RKN
08/18/16
Item # 4 A

AN ORDINANCE 2016-08-18-0602

SETTING A PROPOSED AD VALOREM TAX RATE FOR FISCAL YEAR 2017, ALSO BEING TAX YEAR 2016, AT 55.827 CENTS PER $100 OF TAXABLE VALUATION, WHICH INCLUDES 34.677 CENTS PER $100 OF TAXABLE VALUATION FOR MAINTENANCE AND OPERATIONS AND 21.150 CENTS PER $100 OF TAXABLE VALUATION FOR DEBT SERVICE; AND PROVIDING THAT SEPARATE ORDINANCES ADOPTING THE MAINTENANCE AND OPERATIONS TAX RATE AND THE DEBT SERVICE TAX RATE FOR TAX YEAR 2016 WILL BE CONSIDERED AT THE SEPTEMBER 15, 2016, CITY COUNCIL MEETING.

* * * *

WHEREAS, property tax values are determined by the Bexar Appraisal District ("BAD") in conformance with state law; and

WHEREAS, values for the City of San Antonio recently reported by Bexar Appraisal District (BAD) for the Tax Year beginning January 1, 2016 and ending December 31, 2016 ("Tax Year 2016"), show an increase in net taxable value of approximately $8.62 billion, or 9.55% above last year; and

WHEREAS, the property tax rate consists of two components, the Maintenance and Operations tax rate and the Debt Service tax rate; and

WHEREAS, the proposed Tax Year 2016 Maintenance and Operations tax rate is 34.677 cents per $100 of taxable valuation; and

WHEREAS, the proposed Tax Year 2016 Debt Service tax rate is 21.150 cents per $100 of taxable valuation, and is consistent with the requirements of the City's Debt Management Plan; and

WHEREAS, the two values combined represent a proposed tax rate for Tax Year 2016 of 55.827 cents per $100.00 of taxable valuation, which exceeds the Tax Year 2016 effective rate of 52.428 cents per $100 of taxable valuation; and

WHEREAS, in accordance with the requirements of Chapter 26 of the Texas Property Tax Code, the City Council will, by ordinance to be passed and approved on the same date as this Ordinance, set the dates, times, and locations for the two public hearings on the proposed tax rate that are required in order to adopt a tax rate that exceeds the lower of the rollback rate or the effective rate, which ordinance will also provide for publication, posting and broadcasting of all required public notices of each of the public hearings; and

WHEREAS, also in accordance with and pursuant to Chapter 26 of the Texas Property Tax Code, and applicable provisions of the City Charter, the City Council now wishes to provide that separate ordinances adopting the maintenance and operations tax rate and the debt service tax rate for Tax Year 2016 will be considered at the September 15, 2016, City Council meeting; **NOW THEREFORE**:

RKN
08/18 /16
Item # 4 A

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

SECTION 1. The City Council hereby sets a proposed tax rate for Fiscal Year 2017, also being Tax Year 2016, of 55.827 cents per $100 of taxable valuation, which is comprised of a maintenance and operations component of 34.677 cents per $100 of taxable valuation and a debt service component of 21.150 cents per $100 of taxable valuation. The proposed tax rate set out above is the tax rate recommended in the City Manager's proposed budget for Tax Year 2016. The proposed tax rate of 55.827 cents per $100 of taxable valuation exceeds the effective rate for Tax Year 2016.

SECTION 2. The dates, times and locations of the two public hearings on the proposed tax rate that are required by Chapter 26 of the Texas Property Tax Code, to adopt a tax rate that exceeds the lower of the rollback rate or the effective rate, will be established by Ordinance to be passed and approved on the same date as this Ordinance, which Ordinance will also provide for publication, posting and broadcasting of all required public notices of each of the public hearings.

SECTION 3. Separate ordinances adopting the maintenance and operations tax rate and the debt service tax rate for Tax Year 2016 will be considered at the September 15, 2016 City Council meeting.

SECTION 4. This Ordinance is effective immediately upon the receipt of eight affirmative votes; otherwise, it is effective ten days after passage.

PASSED and APPROVED this 18th day of August, 2016.

M A Y O R
Ivy R. Taylor

ATTEST:

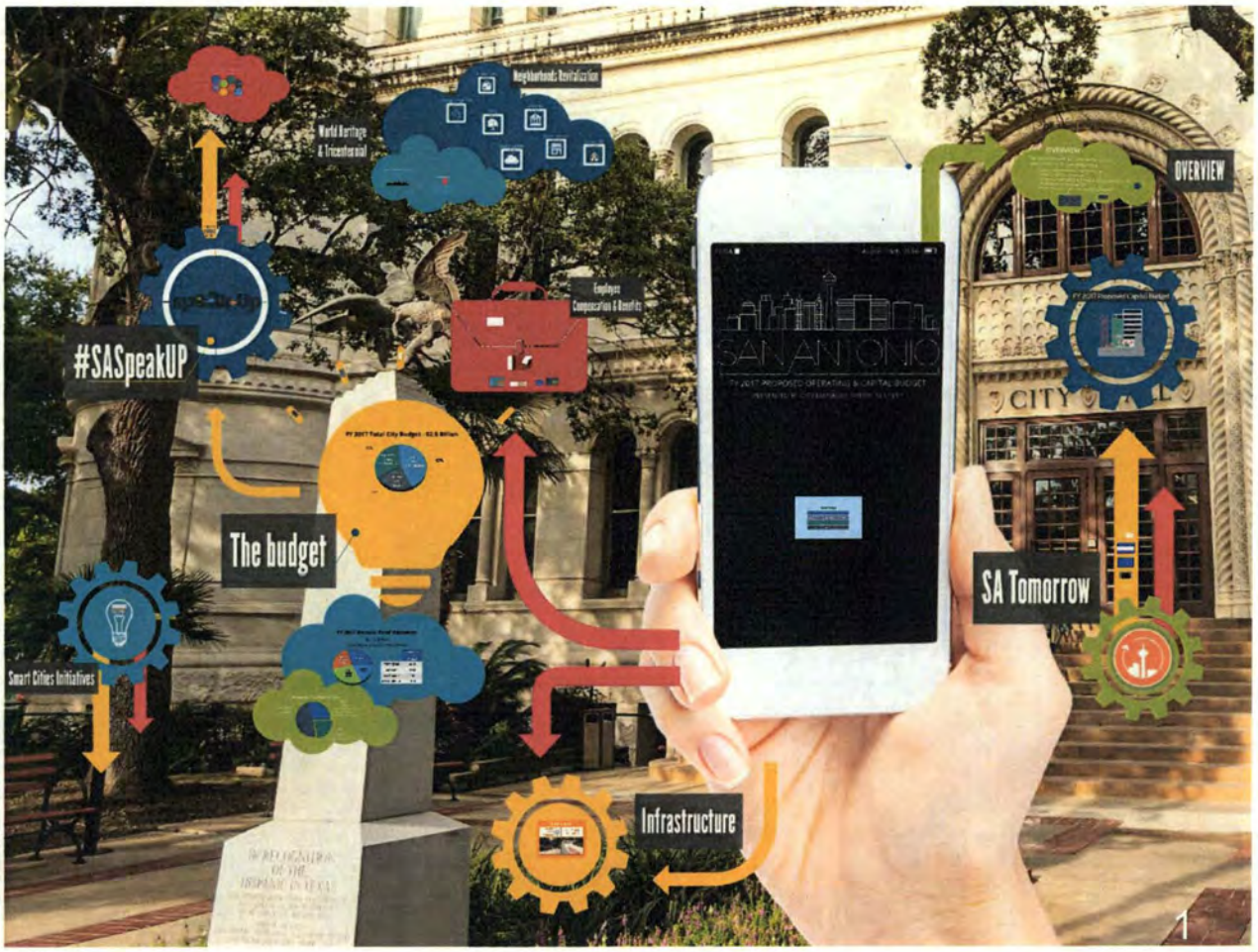
for Leticia M. Vacek, City Clerk

APPROVED AS TO FORM:

