

., Denton, TX 76201 • (940) 349-7228[Address (Ex. 215 E. McKinney St., Denton, TX 76201)]

March 4, 2025

Denton City Council 2015 E. McKinney Street Denton, Texas 76201

Honorable Members of the City Council,

The Board of Ethics has met and approved the attached packet of amendments during four meetings over the last year. During these meetings, the Board approved two proposals to amend the Ethics Ordinance, which are briefly outlined below:

1. Restructure Sec. 2-273(a) Conflicts of Interest.

Primarily, this proposal (1) expands the scope of when a Conflict of Interest may arise from only when a City Official is deliberating a Pending Matter to when a City Official is acting in their official capacity; (2) clarifies disclosure timelines; and (3) adjusts the relationships that create a Conflict of Interest.

the deside of the second s	Current	Proposed	Summary of Change
Definition	"a stake, share, equitable	"a situation, in which	Expands the scope of when
	interest, or involvement in	personal and/or financial	a Conflict of Interest
	an undertaking in the form	considerations actually	(previously a Conflicting
	of any one (1) or more of	have, or are reasonably	Interest) arises.
	the following:"	certain to, influence or	
		compromise the judgment	
		or actions of a City Official	
		when acting in their official	
		capacity. Conflicts of	
		interest arise when City	
		Officials, in their official	
		capacity, act or fail to act in	
		ways that they know, or	
		should know, are likely to	
		impact the personal or	
	÷	financial interests of the	
		following in a way that is	
		not shared with a substantial	6 -
		segment of the City's	=
	. *	population."	
Deliberation	"deliberate regarding a	"participate in Deliberations	1
Prohibition	Pending Matter for which	involving a current Conflict	
	the City Official currently	of Interest."	
	has a Conflicting Interest"	· · · · ·	
Disclosure	"Disclosures under this	"Disclosures under this	Defines a period by which
Requirement	subsection shall be for the	subsection must be made	disclosures must be filed
	time period, including the	within thirty (30) calendar	and provides a period for

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	previous calendar year, and up to date where the Conflicting Interest arises before the City Official"	days of the Conflict of Interest arising and shall remain valid for the period covering one year (12 months) from the date of disclosure or until the Conflict of Interest is resolved, whichever occurs first."	how long a disclosure is valid.
Relationships Creating Conflicts	See Attachment 1	See Attachment 1	Modernizes conflicting relationships (i.e., adds Domestic Partner, Household Member, etc.); removes great-grandparents and great-grandchildren; adds Clients; removes automatic conflicts with Business Entities, nonprofits, and unincorporated associations created by City Official relatives other than their immediate family.

Key definitions to understand the above summary are shown below. It should be noted that these definitions are currently included in the Ethics Ordinance:

Deliberations: discussions at the dais; voting as a Member of the Board or Commission; presentations as a member of the audience before any City Board or Commission; and conversing or corresponding with other City Officials or Staff. This term does not apply to a general vote on a broad comprehensive, or omnibus motion, such as approval of the City budget or polling places.

Pending Matter: an application seeking approval of a permit or other form of authorization required by the City, State, or Federal law; a proposal to enter into a contract or arrangement with the City for the provision of goods, services, real property, or other things of value a case involving the City that is (or is anticipated to be) before a civil, criminal, or administrative tribunal.

This proposal also defines Relatives in plain language and creates definitions for the terms: Domestic Partner, Client, Employer, and Household Member. Exact proposed definitions can be seen in Exhibit 3.

2. Amend Sec. 2-281 (c)(4) to clarify the evidentiary standard of review for Board of Ethics Hearings.

This proposal clarifies the evidentiary standard of review to be used during Board of Ethics Hearings by requiring the Complainant to "present sufficient facts to establish that it is <u>reasonably certain</u> that a violation of [the Ethics Ordinance] has occurred." (emphasis added). There is not currently a clearly stated evidentiary standard of review.

The proposed language changes can be seen in:

• Exhibit 3 – Redlined Ethics Ordinance

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Respectfully submitted,

annall A Annetta Ramsay

Chair, Board of Ethics

CC: Mack Reinwand, City Attorney Sara Hensley, City Manager, Madison Rorschach, City Auditor

Relation	ship	Current	
	spouse	Yes	Yes
	Domestic Partner	No	Yes
	child, step-child, adoptive child	Yes	Yes
	foster child	No	Yes
	parent, step-parent	Yes	Yes
	sibiling	Yes	Yes
	parent's sibling	Yes	Yes
s	sibling's child	Yes	Yes
lial	grandparent, step-grandparent	Yes	Yes
City Official's	grandchild, step-grandchild	Yes	Yes
y O	great-grandchild	Yes	No
Cit	great-grandparent	Yes	No
	Household Member	No	Yes
	Employer	Yes	Yes
	Client	No	Yes
	Business Entity with an ownership interest	Yes	Yes
	Business Entity with a policy interest	Yes	Yes
	nonprofit or unincorporated association with policy interest	Yes	Yes
	person or Business Entity with employment offer	Yes	Yes
	child, step-child, adoptive child	Yes	Yes
	foster child	No	Yes
rtner's	parent, step-parent	Yes	Yes
	sibiling	Yes	Yes
	parent's sibling	Yes	Yes
C Pa	sibling's child	Yes	Yes
stic	grandparent, step-grandparent	Yes	Yes
ome	grandchild, step-grandchild	Yes	Yes
Ď	great-grandchild	Yes	No
e 01	great-grandparent	Yes	No
CO's spouse or Domestic Partner's	Employer	Yes	Yes
	Client	No	Yes
	Business Entity with an ownership interest	Yes	Yes
	Business Entity with a policy interest	Yes	No
	nonprofit or unincorporated association with policy interest	Yes	No
	person or Business Entity with employment offer	Yes	Yes
	Employer	Yes	Yes
	Client	No	Yes
CO's nt/Ch useho	Business Entity with an ownership interest	Yes	No
CO's arent/Child Household	Business Entity with a policy interest	Yes	No
CO's Parent/Child, Household	nonprofit or unincorporated association with policy interest	Yes	No
Ι	person or Business Entity with employment offer	Yes	No
er Relatives	Employer	Yes	No
	Client	No	No
	Business Entity with an ownership interest	Yes	No
	Business Entity with a policy interest	Yes	No
	nonprofit or unincorporated association with policy interest	Yes	No
	person or Business Entity with employment offer	Yes	No

Attachment 1: Summary of Conflicting Relationship Changes