 Proposed Budget.

### **BACKGROUND OF ISSUE:**

Gail French, Director of Finance presents the City's Proposed Budget for FY 2022.

### **FINANCIAL IMPACT:**

N/A

### **RECOMMENDATION:**

### **EXHIBITS:**

## ***Regular Session Agenda Item: 5***

**Meeting Date: August 16, 2021**

### **ITEM DESCRIPTION:**

Discuss and consider approval of a Resolution of the City of Seagoville, Texas, accepting the 2021 Certified Tax roll of Dallas Central Appraisal District and Kaufman County Appraisal District and providing for an effective date.

### **BACKGROUND OF ISSUE:**

The Dallas Central Appraisal District certifies the appraisal roll for each entity in Dallas County on an annual basis and the Kaufman County Appraisal District certifies the appraisal roll for each entity in Kaufman County on an annual basis.

The City has received the certified appraisal roll from the Dallas Central Appraisal District for year 2021 for the City showing property appraised in the amount of \$914,629,714 and the City has received the certified appraisal roll from Kaufman County Appraisal District for year 2021 for the City showing property appraised in the amount of \$5,019,621.

This information is essential to the calculation of the City's property tax rates for the 2022 budget year.

### **FINANCIAL IMPACT:**

N/A

### **RECOMMENDATION:**

### **EXHIBITS:**

Resolution

**A RESOLUTION OF THE CITY OF SEAGOVILLE, TEXAS**

**RESOLUTION NO. \_\_\_\_\_**

**A RESOLUTION OF THE CITY OF SEAGOVILLE, TEXAS, ACCEPTING THE 2021 CERTIFIED TAX ROLL OF DALLAS CENTRAL APPRAISAL DISTRICT AND KAUFMAN COUNTY APPRAISAL DISTRICT AND PROVIDING FOR AN EFFECTIVE DATE.**

**WHEREAS**, the Dallas Central Appraisal District certifies the appraisal roll for each entity in Dallas County on an annual basis; and

**WHEREAS**, the Kaufman County Appraisal District certifies the appraisal roll for each entity in Kaufman County on an annual basis; and

**WHEREAS**, the City has received the certified appraisal roll from the Dallas Central Appraisal District for year 2021 for the City showing property appraised in the amount of \$914,629,714; and

**WHEREAS**, the City has received the certified appraisal roll from Kaufman County Appraisal District for year 2021 for the City showing property appraised in the amount of \$5,019,621; and

**WHEREAS**, this information is essential to the calculation of the City's property tax rates for the 2022 budget year;

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SEAGOVILLE, TEXAS:**

**SECTION 1.** The above recitals are hereby found to be true and correct and are incorporated herein for all purposes.

**SECTION 2.** The City hereby accepts the 2021 certified appraisal rolls for the City of Seagoville, Texas as calculated by the Dallas Central Appraisal District and the Kaufman County Appraisal District.

**SECTION 3.** This resolution shall take effect immediately from and after its passage, and it is accordingly so resolved.

**READ, CONSIDERED, PASSED AND ADOPTED** by the City Council of the City of Seagoville, Texas, this the 16th day of August, 2021.

APPROVED:

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Dennis K. Childress, Mayor

ATTEST:

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Kandi Jackson, City Secretary

APPROVED AS TO FORM:

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Victoria Thomas, City Attorney  
(081021vwtTM124062)

## ***Regular Session Agenda Item: 6***

**Meeting Date: August 16, 2021**

### **ITEM DESCRIPTION:**

Discuss and consider approving a Resolution of the City Council of the City of Seagoville, Texas, accepting the proposed property tax rate for fiscal year 2021-2022; and providing for the publication as provided by the Texas property tax code.

### **BACKGROUND OF ISSUE:**

The notice of the upcoming tax rate hearing that must be published pursuant to Tax Code section 26.06© and 26.061 requires that the City state the names of all Council members and how each voted on the proposed tax rate, indicating the absences, if any, during the vote on the proposed tax rate. This record vote is thus taken to provide the information that will be needed for the publication of this notice.

