City of Denton



City Hall 215 E. McKinney St. Denton, Texas 76201 www.cityofdenton.com

Meeting Agenda Agenda Committee

Thursday, November 7, 2024

8:00 AM

Council Work Session Room

After determining that a quorum is present, the Agenda Committee of the City of Denton, Texas will convene in a Regular Meeting on Thursday, November 7, 2024 at 8:00 a.m. in the Council Work Session Room at City Hall, 215 E. McKinney Street, Denton, Texas at which the following items will be discussed:

1. ITEMS FOR CONSIDERATION

- A. AGC24-030 Consider approval of the minutes of August 1, 2024.
- **B.** AGC24-031 Questions regarding City Council's Future Work Session Matrix items.
- C. AGC24-032 Questions regarding the following City Council agendas:
 - November 19, 2024 Special Called Meeting
- **D.** AGC24-033 Questions regarding the 2025 City Council Meeting Schedule.
- **E.** AGC24-034 Receive a report, hold a discussion, and give staff direction regarding the City Council's direction to move forward with a two-minute pitch to examine and reform the City of Denton local campaign finance rules.

Attachments: Exhibit 1 - Agenda Information Sheet

Exhibit 2 - Informal Staff Report
Exhibit 3 - Process Flow Chart

NOTE: The Agenda Committee reserves the right to adjourn into a Closed Meeting on any item on its Regular Meeting agenda consistent with Chapter 551 of the Texas Government Code, as amended, including without limitation, Sections 551.071-551.086 of the Texas Open Meetings Act.

CERTIFICATE

I certify that the above notice of meeting was posted on the official website (https://tx-denton.civicplus.com/242/Public-Meetings-Agendas) and bulletin board at City Hall, 215 E. McKinney Street, Denton, Texas, on November 1, 2024, in advance of the 72-hour posting deadline, as applicable, and in accordance with Chapter 551 of the Texas Government Code.

OFFICE OF THE CITY SECRETARY

NOTE: THE CITY OF **DENTON'S** DESIGNATED PUBLIC MEETING FACILITIES ACCESSIBLE IN ACCORDANCE WITH THE AMERICANS WITH DISABILITIES ACT. THE CITY WILL PROVIDE ACCOMMODATION, SUCH AS SIGN LANGUAGE INTERPRETERS FOR THE IMPAIRED, IF REQUESTED ΑT LEAST 48 HOURS IN **ADVANCE** HEARING SCHEDULED MEETING. PLEASE CALL THE CITY SECRETARY'S OFFICE AT 940-349-8309 OR USE TELECOMMUNICATIONS DEVICES FOR THE DEAF (TDD) BY CALLING 1-800-RELAY-TX SO THAT REASONABLE ACCOMMODATION CAN BE ARRANGED.

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Legislation Text

File #: AGC24-030, Version: 1

AGENDA CAPTION

Consider approval of the minutes of August 1, 2024.

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Legislation Text

File #: AGC24-031, Version: 1

AGENDA CAPTION

Questions regarding City Council's Future Work Session Matrix items.

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Legislation Text

File #: AGC24-032, Version: 1

AGENDA CAPTION

Questions regarding the following City Council agendas:

• November 19, 2024 - Special Called Meeting

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Legislation Text

File #: AGC24-033, Version: 1

AGENDA CAPTION

Questions regarding the 2025 City Council Meeting Schedule.

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Legislation Text

File #: AGC24-034, Version: 1

AGENDA CAPTION

Receive a report, hold a discussion, and give staff direction regarding the City Council's direction to move forward with a two-minute pitch to examine and reform the City of Denton local campaign finance rules.

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City Hall 215 E. McKinney Street Denton, Texas www.cityofdenton.com

AGENDA INFORMATION SHEET

DEPARTMENT: City Manager's Office

CM/DCM/ACM: Sara Hensley, City Manager

DATE: November 7, 2024

SUBJECT

Receive a report, hold a discussion, and give staff direction regarding the City Council's direction to move forward with a two-minute pitch to examine and reform the City of Denton local campaign finance rules.

BACKGROUND

On September 17, 2024, Council Member McGee made a two-minute pitch to review and reform the City's local campaign finance rules. The goal is to increase transparency and accountability by limiting or banning contributions from individuals, relatives, self-funding sources, organizations, and developers. The pitch received consensus and the City Auditor's Office conducted the initial research and provided the Council the **attached** Informal Staff Report.