Martha G. Sepeda, Acting City Attorney

Agenda Item:	**4A (in consent vote: 4A, 4B)**
Date:	08/18/2016
Time:	11:43:07 AM
Vote Type:	Motion to Approve
Description:	An Ordinance setting the proposed tax rate for the Tax Year 2016.
Result:	Passed

Voter	Group	Not Present	Yea	Nay	Abstain	Motion	Second
Ivy R. Taylor	Mayor		x				
Roberto C. Treviño	District 1		x				
Alan Warrick	District 2		x				
Rebecca Viagran	District 3		x				
Rey Saldaña	District 4		x				
Shirley Gonzales	District 5		x				
Ray Lopez	District 6		x			x	
Cris Medina	District 7		x				x
Ron Nirenberg	District 8		x				
Joe Krier	District 9		x				
Michael Gallagher	District 10		x				



COSA

August 18th, 2016

SAN ANTONIO

FY 2017 PROPOSED OPERATING & CAPITAL BUDGET

PRESENTED BY CITY MANAGER SHERYL SCULLEY

OVERVIEW

Budget is balanced and reflects City Council Policy Direction & Community Input

- Begins implementation of SA Tomorrow
- Invests in Streets & Sidewalks
- Enhances Public Safety and Neighborhoods Quality of Life
- Promotes World Heritage site
- Prepares for the City's Tricentennial Celebration

Fiscal Responsibility

General Fund is Structurally Balanced

Public Safety below 66%

Financial Reserves at 15%

No City Property Tax Rate Increase

Budget is balanced in FY 2017 & 2018

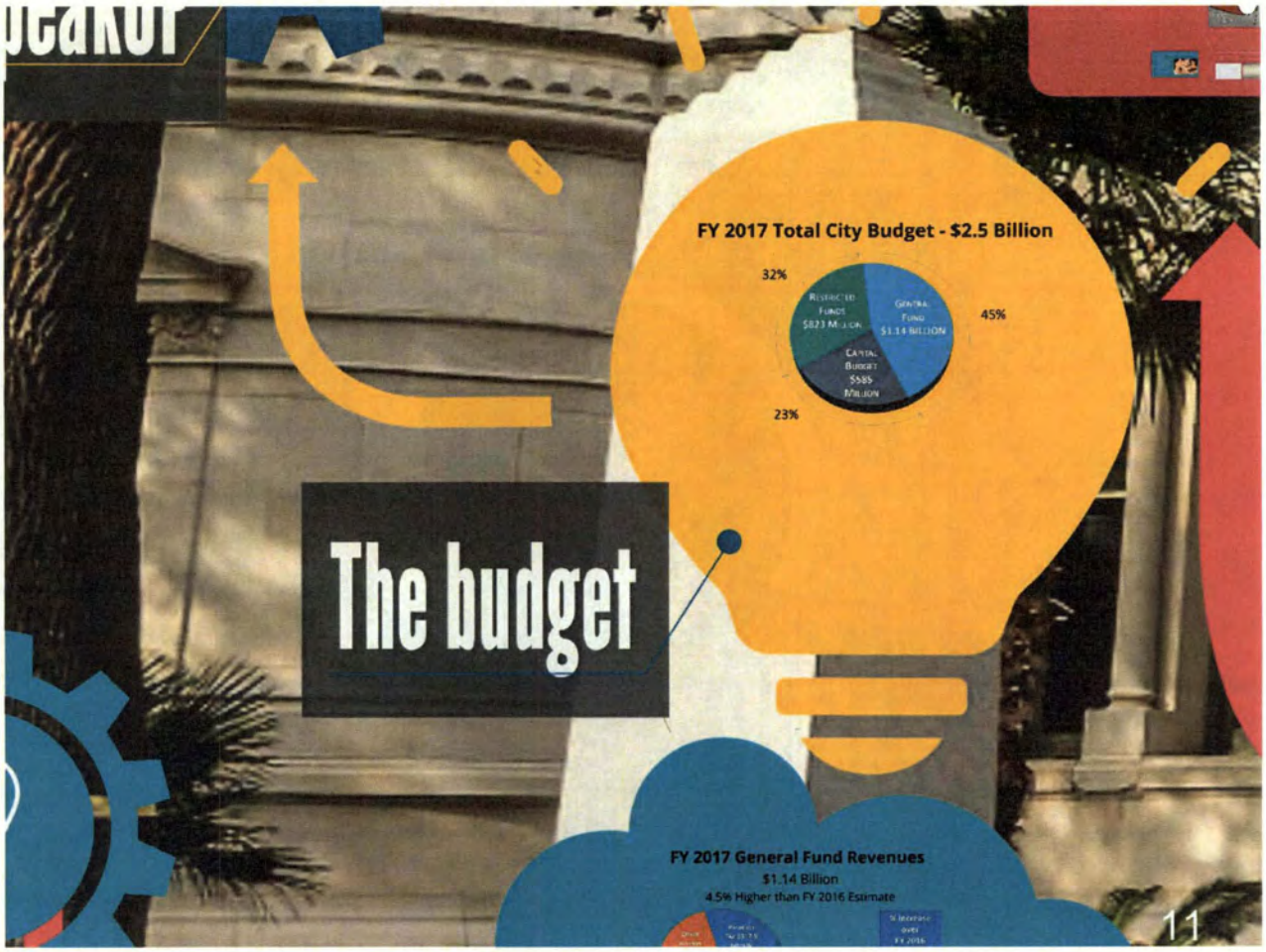
Budget maintains Excellent General Obligation Bond Credit Ratings

