

Memorandum



CITY OF DALLAS

DATE August 5, 2022

TO Honorable Mayor and Members of the City Council

SUBJECT **Upcoming Agenda Item No. 2, 22-1375 Revisions to the Financial Management Performance Criteria**

The August 10, 2022 City Council agenda includes an item for your consideration to authorize the following revisions to the Financial Management Performance Criteria (FMPC): (1) adding an option for a phased approach to the full cost; and (2) make certain conforming, semantic, grammatical, and structural changes.

On June 27, 2022, staff briefed the Government Performance and Financial Management Committee on a proposed change to FMPC 12 that adds an option to phase a fee increase when the full cost recovery fee is greater than 50 percent.

- Proposed FMPC Revision – User Fees Review. An annual review of selected fees and charges will be conducted to determine the extent to which the full cost of associated services is being recovered by revenues. All fees and charges will be reviewed at least once every four years. Where feasible and desirable, the City shall set fees and charges to achieve full cost recovery. The City may subsidize the services funded by fees or charges based on other City objectives. *If an individual fee increase to achieve full cost recovery is greater than 50 percent, the City may opt to phase the fee increase over three years.*

We appreciate your support on this item. If you have any questions, please contact me or Janette Weedon, Director, Budget and Management Services.

A handwritten signature in blue ink that reads "Jack Ireland".

Jack Ireland
Chief Financial Officer

c: T.C. Broadnax, City Manager
Chris Caso, City Attorney
Mark Swann, City Auditor
Billierae Johnson, City Secretary
Preston Robinson, Administrative Judge
Kimberly Bizer Tolbert, Deputy City Manager
Jon Fortune, Deputy City Manager

Majed A. Al-Ghafry, Assistant City Manager
M. Elizabeth (Liz) Cedillo-Pereira, Assistant City Manager
Robert Perez, Assistant City Manager
Carl Simpson, Assistant City Manager
Genesis D. Gavino, Chief of Staff to the City Manager
Directors and Assistant Directors