



# CITY OF MCKINNEY, TEXAS

## Legislation Details (With Text)

**File #:** 20-0789 **Name:** FY2021 Financial Policies  
**Type:** Resolution **Status:** Consent Item  
**In control:** City Council Regular Meeting  
**On agenda:** 9/15/2020 **Final action:**  
**Title:** Consider/Discuss/Act on a Resolution Adopting the Fiscal Year 2020-2021 Financial Policies  
**Indexes:**  
**Attachments:** 1. Resolution, 2. FY2021 Financial Policies (redline)

Date	Ver.	Action By	Action	Result
9/15/2020	1	City Council Regular Meeting	Approved	Pass

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