Moody's	Standard & Poor's	Fitch
Aaa	AAA	AAA

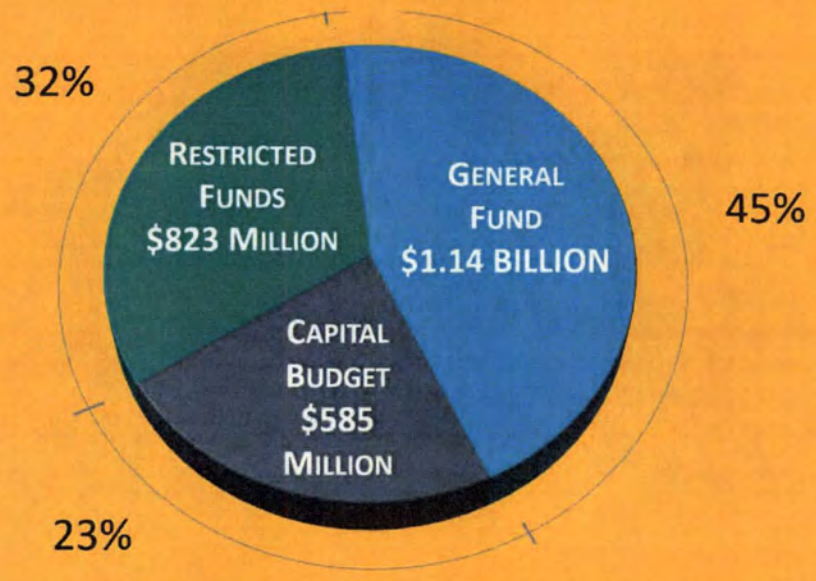
Community Priorities

1. Street Maintenance
2. Additional Police Officers & Firefighters
3. Neighborhood Services
4. Economic Development
5. Parks & Recreation

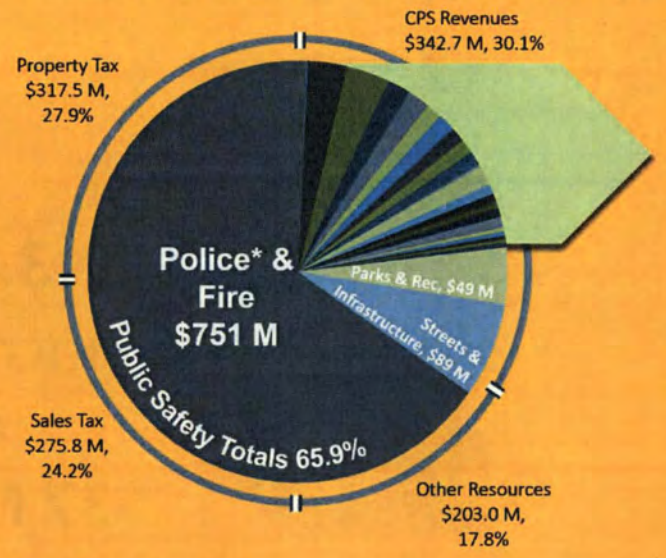
City Council Priorities from June 8 Goal Setting Session



FY 2017 Total City Budget - $2.5 Billion



FY 2017 General Fund Budget – $1.14 Billion

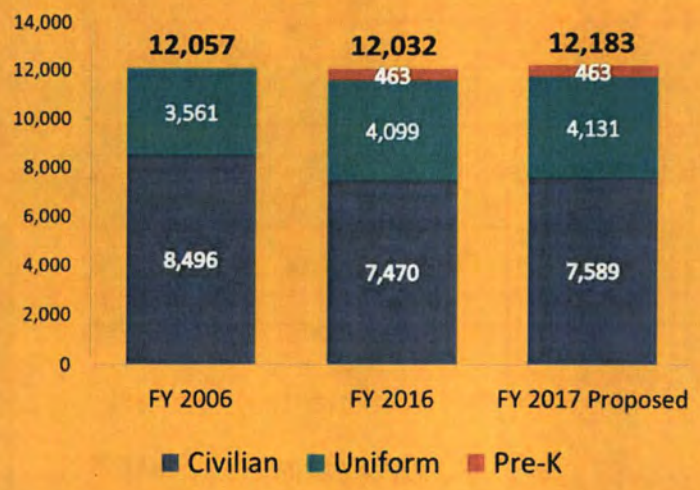


* Police Budget includes Parks Police

Other Operating Departments - $250 M

- Human Services
- Library
- Municipal Court
- Code Enforcement
- Animal Care
- Health
- Center City
- Planning
- Historic Preservation
- East Point Office
- 311/Communications
- Economic Development
- Office of Innovation
- Municipal Detention Center
- Non-Departmental
- Administration:
  - •City Attorney
  - •City Auditor, City Clerk
  - •Human Resources
  - •Finance & Budget
  - •Mayor and Council
  - •City Manager
  - •Transfers

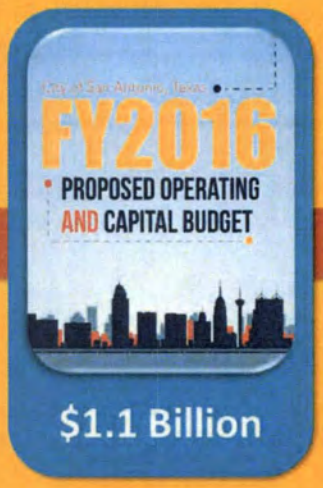
Total City Positions



With Pre-K added, a net of 126 positions added

- 570 New Uniform Police and Fire/EMS added
- 907 Vacant Civilian positions eliminated
- 463 New Pre-K 4 SA Positions

General Fund Budget



$1.1 Billion

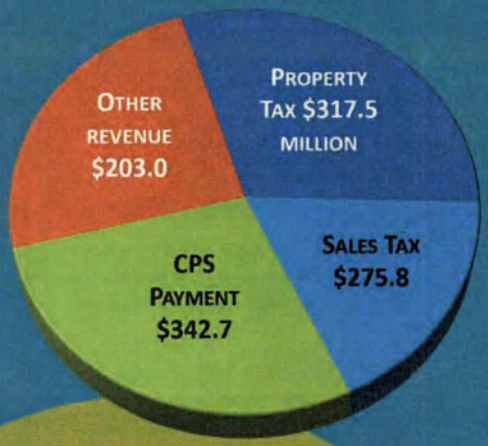
$1.14 Billion

3.4%
Increase
or
$37 Million

FY 2017 General Fund Revenues

$1.14 Billion

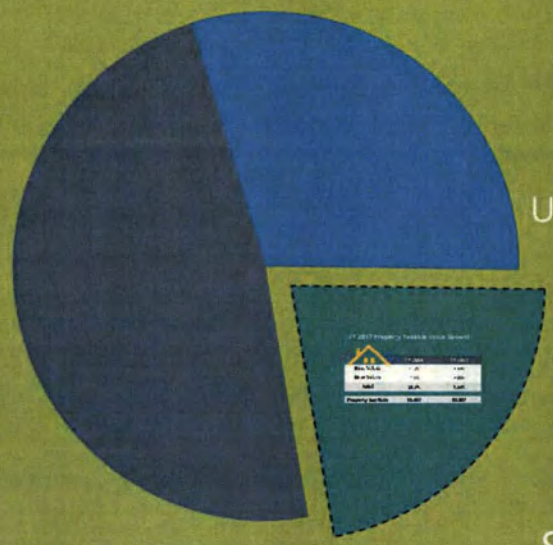
4.5% Higher than FY 2016 Estimate



	% increase over FY 2016
Property Tax	***8.1%***
Sales Tax	***3.5%***
CPS Payment	***5%***
Other Revenue	***-0.6%***

