



20-0789

TITLE: Consider/Discuss/Act on a Resolution Adopting the Fiscal Year 2020-2021 Financial Policies

COUNCIL GOAL: Financially Sound Government
4A: Provide funding and organizational framework to ensure continual economic improvements

MEETING DATE: September 15, 2020

DEPARTMENT: Financial Services

CONTACT: Mark Holloway, Chief Financial Officer
Trudy Mathis, Finance Director

RECOMMENDED CITY COUNCIL ACTION:

- Adopt the Fiscal Year 2020-2021 Financial Policies

ITEM SUMMARY:

- The City of McKinney shall take action to annually adopt the financial policy.
- This policy, which is included in the annual budget document, is used by the external auditor to ensure that prudent financial management is being practiced.
- Changes to Fiscal Year 2020-2021 policy include:
 - Senate Bill 2 language replacing “effective” tax rate with “no-new-revenue” rate
 - Adding reference to the City’s Debt Management Policy
 - Other housekeeping updates for title and department name changes

BACKGROUND INFORMATION:

- The City adopts financial policies to provide a stable financial base at all times. The policy establishes that sufficient funds be retained to provide cash flows as needed for the financial operations of the City.

FINANCIAL SUMMARY: N/A

BOARD OR COMMISSION RECOMMENDATION: N/A

SUPPORTING MATERIALS:

[Resolution](#)

[FY2021 Financial Policies \(redline\)](#)