

ORDINANCE NO. 22-1803

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF DENTON, TEXAS, RENAMING AND REASSIGNING THE “ECONOMIC DEVELOPMENT INVESTMENT FUND” TO THE “CATALYST FUND”; COMMITTING CERTAIN REVENUES OF THE CITY TO THE FUND; PROVIDING A SEVERABILITY CLAUSE; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City Council of the City of Denton elects to rename the Economic Development Investment Fund to the Catalyst Fund; and

WHEREAS, the Governmental Accounting Standards Board (“GASB”) has adopted Statement 54, which states that Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects; and

WHEREAS, the City Council of the City of Denton elects to commit a portion of mixed beverage taxes previously accounted for in the Economic Development Investment Fund to the Catalyst Fund, beginning with Fiscal Year 2022-2023; and

WHEREAS, the City Council of the City of Denton elects to commit a portion of Franchise Fees and Return on Investment (ROI) associated with the Data Center to the Catalyst Fund beginning with Fiscal Year 2022-2023; and

WHEREAS, the City Council of the City of Denton elects to transfer and commit the existing fund balance from the Economic Development Investment Fund to the Catalyst Fund beginning Fiscal Year 2022-2023; and

WHEREAS, the City Council of the City of Denton may allocate the portion of the fees, taxes, and other funds to be committed to the Catalyst Fund as a part of the budget process; and

WHEREAS, the City Council of the City of Denton approved a budget of \$7,293,325 for Fiscal Year 2022-23 for Catalyst Fund to support economic development activities; and

WHEREAS, the City Council of the City of Denton elects to establish the Catalyst Fund in conjunction with its financial statements beginning with Fiscal Year 2022-2023; NOW, THEREFORE,

THE COUNCIL OF THE CITY OF DENTON HEREBY ORDAINS:

SECTION 1. The findings and recitations contained in the preamble of this Ordinance are incorporated herein by reference.

SECTION 2. The City Council hereby creates the Catalyst Fund, an official fund of the City of Denton, Texas.

SECTION 3. That if any section, subsection, paragraph, sentence, clause, phrase or word in this ordinance, or application thereof to any person or circumstances is held invalid by any court of competent jurisdiction, such holding shall not affect the validity of the remaining portions of this ordinance, and the City Council of the City of Denton, Texas hereby declares it would have enacted such remaining portions despite any such validity.

SECTION 4. This Ordinance shall become effective immediately upon its passage and approval.

The motion to approve this Ordinance was made by Chris Watts and seconded by Brandon Chase McGee, the Ordinance was passed and approved by the following vote [7 - 0]:

	Aye	Nay	Abstain	Absent
Mayor Gerard Hudspeth:	<u>✓</u>	_____	_____	_____
Vicki Byrd, District 1:	<u>✓</u>	_____	_____	_____
Brian Beck, District 2:	<u>✓</u>	_____	_____	_____
Jesse Davis, District 3:	<u>✓</u>	_____	_____	_____
Alison Maguire, District 4:	<u>✓</u>	_____	_____	_____
Brandon Chase McGee, At Large Place 5:	<u>✓</u>	_____	_____	_____
Chris Watts, At Large Place 6:	<u>✓</u>	_____	_____	_____

PASSED AND APPROVED this the 27th day of September, 2022.



 GERARD HUDSPETH, MAYOR

ATTEST:
 ROSA RIOS, CITY SECRETARY

BY: 

APPROVED AS TO LEGAL FORM:
 MACK REINWAND, CITY ATTORNEY

BY: 