stribution

Property Tax Distribution



48% Public Schools K-12

30% County, Community Colleges, SA River Authority, University Health District

22% City of San Antonio

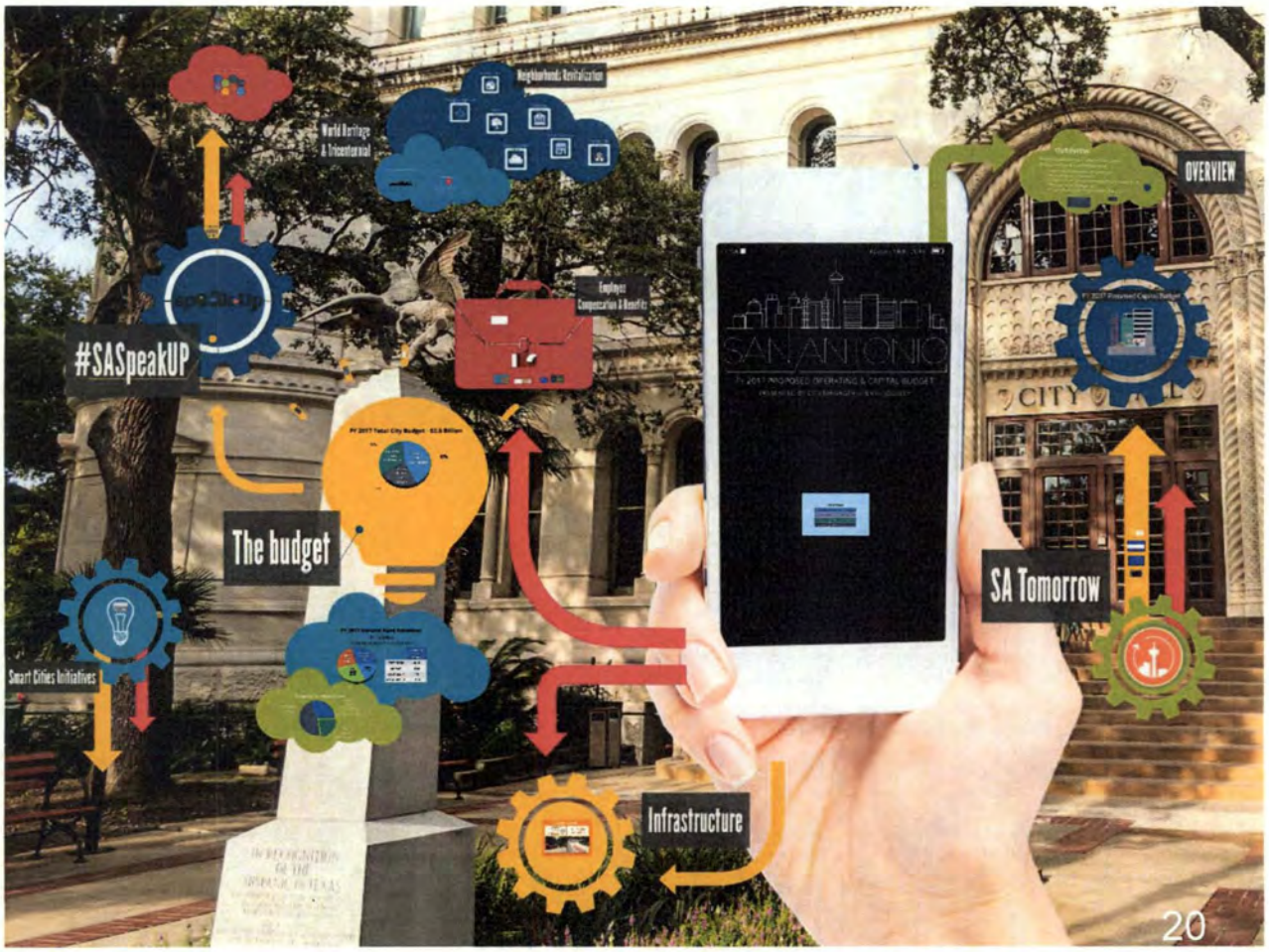
FY 2017 Property Taxable Value Growth

	FY 2016	FY 2017
Base Values	10.7%	7.55%
New Values	2.8%	2.00%
Total	**13.5%**	**9.55%**
Property Tax Rate	**55.827**	**55.827**

City Tax Relief

$42 Million
in property tax revenue foregone

Over 87,000 Seniors and nearly **9,100** Disabled Homestead Exemptions



FY 2017 Budget Supports SA Tomorrow

- 2 Planners added for plan implementation
- $250,000 to begin comprehensive plan implementation strategy for regional centers

Fire/EMS Services

- Reflects Evergreen
- Funds 51 firefighters added in FY 2016
- Adds 2 more classes (1 Fire; 1 EMS)
- Retrofits fire stations with exhaust removal systems
- Adds 2nd set of bunker gear

Police

- 32 New Police Officers
- 9 Parks Police
- 42 Civilians for 911 Call Center
- Body Cameras Implementation
- Gang Violence Intervention

Five Year Police Mediated Settlement Agreement

- 17% Pay Increase & Clothing Increase No Retroactivity
- Employees share cost of healthcare
- Legal Fund eliminated when negotiated out of Fire contract
- Public Safety under 66% for first 3 years of 5 year agreement
- 8 year Evergreen
- Cars at 100K miles & pilot program
- Tuition at UTSA rates

Wages and Clothing Allowance

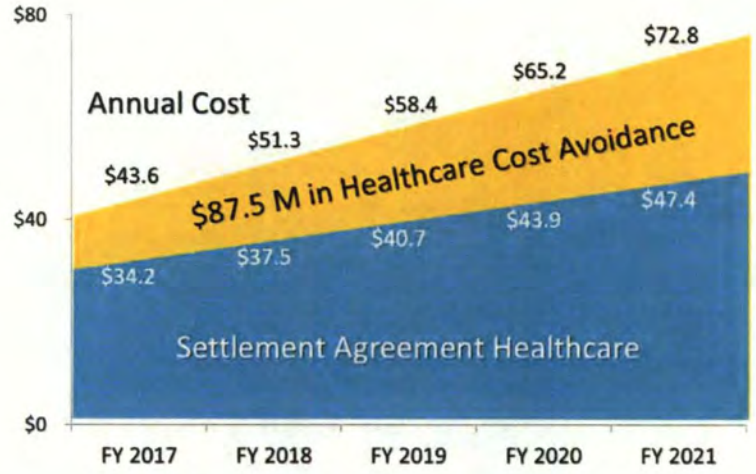
17% Pay increase

Fiscal Year	One Time	Re-curring
2017	3%	
2018		3%
2019		3%
2020		3%
2021		5%
Total	3%	14%

$800 more in clothing Allowance

Fiscal Year	Annual Amount
Today:	$1,440
2017	$1,840
2018	$1,940
2019	$2,040
2020	$2,140
2021	$2,240