For Fiscal Year 2021-2022:

The no-new-revenue tax rate is calculated to be \$0.734674.

The voter-approval tax rate is calculated to be .845933.

The de minimus tax rate is calculated to be \$0.81717.

The proposed tax rate is \$0.788800.

Additionally, in compliance with Tax Code 26.06(e), the Finance Director has posted the calculated no-new-revenue tax rate and voter-approval tax rates, along with certain debt information, on the home page of the City's website in the form prescribed by the State Comptroller. The Finance Director will also, in accordance with Tax Code 26.04(d-1), (d-2), and (d-3), certify on the tax rate calculation forms that the Finance Director has accurately calculated the tax rates and used values from the City's certified appraisal roll in performing the calculations and then submit those forms to the County Assessor-Collectors for each county in which all or a part of the City is located.

### **FINANCIAL IMPACT:**

The proposed tax rate is estimated to generate revenue of \$6,119,484 for the General Fund and \$775,808 for the Debt Service Fund.

### **EXHIBITS:**

Resolution

**A RESOLUTION OF THE CITY OF SEAGOVILLE, TEXAS**  
**RESOLUTION NO. \_\_\_\_\_**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SEAGOVILLE, TEXAS, ACCEPTING THE PROPOSED PROPERTY TAX RATE FOR FISCAL YEAR 2021-2022; AND PROVIDING FOR THE PUBLICATION AS PROVIDED BY THE TEXAS PROPERTY TAX CODE.**

**WHEREAS**, the City of Seagoville has received the calculated no-new-revenue tax rate, the voter-approval tax rate and the de minimis tax rate as presented by the Dallas County Tax Assessor/Collector's Office; and

**WHEREAS**, the Texas Property Tax Code Chapter 26, as heretofore amended, provides the specific procedures in which to consider the proposed tax rate;

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SEAGOVILLE, TEXAS:**

**SECTION 1.** The City Council of the City of Seagoville, Texas, does hereby propose the rate of \$0.788800 per \$100 valuation as the proposed property tax rate for fiscal year 2021-2022.

**SECTION 2.** The City Council of the City of Seagoville, Texas, met in a public meeting on August 16, 2021, and accepted this resolution with a majority vote as follows:

Per the Charter, Section 3.05, Mayor Dennis K. Childress is not entitled to vote as a member City Council on all legislative or any other matter except in order to break a tie vote of the City Council.

Mike Fruin	AYE	NAY	ABSTAIN	ABSENT
Jose Hernandez	AYE	NAY	ABSTAIN	ABSENT
Rick Howard	AYE	NAY	ABSTAIN	ABSENT
Harold Magill	AYE	NAY	ABSTAIN	ABSENT
Jon Epps	AYE	NAY	ABSTAIN	ABSENT

**SECTION 3.** The content and vote taken on this resolution shall be published in the official newspaper of the City as provided by the Texas Property Tax Code.

**DULY PASSED AND APPROVED** by the City Council of the City of Seagoville, Texas, on this the 16th day of August, 2021.

APPROVED:

\_\_\_\_\_  
MAYOR

ATTEST:

\_\_\_\_\_  
CITY SECRETARY

## ***Regular Session Agenda Item: 7***

**Meeting Date: August 16, 2021**

### **ITEM DESCRIPTION:**

Receive presentation on applications from Chamber of Commerce in support of their request for FY 2022 funding for community events from the City's hotel/motel tax.

### **BACKGROUND OF ISSUE:**

The Chamber of Commerce has submitted three (3) grant applications requesting funding amount of \$25,000.00 for the following:

Mayfest / Cinco de Mayo	\$10,500.00
Seagofest	\$10,500.00
4th of July Celebration	\$ 6,000.00