DISCUSSION

The City Auditor's initial research determined the City has no regulations restricting or limiting campaign contributions. The City has the authority to establish campaign contribution limits so long as the limits do not infringe upon a person's First Amendment right to free speech and the City can show a perception of corruption justifying such laws. Generally, the State of Texas does not restrict the amount of money that an individual or political committee may contribute to a campaign but does require candidates to appoint a treasurer, file finance reports every six months, and file reports before elections. Some cities such as Houston, San Antonio, and Dallas prohibit the acceptance of campaign contributions from individuals who have a pending matter with the City, such as an application for a permit, proposal to enter into a contract or arrangement, or are involved in ongoing litigation with the City. In general, the applicable ethics commission of each City has some degree of authority over the enforcement of these limitations and restrictions, such as processing a complaint of a suspected violation or recommending the City Attorney pursue prosecution of a municipal code violation.

STAFF RECOMMENDATION

Staff recommends routing the item to the Board of Ethics to provide a thorough review and obtain feedback prior to a Council Work Session.

EXHIBITS

- 1. Exhibit 1 Agenda Information Sheet
- 2. Exhibit 2 Informal Staff Report
- 3. Exhibit 3 Process Flow Chart

Respectfully submitted: Frank Dixon, Assistant City Manager Cassey Ogden, Assistant City Manager Christine Taylor, Assistant City Manager

Prepared by: Carlotta Cowan, Assistant to the City Manager

INFORMAL STAFF REPORT TO MAYOR AND CITY COUNCIL

SUBJECT:

Campaign Financing Ordinance Research

BACKGROUND:

On Sept. 11, 2024, Council Member McGee presented a two-minute pitch to hold a comprehensive work session to examine and reform Denton's local campaign finance rules. On Sept. 17, 2024, the City Council gave direction to proceed with the two-minute pitch proposal as outlined in Ordinance 24-1725.

DISCUSSION:

Currently, the City of Denton does not have any regulations that restrict or limit campaign contributions. The State of Texas generally does not restrict the amount of money that a person or political committee may contribute to a campaign but does require candidates to appoint a treasurer, file finance reports every six months, and file reports before elections.

The City of Denton has the authority to establish campaign contribution limits so long as the limits do not infringe upon a person's First Amendment right to free speech and the City can show a perception of corruption justifying such laws. Other Texas cities have adopted local campaign financing limitations as summarized below:

City	Individual Limit	Political Committee Limits	Aggregate Limits
Houston	\$5,000	\$10,000	
San Antonio	Councilor: \$500	Councilor: \$500	
	Mayor: \$1,000	Mayor: \$1,000	
Dallas	Councilor: \$1,000	Councilor: \$1,000	
	Mayor: \$5,000	Mayor: \$5,000	
Austin	\$350	\$1,000	\$36,000 from non-Austin Residents
McAllen	Councilor: \$5,000	Councilor: \$5,000	
	Mayor: \$10,000	Mayor: \$10,000	
	Proposed: \$500	Proposed: \$500	
San Marcos	\$500		Mayor: \$0.75/Registered Voter
			Councilor: \$0.50/Registered Voter

In general, limits on campaign contributions made by a candidate to themself are not limited and there is an indication that attempts to limit self-contributions have not been upheld by courts. Some cities such as Houston, San Antonio, and Dallas, prohibit the acceptance of campaign contributions from people who have a pending matter before the City, such as an application for a permit, proposal to enter into a contract or arrangement, or are involved in ongoing litigation with the City while those activities are ongoing.

In general, the applicable ethics commission of each City has some degree of authority over the enforcement of these limitations and restrictions, such as processing a complaint of a suspected violation of the limits if one is received. Some ordinances allow these commissions to recommend that the City Attorney pursue prosecution of a municipal code violation.

CONCLUSION:

If Council Member McGee wishes to advance the pitch beyond an Informal Staff Report, City Staff will present the information to Agenda Committee with a staff recommendation to route the item through the Board of Ethics prior to Council discussion.

STAFF CONTACT:

Madison Rorschach, City Auditor City Auditor's Office (940) 349-7228 Madison.Rorschach@cityofdenton.com

REQUESTOR:

Council Member McGee

PARTICIPATING DEPARTMENTS:

City Attorney's Office

STAFF TIME TO COMPLETE REPORT:

3 Hours

Process Flow Chart