Healthcare Cost Avoidance



Cost of Mediated Settlement Agreement

Municipal Court Detention Center

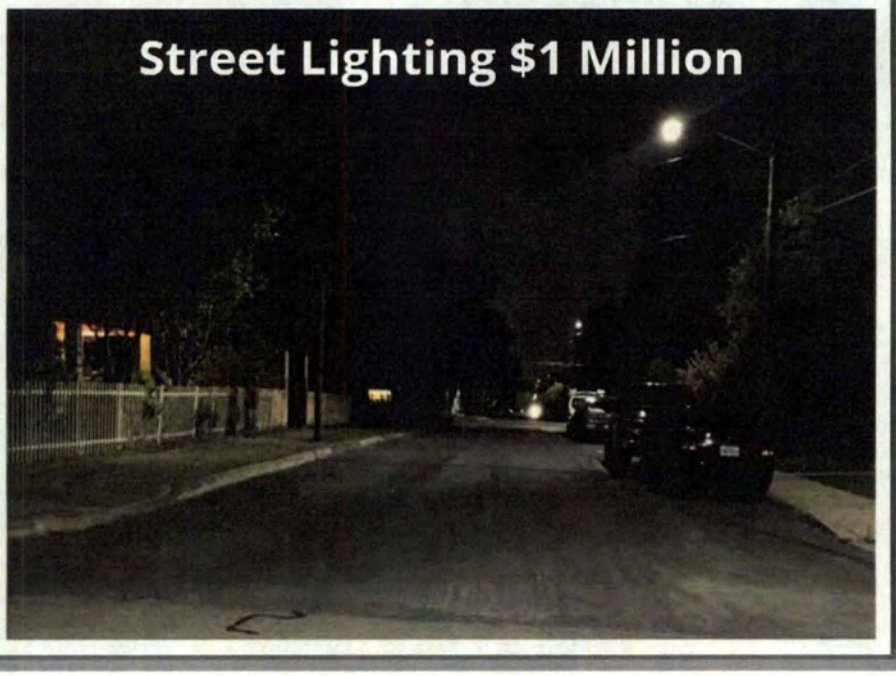
- Detention Center operations transfers to Police Department effective Oct 1
- Task force and Municipal Court Judge will study options for future of Detention Center and potential relocation of Municipal Court

Infrastructure

$64 Million Street Maintenance

$15 Million Sidewalks

31



Pedestrian Safety

$1 Million Pedestrian Safety around schools

$1 Million for Pedestrian Safety Vision Zero

Neighborhoods Revitalization

Animal Care
$900,000

Delegate Agencies
$21 Million

Parks
$900,000

Libraries
$3 Million

Senior Services
$980,000

Center City
$1.1 Million

Sustainability
$150,000

Animal Care

$900,000

35

Animal Care Services

- 2 animal care service officers
- 3 new positions for return-to-owner program
- 5,000 additional spay/ neuter surgeries
- Capacity to pick up 2,000 more strays

Delegate Agencies

$21 Million

Delegate Agencies

Increases allocation to workforce development and youth agencies

Funds ALL Domestic Violence prevention agencies at the current FY 2016 levels

Libraries

$3 Million

Library

- Operating Funds for District 2 & District 6 New Libraries
- Computer & Furniture Replacement at some branch libraries
- Security Cameras & Security Access Card Systems

Parks

$900,000

41

Parks & Recreation

7 positions and equipment to support maintenance and operations of new and renovated parks in 2012 bond program and linear creekway

Rosedale Park

Lackland Corridor

Center City

$1.1 Million

43

Center City Neighborhoods

Adds $500,000 to incentivize infill development for a total of $2.5 million

$250,000 for San Antonio Local Initiatives Corporation (LISC)

Senior Services

$980,000

Senior Services

Southside Lions Senior Center:
5 positions and operating costs
(opens early 2017)

Northeast senior center
3 new positions and
additional meals budget

Sustainability

$150,000

Sustainability

$75,000 for Air Quality Non-Attainment Public Health Study
$75,000 for Non-Attainment Education & Outreach

