



City of Denton

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

AGENDA INFORMATION SHEET

DEPARTMENT: Finance

ACM/CFO: David Gaines

DATE: November 15, 2022

SUBJECT

Consider adoption of an ordinance of the City of Denton, Texas, amending the fiscal year 2021-2022 budget and annual program of services of the City of Denton to allow for adjustments to the Materials Management Fund of six hundred fifty thousand dollars (\$650,000) for the purpose of funding inventory for Denton Municipal Electric and to accommodate supply chain and demand challenges; declaring a public purpose; directing the City Secretary attach a copy to the 2021-2022 budget; requiring approval by at least five votes; and providing a severability clause, an open meetings clause, and an effective date.

BACKGROUND

City staff is proposing to amend the City's FY 2021-2022 Materials Management Fund budget as follows:

Increase appropriations in the Materials Management Fund by \$650,000 for the purposes of:

- Stocking inventory for Denton Municipal Electric to maintain current assets and deliver on development projects. Most affected items include:
 - Transformers
 - Primary/secondary cable and wire
 - PVC conduits and fittings
- Supply chain and demand challenges
 - Increased pricing due to low commodity inventory and high demand
 - Increased lead times on receiving equipment and supplies

RECOMMENDATION

Staff recommends the adoption of the ordinance.

FISCAL INFORMATION

This ordinance will amend the FY 2021-2022 Budget and Annual Program of Services to allow for an increase to the Materials Management Fund by \$650,000.

EXHIBITS

1. Agenda Information Sheet
2. Ordinance
3. Presentation

Respectfully submitted:
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