### **FINANCIAL IMPACT:**

\$27,000 payable from hotel/motel taxes

### **RECOMMENDATION:**

N/A

### **EXHIBITS:**

## ***Regular Session Agenda Item: 8***

**Meeting Date: August 16, 2021**

### **ITEM DESCRIPTION:**

Discuss and consider approving an Ordinance of the City of Seagoville, Texas, vacating, abandoning and releasing all right, title, and interest in two (2) fifty foot (50') wide by approximately one hundred thirty foot (130') long rights-of-way situated along Trinity Street, located in Block B, and South Watkins Street, located in Block C, both in the Howard Addition Revised, as depicted in Exhibit "A", attached hereto and incorporated herein, to the abutting property owners of the underlying fee simple title in proportion to their abutting ownership; providing for the furnishing of a certified copy of this Ordinance for recording in the real property records of Dallas County, Texas, as a quit claim deed; and providing for an effective date.

### **BACKGROUND OF ISSUE:**

The rights-of-way on Trinity Street and South Watkins Street no longer serve a public purpose and are of no use to the public of the City of Seagoville.

The abutting property owner desires to develop the area and has requested the abandonment of said rights-of-way as the same are stub out streets not to be extended.

### **FINANCIAL IMPACT:**

NA

### **RECOMMENDATION:**

City Staff recommends approval.

### **EXHIBITS:**

Ordinance (2 Pages)

Exhibit A

**AN ORDINANCE OF THE CITY OF SEAGOVILLE, TEXAS**

**ORDINANCE NO. \_\_\_\_\_**

**AN ORDINANCE OF THE CITY OF SEAGOVILLE, TEXAS, VACATING, ABANDONING AND RELEASING ALL RIGHT, TITLE, AND INTEREST IN TWO (2) FIFTY FOOT (50') WIDE BY APPROXIMATELY ONE HUNDRED THIRTY FOOT (130') LONG RIGHTS-OF-WAY SITUATED ALONG TRINITY STREET, LOCATED IN BLOCK B AND SOUTH WATKINS STREET, LOCATED IN BLOCK C, BOTH IN THE HOWARD ADDITION REVISED, AND AS DEPICTED IN EXHIBIT "A" ATTACHED HERETO AND INCORPORATED HEREIN, TO THE ABUTTING PROPERTY OWNERS OF THE UNDERLYING FEE SIMPLE TITLE IN PROPORTION TO THEIR ABUTTING OWNERSHIP; PROVIDING FOR THE FURNISHING OF A CERTIFIED COPY OF THIS ORDINANCE FOR RECORDING IN THE REAL PROPERTY RECORDS OF DALLAS COUNTY, TEXAS, AS A QUIT CLAIM DEED; AND PROVIDING FOR AN EFFECTIVE DATE.**

**WHEREAS**, the City Council of the City of Seagoville, Texas, has determined that the rights-of-way described herein and depicted in Exhibit A no longer serve a public purpose and is of no use to the public or the City of Seagoville; and

**WHEREAS**, the abutting property owners desires to develop the area and has requested the abandonment of said rights-of-way as the same are stub out streets not to be extended; and

**WHEREAS**, the City Council has determined that the described property should be abandoned, released and quitclaimed to the abutting property owners of the underlying fee simple title in proportion to their abutting ownership.

**NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SEAGOVILLE, TEXAS;**

**SECTION 1.** That the City of Seagoville hereby abandons, releases and quitclaims all right, title, and interest in the two (2) rights-of-way described herein and depicted in Exhibit A, which is attached hereto and incorporated herein for all purposes, the same as if

fully copied herein, in favor of the abutting property owners of the underlying fee simple title in proportion to their abutting ownership.

**SECTION 2.** That the City Secretary is hereby directed to certify a copy of the Ordinance and furnish the same to the property owner, and the recording of this abandonment Ordinance in the Deed Records of Dallas County, Texas, shall serve as a quitclaim deed of the City of Seagoville to the said property owner, of such right, title or interest of the City of Seagoville in and to such rights-of-way described and depicted in Exhibit A, either in fee simple or by easement or otherwise.

**SECTION 3.** That the abandonment provided for herein shall extend only to the public right, title and interest which the City of Seagoville, Texas, may have in and to the surface of said strip of publicly owned land, and shall be construed to extend only to such interests that the governing body of the City of Seagoville, Texas, may legally and lawfully abandon.