Neighborhoods Revitalization

Animal Care
$900,000

Delegate Agencies
$21 Million

Parks
$900,000

Libraries
$3 Million

Senior Services
$980,000

Center City
$1.1 Million

Sustainability
$150,000

Tricentennial
300

World Heritage & Tricentennial

Delegate Agencies
$21 Million

World Heritage Historic Missions

Tricentennial
300

World Heritage Historic Missions

$2.8 Million for Streets and Sidewalks around Missions

$500,000 for workplan implementation

$250,000 for a business development incentive fund

1 support position

Tricentennial

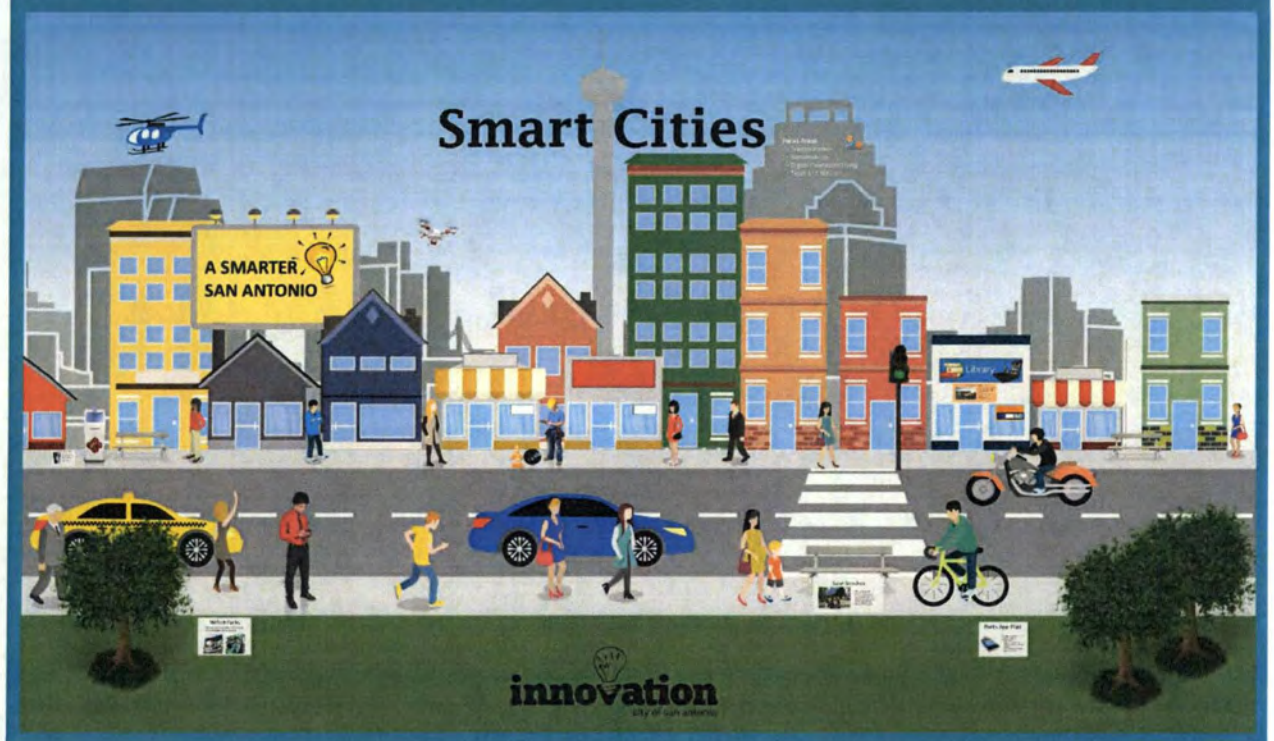
300

SAN ANTONIO

$1.2 Million in support for Tricentennial from Hotel Occupancy Tax

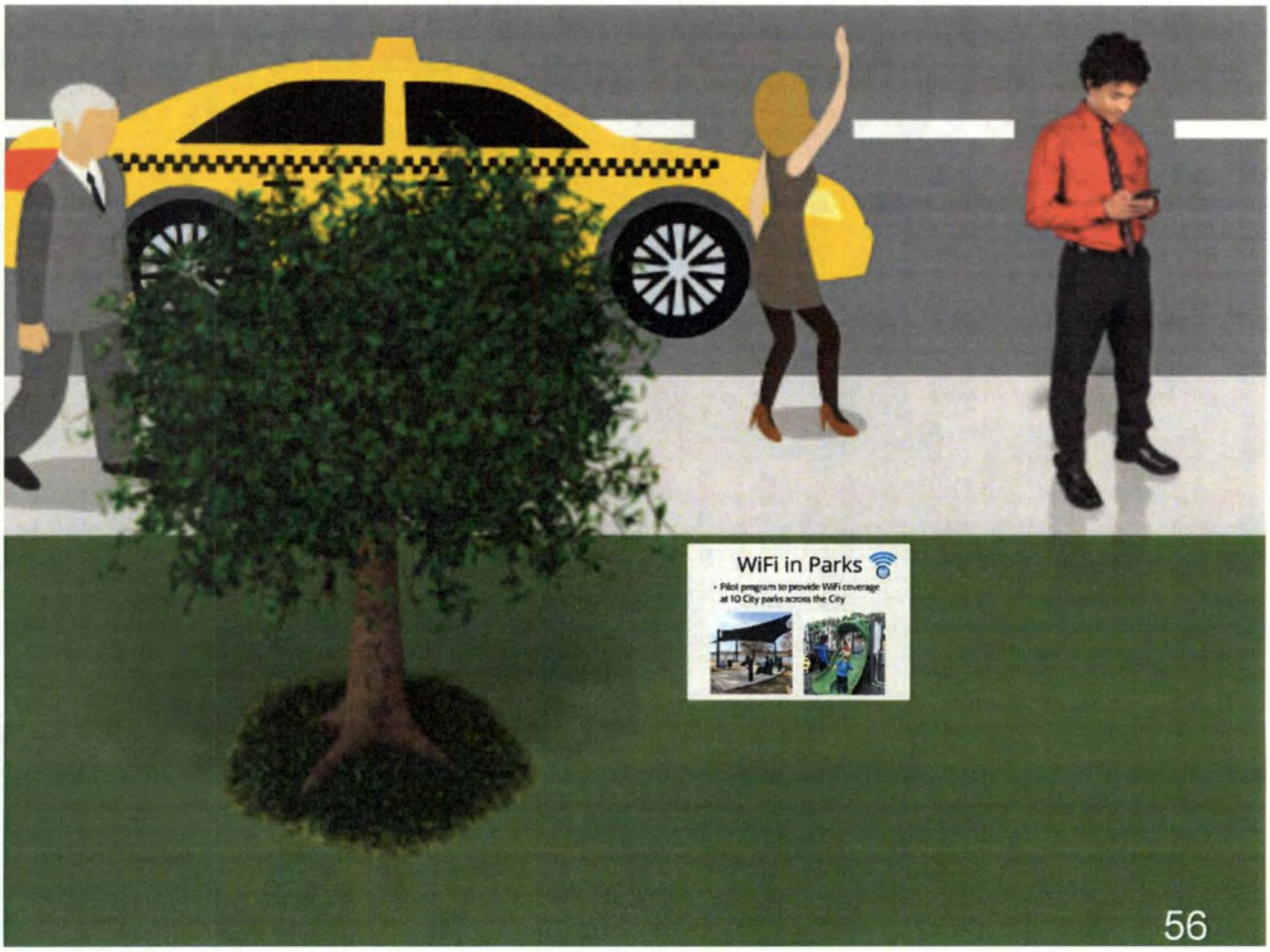
- $250,000 for 3 temporary positions
- $895,000 to support education and history activities, commemorative week, and marketing

