

**RESOLUTION NO. 2012-02-\_\_\_ (R)**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF MCKINNEY,  
TEXAS, AUTHORIZING THE ADOPTION OF BUDGET GUIDELINES FOR  
FISCAL YEAR 2012-13**

**WHEREAS,** the City Council of the City of McKinney, Texas, acknowledges that budget guidelines help to guide the development of budget.

**WHEREAS,** the City Council would like to develop a budget that addresses concerns and directs resources and efforts.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF  
MCKINNEY, TEXAS, THAT:**

Section 1. The City Council of the City of McKinney, Texas hereby adopts the budget guidelines.

Section 2. This Resolution shall take effect immediately from and after the date of passage and is so resolved.

**DULY PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF  
MCKINNEY, TEXAS ON THE 7th DAY OF FEBRUARY, 2012.**

CITY OF MCKINNEY, TEXAS

\_\_\_\_\_  
BRIAN LOUGHMILLER  
Mayor

ATTEST:

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SANDY HART, TRMC, MMC  
City Secretary  
BLANCA I. GARCIA  
Assistant City Secretary

APPROVED AS TO FORM:

\_\_\_\_\_  
MARK S. HOUSER  
City Attorney

## **CITY COUNCIL BUDGET GUIDELINES**

### **FY 2012 - 2013**

- Develop a budget based on holding the tax rate at not more than the current level.
- Implement water and wastewater rate adjustments IF recommended by the water and wastewater rate study.
- Maintain minimum fund balances and reserves as required by the City's financial policies.
- Continue with a structurally balanced budget, with no reliance on the use of fund balance to balance revenues and expenditures for the General Fund.
- Continue with a competitive market-based total compensation system for all employees.
- Adjust service levels or programs to meet budget constraints.
- Any new supplemental request or increase in service level shall be offset by a similar reduction of current operating budget.
- If all other measures fail to balance the budget, recommend reductions in staffing and identify resulting impacts on programs and service levels.