**SECTION 4.** That this ordinance shall take effect immediately from and after its passage as the law and charter in such cases provide, and upon recordation.

**DULY PASSED** by the City Council of the City of Seagoville, Texas, on the 16<sup>th</sup> day of August, 2021.

**APPROVED:**

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Dennis K. Childress, Mayor

**ATTEST:**

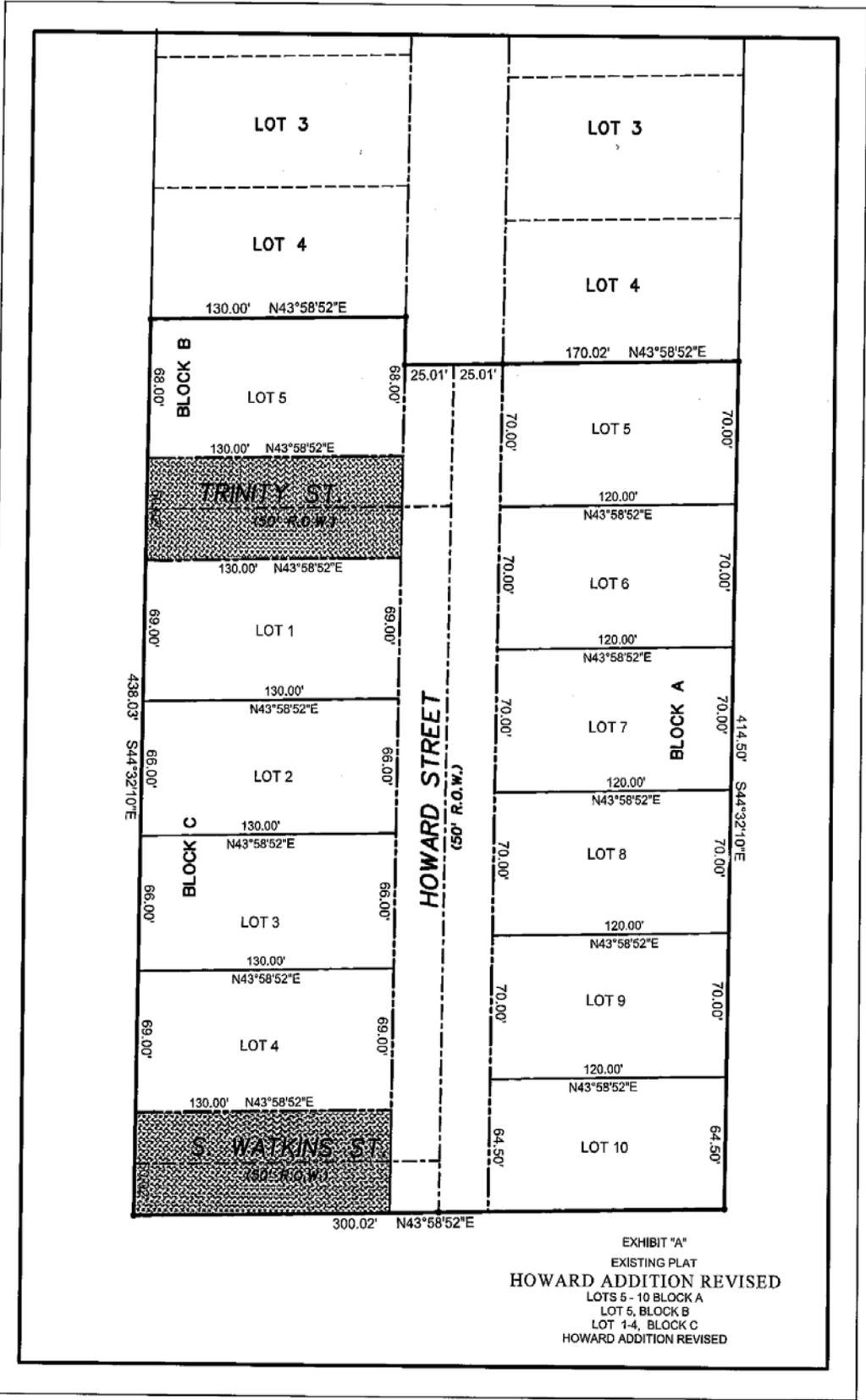
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Kandi Jackson, City Secretary