Smart Cities Initiatives



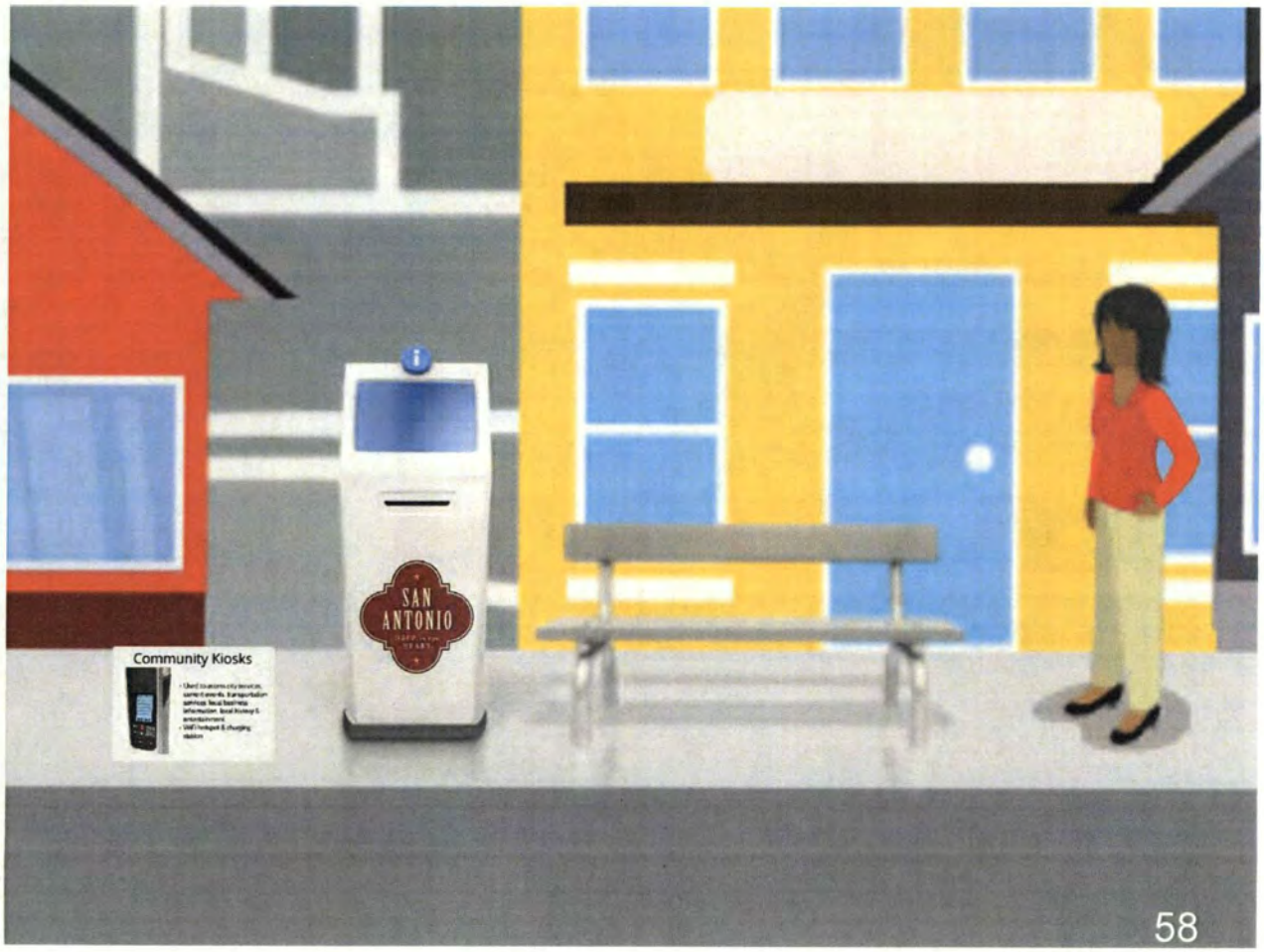
Focus Areas

- Transportation
- Sustainability
- Digital Connected Living
- Total: $13 Million



WiFi in Parks

- Pilot program to provide WiFi coverage at 10 City parks across the City



Community Kiosks

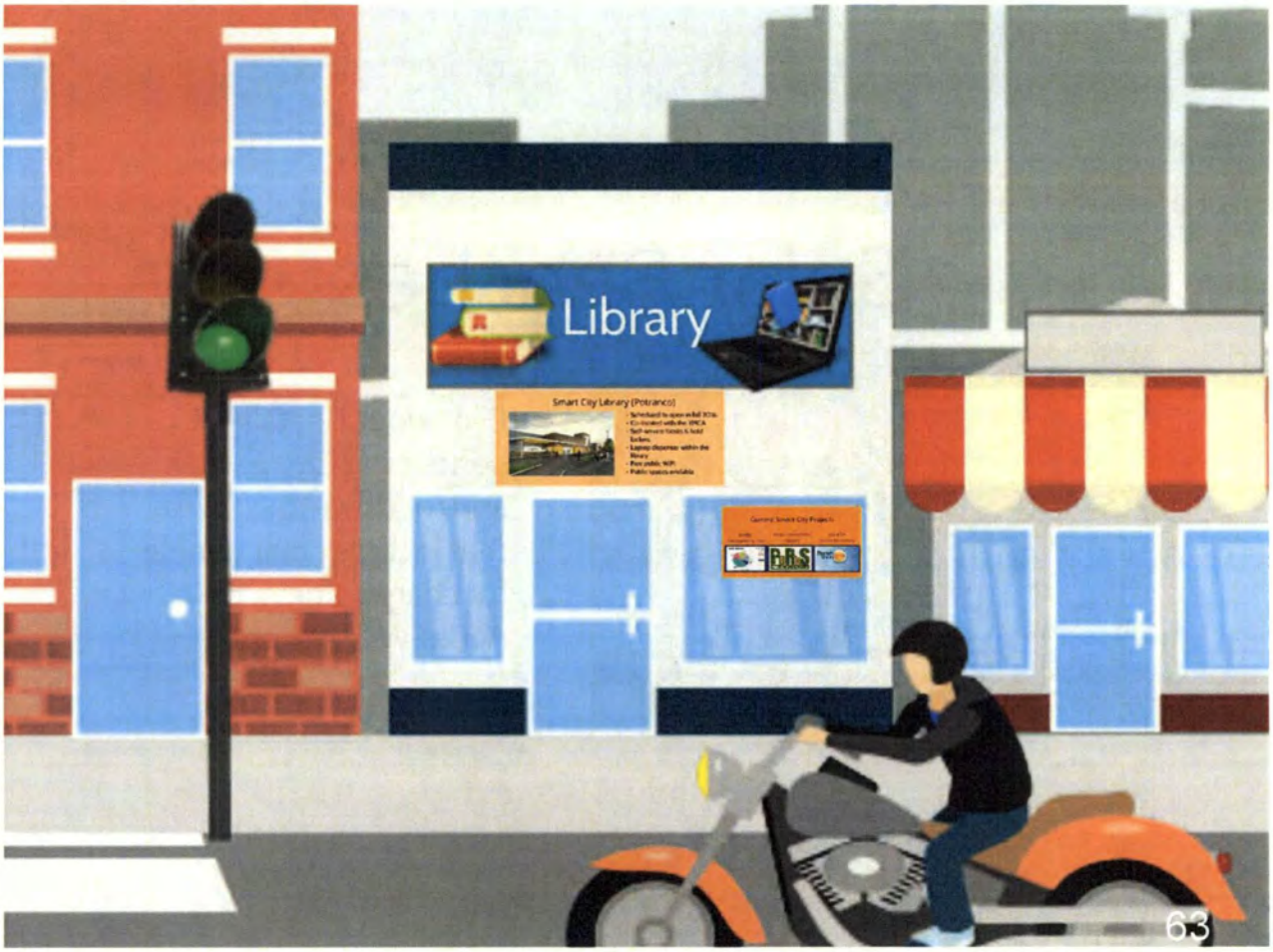
- Used to access city services, current events, transportation services, local business information, local history & entertainment.
- WiFi hotspot & charging station

Solar Benches

- Pilot would install benches at City parks and/or downtown area that include solar panels for charging devices
- Act as WiFi hot spot

Parks App Pilot

- Initial pilot would focus on linear creekway and 10 parks
- App will provide:
  - Locations of amenities
  - Calendar and notification of activities
  - Communication with parks police and steward



Smart City Library (Potranco)

- Scheduled to open in fall 2016
- Co-located with the YMCA
- Self-service Kiosks & hold lockers
- Laptop dispenser within the library
- Free public WiFi
- Public spaces available

