

Meeting Agenda

Special Meeting of the Oak Point City Council

Oak Point City Hall
100 Naylor Road
Oak Point, Texas 75068

Wednesday, August 10, 2022
5:30 P.M.



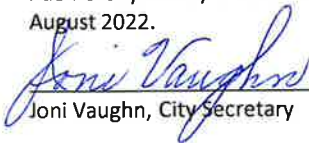
1. Call to Order, Roll Call, and Determination of Quorum. (Mayor)
2. Invocation.
3. Pledge of Allegiance and Pledge to the Texas Pledge. (Mayor)
4. Workshop related to the proposed City budget for Fiscal Year 2022-2023 (Ashley)
5. Consider and act upon a proposed tax rate for Fiscal Year 2022-2023 and placement of a proposal to adopt the proposed tax rate on the agenda of a future meeting. (Ashley)
6. Consider and act upon approving a resolution calling for a public hearing on the proposed tax rate for 2022. (Ashley)
7. Consider and act upon approving a resolution calling for a public hearing on the proposed budget for Fiscal Year 2022-2023. (Ashley)
8. Adjournment. (Mayor)

The City Council of the City of Oak Point, Texas, reserves the right to meet in a Closed Session on any item listed on this Agenda should the need arise, pursuant to authorization by Texas Government Code, Sections 551.071 (consultation with attorney), 551.072 (deliberations about real property), 551.073 (deliberations about gifts and donations), 551.074 (personnel matters), 551.076 (deliberations about security devices), 551.087 (economic development), 418.183 (homeland security).

This facility is wheelchair accessible and accessible parking spaces are available. Requests for accommodations or interpretive services must be made 48 hours prior to the meeting. Please contact City Hall at 972-294-2312 or by FAX at 972-294-1619 for further information.

CERTIFICATION:

I do hereby certify that the above notice of this public meeting was posted on the designated bulletin boards by 5:00 p.m. on the 5th day of August 2022.


Joni Vaughn, City Secretary



This notice was removed at _____ a.m. / p.m. on the _____ day of _____, 2022.

Joni Vaughn, City Secretary



To: Mayor and City Council

From: Stephen Ashley, City Manager

Re: City Council Meeting – August 10, 2022

Date: August 5, 2022

Agenda Items 5, 6, 7:

Consider and act upon a proposed tax rate for FY 2022-2023, take record vote, and approve resolutions setting a public hearing for the proposed 2022 tax rate and public hearing for the proposed FY 2022-2023 budget.

Description of Agenda Item:

The proposed FY 2022-2023 City budget that has been prepared by the City Manager and filed with the City Secretary is based on a proposed tax rate of \$ 0.434931 per \$100, which is \$0.047634 less than last year. Of the proposed \$0.434931 tax rate, \$0.417357 will be allocated toward maintenance and operation (M&O) expenses of the City and \$0.017574 will be allocated towards the City's interest and sinking (I&S) fund to pay the City's outstanding debt.

The Denton County Tax Assessor and Collector have determined that the City's No New Revenue Tax Rate is \$0.420802, and the Voter Approval Tax Rate is \$0.434931. The No New Revenue tax rate provides a taxing unit with approximately the same amount of revenue it had the prior year on properties taxed in both years. For example, if property values go up, the No New Revenue tax rate goes down. The Voter Approval tax rate provides the taxing unit approximately the same amount of tax revenue it spent the previous year for day-to-day operations plus an additional 3.5% and sufficient funds to pay its debt in the coming year.

While the City's tax rate is proposed to decrease to \$0.434931, an increase in property values will result in more total property tax being raised than last year's budget by \$413,075 or 13.63%, and of that amount \$288,250 is tax revenue to be raised from new property added to the tax roll this year. However, increases to transfers for the Building, Vehicles and Capital Projects funds consumed the majority of the additional property tax raised in this fiscal years proposed budget.

Budget Impact:

The City's tax rate directly impacts the City's budget. Proposed tax revenues for FY 2022-2023 are based on a proposed tax rate of \$0.434931.