**APPROVED AS TO FORM:**

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Victoria Thomas, City Attorney  
(:cdb 08/10/2021)



**BLOCK B**

**BLOCK C**

**BLOCK A**

**HOWARD STREET**  
(50' R.O.W.)

**TRINITY ST.**  
(30' R.O.W.)

**S. WATKINS ST.**  
(30' R.O.W.)

LOT 3

LOT 4

130.00' N43°58'52"E

LOT 5

130.00' N43°58'52"E

68.00'

130.00' N43°58'52"E

LOT 1

130.00' N43°58'52"E

LOT 2

130.00' N43°58'52"E

LOT 3

130.00' N43°58'52"E

LOT 4

130.00' N43°58'52"E

LOT 3

LOT 4

170.02' N43°58'52"E

LOT 5

120.00' N43°58'52"E

LOT 6

120.00' N43°58'52"E

LOT 7

120.00' N43°58'52"E

LOT 8

120.00' N43°58'52"E

LOT 9

120.00' N43°58'52"E

LOT 10

300.02' N43°58'52"E

438.03' S44°32'10"E

414.50' S44°32'10"E

EXHIBIT "A"  
EXISTING PLAT  
**HOWARD ADDITION REVISED**  
LOTS 5 - 10 BLOCK A  
LOT 5, BLOCK B  
LOT 1-4, BLOCK C  
HOWARD ADDITION REVISED

## ***Regular Session Agenda Item: 9***

**Meeting Date: August 16, 2021**

### **ITEM DESCRIPTION:**

Discuss and consider approving a Resolution of the City of Seagoville, Texas, awarding bids for employee medical and dental benefits for fiscal year 2021-2022 to Blue Cross Blue Shield of Texas for medical benefits in the amount of \$842.50 per month per full time employee and to Mutual of Omaha for dental benefits in the amount of \$22.60 per month per full time employee; authorizing the City Manager to execute any and all documents necessary; and providing an effective date.

### **BACKGROUND OF ISSUE:**

Blue Cross Blue Shield of Texas (“BCBS”) has been the City’s carrier for medical/health benefits for the past several years as well as the dental insurance, life insurance, accidental death and dismemberment (AD&D) and long-term disability. Upon receiving notice from BCBS that the City would be receiving a 32.6% increase in the medical rates and 5% increase in the dental rates, which are both paid by the City for the employee only, the City went out for sealed bids for medical and dental coverage.

On August 6, 2021, sealed bids were opened and read. Attached is a true and correct copy of the bid tabulation sheet for the medical and dental bids. After a review of the bids received, the medical was still a concern with BCBS’s increase being out lowest bid. Our broker from OneDigital recommended that we to continue negotiations with BCBS for lower medical rates. We reached out to our City Attorney to ensure this procedure would be acceptable and after receiving a response, we continued negotiations. Rates were lowered from a 32.6% increase to a 26% increase as reflected on the rate sheet attached. However, BCBS has also offered us a \$10,000 wellness credit for renewing all coverages, excluding dental, which will lower the increase to 24.83%.

With regard to the dental coverage, as stated above, BCBS increased the rates 5%. Again, they have offered another \$10,000 wellness credit if we renew the dental. However, that would only be an approximate 1% additional savings and the lowest bidder was Mutual of Omaha for a plan better than the one currently in place and at a savings of approximately 28.64%.

Based on the foregoing, staff recommends awarding bids for employee benefits for fiscal year 2021-2022 to Blue Cross Blue Shield of Texas for medical benefits, as revised, and to Mutual of Omaha for dental benefits, effective October 1, 2021.

