



CITY COUNCIL CONSIDERATION ITEM
CITY OF FAIR OAKS RANCH, TEXAS
September 22, 2022

AGENDA TOPIC: Consideration and possible action approving the second reading of an Ordinance adopting the City budget for fiscal year beginning October 1, 2022 and ending September 30, 2023

DATE: September 22, 2022

DEPARTMENT: Finance

PRESENTED BY: Scott Huizenga, Assistant City Manager, Administrative Services

INTRODUCTION/BACKGROUND:

Texas Local Government Code Chapter 102 contains the requirements for adopting a municipal budget for home rule cities. Under this chapter, the City Manager serves as the budget officer and is responsible for preparing a municipal budget to cover the proposed expenditures of the municipal government for the succeeding year.

The proposed budget is required to be filed with the City Secretary before the 30th day before the date the Council makes its tax levy for the new fiscal year.

At the August 18, 2022 City Council meeting, Council voted to set September 15, 2022 as the Public Hearing date on the proposed budget and September 22, 2022 as the date to adopt the budget. The proposed budget was filed with the City Secretary August 22, all requirements of local government code have been met.

During the September 15, 2022 meeting, City Council voted to adopt the proposed budget with the Ammann Road appropriation removed. The first reading of the Ordinance was then approved by City Council. The attached **Exhibit A** reflects the updated budget with the Ammann Road project and all associated fund transfers removed per Council direction.

POLICY ANALYSIS/BENEFIT(S) TO CITIZENS:

1. Provides the citizens, the government, and the City staff with a financial plan for utilizing the City's available funds during the upcoming fiscal year to accomplish the City's goals and objectives.
2. Establishes priorities among City programs; defining the financial framework that will be used to periodically check the status of City operations.
3. Determines the level of taxation necessary to finance City programs.

LONGTERM FINANCIAL & BUDGETARY IMPACT:

See budgets presented in **Exhibit A**.

LEGAL ANALYSIS:

Reviewed and approved as to form.

RECOMMENDATION/PROPOSED MOTION:

I move to approve the 2022-23 Fiscal Year Budget Ordinance.

LGC 102.007 mandates a vote to adopt the budget must be a Record Vote