



City of Denton

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

AGENDA INFORMATION SHEET

DEPARTMENT: Finance

DCM: Bryan Langley

DATE: September 19, 2017

SUBJECT

Consider adoption of an ordinance of the City of Denton, Texas, ratifying the adoption of the Fiscal Year 2017-2018 Annual Program of Services (Budget) and the Capital Improvement Program of the City of Denton, Texas, for the fiscal year beginning October 1, 2017, and ending on September 30, 2018 when the Budget will raise more revenue from property taxes than last year's budget; and providing an effective date.

BACKGROUND

Chapter 102 of the Local Government Code (LGC) requires certain provisions to be taken when the adoption of a budget will require raising more revenue from property taxes than in the previous year. Specifically, Chapter 102.007 Section C of the LGC states:

“Adoption of a budget that will require raising more revenue from property taxes than in the previous year requires a separate vote of the governing body to ratify the property tax increase reflected in the budget. A vote under this subsection is in addition to and separate from the vote to adopt the budget or a vote to set the tax rate required by Chapter 26, Tax Code, or other law.”

The FY 2017-2018 Budget will require raising more revenue from property taxes than in the previous year. Because of this, the City Council is required to take separate action to vote to ratify the adopted budget. Even though the City is adopting the effective tax rate, this action is required since the total property taxes to be collected is greater than the prior fiscal year.

FISCAL INFORMATION

The FY 2017-2018 proposed tax rate is \$0.637856 per \$100 valuation, which is \$.045484 lower than the FY 2016-2017 tax rate. The FY 2017-2018 Adopted Budget will raise more revenue (\$3,766,918) from property taxes than last year's Budget. This additional revenue includes property tax revenue generated by new value.

STRATEGIC PLAN RELATIONSHIP

The City of Denton's Strategic Plan is an action-oriented road map that will help the City achieve its vision. The foundation for the plan is the five long-term Key Focus Areas (KFA): Organizational Excellence; Public Infrastructure; Economic Development; Safe, Livable, and Family-Friendly Community; and Sustainability and Environmental Stewardship. While individual items may support multiple KFAs, this specific City Council agenda item contributes most directly to the following KFA and goal:

Related Key Focus Area: Organizational Excellence

Related Goal: 1.1 Manage financial resources in a responsible manner

EXHIBITS

Exhibit 1 – Agenda Information Sheet

Exhibit 2 – Ordinance Ratifying of the Budget

Respectfully submitted:
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Director of Finance