### **FINANCIAL IMPACT:**

Budgeted item

### **EXHIBITS**

Resolution with Exhibits A and B attached  
Bid Tabulation Form – Medical  
Bid Tabulation Form – Dental

**THE CITY OF SEAGOVILLE, TEXAS**

**RESOLUTION NO. \_\_-R-2021**

**A RESOLUTION OF THE CITY OF SEAGOVILLE, TEXAS, AWARDING BIDS FOR EMPLOYEE MEDICAL AND DENTAL BENEFITS FOR FISCAL YEAR 2021-2022 TO BLUE CROSS BLUE SHIELD OF TEXAS FOR MEDICAL BENEFITS IN THE AMOUNT OF \$842.50 PER MONTH PER FULL TIME EMPLOYEE AND TO MUTUAL OF OMAHA FOR DENTAL BENEFITS IN THE AMOUNT OF \$22.60 PER MONTH PER FULL TIME EMPLOYEE; AUTHORIZING THE CITY MANAGER TO EXECUTE ANY AND ALL DOCUMENTS NECESSARY; AND PROVIDING AN EFFECTIVE DATE.**

**WHEREAS**, the City of Seagoville ("City") accepted sealed bids for employee medical and dental benefits; and

**WHEREAS**, a total of three (3) bids were received for medical and nine (9) bids were received for dental; and

**WHEREAS**, along with staff, Brad McEowen of OneDigital, the City's Insurance Broker, opened and reviewed the bids; and

**WHEREAS**, Blue Cross Blue Shield of Texas (BCBS) submitted the lowest rate for medical and Mutual of Omaha submitted the lowest rate for dental; and

**WHEREAS**, being the City's current carrier, negotiations continued with BCBS to determine if the proposed increase could be lessened; and

**WHEREAS**, renegotiations resulted in the City receiving a revised rate and a wellness credit which reduced the increase to a 24.83% increase, reducing the rate to the amount provided herein; and

**WHEREAS**, after review, the City Council finds it is in the best interest of the City to award the bid to BCBS for medical coverage and award the bid to Mutual of Omaha for dental coverage.

**NOW THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF SEAGOVILLE, TEXAS:**

**Section 1.** The City Council hereby awards the bid for employee medical and dental benefits for Fiscal Year 2021-2022 to Blue Cross Blue Shield of Texas for medical benefits in the amount of Eight Hundred Forty-Two Dollars and fifty cents (\$842.50) per month per full time employee and to Mutual of Omaha for dental benefits in the amount of Twenty-Two Dollars and sixty cents (\$22.60) per month per full time employee as set forth in Exhibits A and B, respectively,

which are attached hereto and incorporated herein, and the City Manager is hereby authorized to execute any and all documents necessary to complete the project.

**Section 2.** All resolutions of the City of Seagoville heretofore adopted which are in conflict with the provisions of the resolution be, and the same are hereby repealed, and all resolutions of the City of Seagoville not in conflict with the provisions hereof shall remain in full force and effect.

**Section 3.** If any article, paragraph, subdivision, clause or provision of this resolution, as hereby amended, be adjudged invalid or held unconstitutional for any reason, such judgment or holding shall not affect the validity of this resolution as a whole or any part or provision thereof, as amended hereby, other than the part so declared to be invalid or unconstitutional.

**Section 4.** This resolution shall take effect immediately from and after its passage and it is accordingly so resolved.

**PASSED AND APPROVED** by the City Council of the City of Seagoville, Texas this 16<sup>th</sup> day of August, 2021.

**APPROVED:**

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Dennis K. Childress, Mayor

ATTEST:

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Kandi Jackson, City Secretary

APPROVED AS TO FORM:

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Victoria Thomas, City Attorney  
(:cdb 08.13.2021)

EXHIBIT "A"



**BlueCross BlueShield  
of Texas**

**Texas Mid Market Business  
Dual Option PPO Renewal**

Group Name: CITY OF SEAGOVILLE  
Group Number: 000153614

Renewal Effective: 10/01/2021  
Total Group Contracts: 96  
Total Contracts: 96  
Total Members: 113

