



City of Denton

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

AGENDA INFORMATION SHEET

DEPARTMENT: Finance

DCM : David Gaines

DATE: August 6, 2022

SUBJECT

Receive a report, hold a discussion, and give staff direction regarding the FY 2022-23 City Manager's Proposed Budget, Capital Improvement Program, and Five-Year Financial Forecast.

BACKGROUND

Pursuant to provisions of the City Charter and on behalf of the staff, I respectfully submit to you the FY 2022-23 Proposed Budget. The Proposed Budget was developed to accomplish the City's Core values of Integrity, Fiscal Responsibility, Inclusion, Transparency, and Outstanding Customer Services.

The FY 2022-23 Proposed Budget addresses new challenges such as growth demands, significant inflation, and increasing operating expenses while continuing to dedicate resources to community safety. In the past several years, the City has continued to provide services to residents while reducing the overall tax rate more than 10 cents and reducing rates in each utility. As growth continues, maintaining service levels requires an increase in dedicated resources.

The FY 2022-23 Budget was developed within the context of a five-year financial plan and the long-term infrastructure needs of the community. The purpose of this approach is to provide a long-term and financially sustainable perspective for decisions in the coming fiscal years. A copy of the five-year financial plan for each major operating fund is included in the proposed budget document. The Water, Wastewater, Electric and Solid Waste FY 2022-23 Budget and Capital Plan was reviewed and approved by the Public Utilities Board (PUB)

The purpose of this work session is to discuss this information and provide the City Council with detail concerning the proposed budget. This work session item is intended to provide a forum for discussions with management and allow for an opportunity for questions.

Below is the schedule we will follow during the budget workshop:

- Introduction
- Key Focus Areas
- General Fund Metrics
- American Rescue Act Funding
- General Fund Overview
- Tax Rate Discussion

- Supplementals (General Fund & Internal Service Funds)
- Position Summary (City-Wide)
- Data Center
- Special Revenue Funds (Including Streets)
- Internal Services Funds Metrics & Financial Forecast
- Enterprise Funds (Water, Wastewater, Solid Waste, Electric)
- Capital Budget
- Tax Bill Changes
- Next Steps

Staff looks forward to discussing the City Manager's FY 2022-23 Proposed Budget in detail with you.

The proposed budget presentation will be posted prior to the budget workshop on Saturday, August 6, 2022.

PRIOR ACTION/REVIEW (Council, Boards, Commissions)

Staff presented the Utility budgets to Council on July 19th and July 26th.

NEXT STEPS

September 20 - Public Hearing on Tax Rate

September 27 – Budget and Tax Rate Adoption

EXHIBITS

1. Agenda Information Sheet
2. Proposed Annual Program of Services
3. Supplemental Packages Whitepapers
4. One-Time Funding Request Whitepapers
5. Proposed Budget Presentation
6. Capital Improvement Program Book

Respectfully submitted:
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