Current Smart City Projects

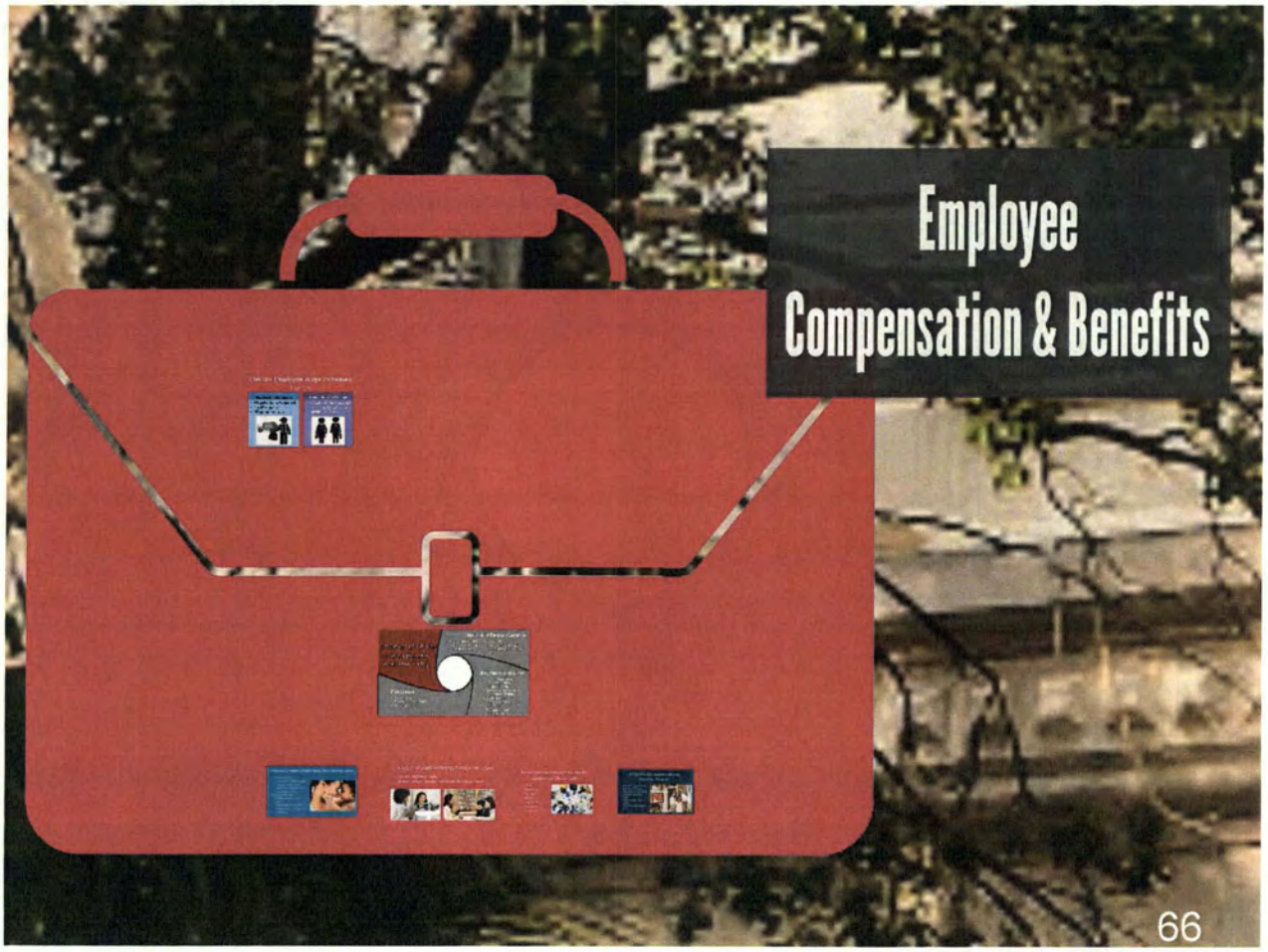
Budget Transparency Tool

Parks Reservation System

PaRkS
PARKS RESERVATION SYSTEM

Build SA Online Permitting

Permits Online



Employee Compensation & Benefits

Civilian Employee Wage Increases

1 to 5%

Step Pay Plan Employees

- 1% Cost of Living Adjustment
- 2 to 4% Step Pay Plan
- $13 per hour entry wage

Managerial & Professional

- 1% Cost of Living Adjustment
- Performance Pay allocation equivalent to 3% of wages

Employer of Choice

Civilian Benefits Available Today

Health and Pension Benefits

- Health Insurance
- Wellness Program
- Life Insurance
- Disability
- Pension: 2 to 1 Match; 6% Employee and 12% City

Education and Other

- Tuition Assistance
- GED Preparation
- Computer Skills
- Leadership Development
- Supervisory Training
- VIA Bus Pass
- Deferred Compensation
- Cell Phone Reimbursement
- HOPE Program

Paid Leave

- 13 Holidays
- Personal and Annual Leave
- Leave Buyback

Proposed 6 Weeks of additional Paid Parental Leave

- Current Benefits
  - 12 weeks of FMLA unpaid leave of which 6 to 8 qualify as disability with some level of pay
- Proposed Benefits
  - Adds 6 weeks of paid leave
  - Would allow most birth mothers up to 14 weeks of paid leave

24 hours of paid Wellness/Education Leave

- Covers wellness visits
- Attend school related functions for dependents

Tuition Reimbursement for Trades/ Applied Certificate Skills

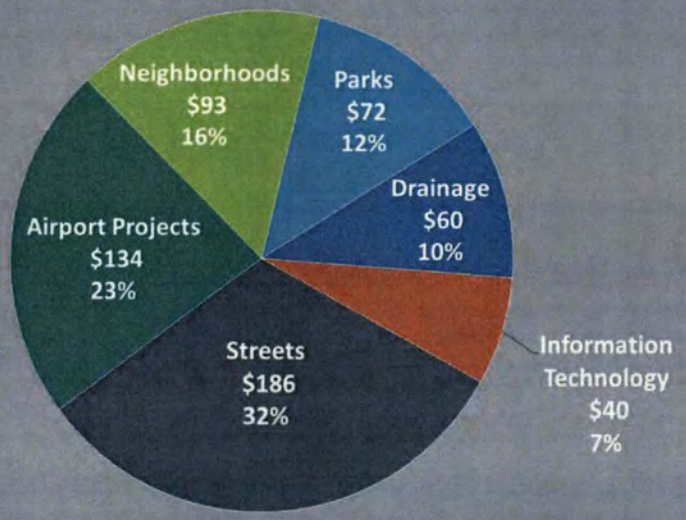
- HVAC
- Electrician
- Plumber
- Aviation Mechanic,
- Computer Technician

Police and Fire Uniform Housing Incentive Program

- First time buyers in San Antonio City limits
- Home buyers relocating to San Antonio City limits
- $7,500 within City Limits
- $15,000 within CRAG Area

FY 2017 Proposed Capital Budget

FY 2017 CAPITAL IMPROVEMENT PLAN
$585 Million

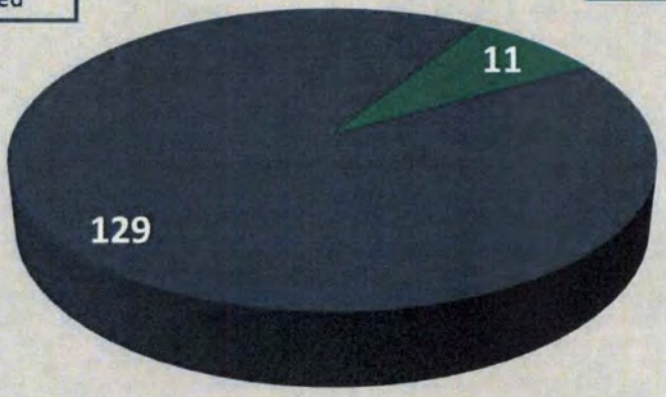


2012 Bond Program Status

92%
Under Construction or Completed

140 Total Projects

8%
In Design



Consolidated Rental Car Facility (CONRAC)

$171 Million Project
Complete in December 2017

Alamodome Renovation

$52.2 Million Project
Complete in November 2017

Next Steps

August & September	5 City Council Worksessions
August & September	5 Budget Community Open Houses
August 31 & Sept 7	2 Public Hearings Budget and Agencies
September 15	Budget Adoption