Reg/Dist/Terr: 001 / 001 / 162

**Sales Presentation**

**Current Plan Rates**

	EO	EC	ES	EF	Total
<b>MM23</b>	\$ 675.95	\$ 1,216.71	\$ 1,554.67	\$ 2,095.46	\$ 58,672.46
<small>\$25 Office Copay, \$50 UC Copay, \$2500/\$7500 Ded (Ind/Fam), 70%/50% Coin (Net/Out), \$5500/\$10200 Med OPX (Ind/Fam), \$1000/\$3000 RX OPX (Ind/Fam), PDP \$20/\$40/\$80</small>					
Contract Enrollment	85	1	0	0	
<b>MM32</b>	\$ 583.26	\$ 1,049.89	\$ 1,341.50	\$ 1,808.13	\$ 11,665.34
<small>\$40 Office Copay, \$65 UC Copay, \$5000/\$10000 Ded (Ind/Fam), 70%/50% Coin (Net/Out), \$5600/\$10200 Med OPX (Ind/Fam), \$1000/\$3000 RX OPX (Ind/Fam), PDP \$20/\$40/\$80</small>					
Contract Enrollment	3	3	1	3	
<b>Total Monthly Health Cost</b>					<b>\$ 70,337.80</b>

**Renewing Plan Rates**

	EO	EC	ES	EF	Total*
<b>MM23</b>	\$ 842.50	\$ 1,516.49	\$ 1,937.72	\$ 2,611.76	\$ 73,128.66
<small>\$25 Office Copay, \$50 UC Copay, \$2500/\$7500 Ded (Ind/Fam), 70%/50% Coin (Net/Out), \$5500/\$10200 Med OPX (Ind/Fam), \$1000/\$3000 RX OPX (Ind/Fam), PDP \$20/\$40/\$80</small>					
				Plan Rate Change	24.6%
<b>MM32</b>	\$ 774.57	\$ 1,394.26	\$ 1,781.52	\$ 2,401.21	\$ 15,491.66
<small>\$40 Office Copay, \$65 UC Copay, \$5000/\$10000 Ded (Ind/Fam), 70%/50% Coin (Net/Out), \$5600/\$10200 Med OPX (Ind/Fam), \$1000/\$3000 RX OPX (Ind/Fam), PDP \$20/\$40/\$80</small>					
				Plan Rate Change	32.8%
<b>Total Monthly Health Cost</b>					<b>\$ 88,620.31</b>
<b>Total Rate Change</b>					<b>26.0%</b>

Note: This rate change percentage is based on total monthly premium. Each tier's rate change may vary from the total change percentage. The above rates are projected to be effective for the 12-month period beginning on the effective date of group coverage and are contingent upon the provisions shown below. Final rates may vary based on actual enrollment results.

1. Enrollment of 98 or at least 75% of the eligible employees; with a sustained monthly enrollment of at least 75%
2. The employer contributing at least 50% of the Employee Only cost.
3. Rates do not include any future mandated benefit changes.
4. This quote assumes BCBSTX will be the only carrier providing coverage to the employer group's employees. BCBSTX reserves the right to change premium rates if BCBSTX is not the exclusive carrier. Groups must promptly notify BCBSTX if BCBSTX will not be the exclusive carrier.
5. Standard BCBSTX Managed Care programs with standard membership, eligibility, administration, claims processing and standard network. Standard Master Contract provisions and definitions apply. Any costs associated with special services or custom materials provided by BCBSTX will be supplemental billed separate and apart from the rates outlined on this confirmation page.
6. Annual open enrollment.
7. This proposal assumes the group contract will be issued in Texas. In addition to the benefits stated herein, benefits for covered persons who reside outside of Texas will conform to all Extraterritorial requirements of those states.
8. Insurance regulations require carriers to determine whether an employer is subject to Chapter 26, Texas Insurance Code.
9. This proposal is made on the condition you are not a Small Employer as defined in Chapter 26. A proposal to a Small Employer would have to contain specific contractual elements and mandated insurance plans not contained in this proposal. Should it be determined you were a Small Employer, this proposal and any health insurance contract issued to you, shall be null and void.
10. BCBSTX will pay \$38.06 per contract per month (PCPM) for producer commissions.