Legal Obligations and Review:

State law requires an entity that will propose a tax rate that exceeds the lower of the Voter Approval tax rate or No New Revenue tax rate, the entity must vote to place a proposal to adopt the rate on the agenda of a future meeting as an action item. This must be a record vote. Once the record vote has passed, State law requires an entity must schedule and hold a public hearing before adopting a tax rate.

The City Council is scheduled to take final action on the budget and tax rate on Wednesday, September 21st by adopting the budget and tax rate by ordinance.

Attached Documents:

Resolutions

Board, Committee and/or Staff Recommendation:

City staff recommends that the City Council vote to place a proposal to adopt a \$0.434931 tax rate, which is higher than the No New Revenue tax rate of \$0.420802, and approve a resolution calling for a public hearing to be held on September 21, 2022, at 6:00 p.m. Further, a record vote on the tax rate adoption will be held on September 21, 2022, at the regular City Council Meeting. All meetings will be held at 100 Naylor Road in Oak Point, Texas.

This will require three actions which are listed below:

Agenda Item #5 recommended motion: "I make a motion that the City Council vote to place a proposal to adopt a \$0. 434931 tax rate, which is higher than the No New Revenue tax rate of \$0.420802 on a future meeting agenda." (This action requires a record vote)

Agenda Item #6 recommended motion: "I make a motion to approve a resolution calling for a public hearing for the proposed 2022 tax rate; to be held on September 21, 2022, at 6 p.m. The tax rate adoption will be held on September 21, 2022, at the regular City Council Meeting. All meetings will be held at 100 Naylor Road in Oak Point, Texas." (This action does not require a record vote)

Agenda Item #7 recommended motion: "I make a motion to approve a resolution calling for a public hearing for the proposed FY 2022-2023 Budget; to be held on August 17, 2022, at 6 p.m. The FY 2022-2023 budget adoption will be held on September 21, 2022, at the regular City Council Meeting. All meetings will be held at 100 Naylor Road in Oak Point, Texas." (This action does not require a record vote)

**CITY OF OAK POINT, TEXAS
RESOLUTION NO. 2022-08-020R**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF OAK POINT,
TEXAS, HEREBY ESTABLISHING THE DATE, TIME AND LOCATION OF
PUBLIC HEARING ON THE 2022 PROPOSED TAX RATE.**

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF OAK
POINT, TEXAS:

SECTION 1: Whereas the Tax Code requires that the City Council hold a public hearing on the proposed tax rate when the proposed tax rate exceeds the Voter-Approval rate or the No-New-Revenue rate, the City Council hereby establishes the date and time of the public hearing for the proposed 2022 tax rate as 6:00 p.m. on Wednesday, September 21, 2022 and establishes 100 Naylor Road in Oak Point as the location of the public hearing.

SECTION 2: This Resolution shall take effect immediately upon its passage.

RESOLVED THIS THE 10th day of August, 2022.

Dena Meek, Mayor

ATTEST TO:

Joni Vaughn, City Secretary

**CITY OF OAK POINT, TEXAS
RESOLUTION NO. 2022-08-21R**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF OAK POINT,
TEXAS, HEREBY ESTABLISHING THE DATE, TIME AND LOCATION OF
PUBLIC HEARING FOR THE FISCAL YEAR 2022-2023 PROPOSED BUDGET.**

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF OAK
POINT, TEXAS:

SECTION 1: Whereas the Texas Local Government Code 102.006 requires that
the City Council hold a public hearing for the proposed budget, the City Council hereby
establishes the date and time of the public hearing for the proposed Fiscal Year 2022-
2023 budget as 6:00 p.m. on Wednesday, August 17, 2022 and establishes 100 Naylor
Road in Oak Point as the location of the public hearing.

SECTION 2: This Resolution shall take effect immediately upon its passage.
RESOLVED THIS THE 10th day of August, 2022.

Dena Meek, Mayor

ATTEST TO:

Joni Vaughn, City Secretary