EXHIBIT "B"

**PARTICIPATION AND COST SUMMARY**

<b>PARTICIPATION ASSUMPTIONS</b>	<b>Minimum Participation</b>	<b>Number of Eligible Employees</b>	<b>Employer Contribution Employees</b>	<b>Employer Contribution Dependents</b>
	100%	99	100%	0%

<b>COST SUMMARY CLASS 1</b>	<b>Assumed Lives</b>	<b>Monthly Rates*</b>	<b>Monthly Premium</b>	<b>Annual Premium Sub-Total</b>
Employee Only	62	\$22.60	\$1,401.20	\$16,814.40
Employee + Spouse	12	\$45.90	\$550.80	\$6,609.60
Employee + Child(ren)	5	\$54.50	\$272.50	\$3,270.00
Employee + Family	20	\$82.00	\$1,640.00	\$19,680.00
<b>Total (All Classes)</b>	<b>99</b>		<b>\$3,864.50</b>	<b>\$46,374.00</b>

\*The rates quoted include the cost of state mandated benefits as of the date of this proposal.

**RATE GUARANTEE** 1 Year  
**RATE GUARANTEE DATE** 10/01/2022  
**POLICY YEAR** Calendar Year

**ADDITIONAL BENEFITS**

**NETWORK**

- In-Network provider allowances are based on contracted provider fee schedules.
- Out-network provider maximum allowable charge (MAC) is based on In-Network provider allowances
- Charges that exceed the maximum allowance for any covered dental service are not considered.

**CONTINUATION FOR FEDERAL AND STATE LAWS**

**Included** – The federal Family and Medical Leave Act (FMLA) and Uniformed Services Employment and Reemployment Rights Act (USERRA) and any amendments thereto, as well as other applicable federal or state laws, may allow continuation of insurance in certain instances for leaves of absence, layoff or termination. Insurance may be continued for the time period allowed by the applicable law, for the employee/member and any dependent. This provision applies to employer and union groups only, subject to certain conditions.

**ANNUAL OPEN ENROLLMENT PERIOD**

The plan has an Annual Open Enrollment Period. This period begins 30 days prior to the policy's Anniversary Date and ends on the Anniversary Date.





## ***Regular Session Agenda Item: 10***

**Meeting Date: August 16, 2021**

### **ITEM DESCRIPTION:**

Receive Councilmember Reports/ Items of Community Interest

### **BACKGROUND OF ISSUE:**

Section 551.0415 of the Texas Government Code authorizes a quorum of the governing body of a municipality or county to receive reports about items of community interest during a meeting without having given notice of the subject of the report if no action is taken. Section 551.0415 defines an “item of community interest” to include:

- (1) expressions of thanks, congratulations, or condolence;
- (2) information regarding holiday schedules;
- (3) an honorary or salutory recognition of a public official, public employee, or other citizen, except that a discussion regarding a change in status of a person’s public office or public employment is not an honorary or salutory recognition for purposes of this subdivision;
- (4) a reminder about an upcoming event organized or sponsored by the governing body;
- (5) information regarding a social, ceremonial, or community event organized or sponsored by an entity other than the governing body that was attended or is scheduled to be attended by a member of the governing body or an official or employee of the political subdivision; and
- (6) announcements involving an imminent threat to the public health and safety of people in the political subdivision that has arisen after the posting of the agenda.

### **FINANCIAL IMPACT:**

N/A

### **RECOMMENDATION:**

N/A

### **EXHIBITS:**

N/A

## ***Regular Session Agenda Item: 11***

**Meeting Date: August 16, 2021**

**ITEM DESCRIPTION:**

Future Agenda Items

**BACKGROUND OF ISSUE:**

Council provides direction to staff regarding future agenda items. These items will not be discussed and no action will be taken at this meeting.

**FINANCIAL IMPACT:**

N/A

**RECOMMENDATION:**

N/A

**EXHIBITS:**

N/A