



FY 2020 Budget Update

July 22, 2019



Budget Process

- **July 17** – Received certified property values
- **July 29** – Special City Council meeting
 - Present certified appraisal roll, effective and rollback rates
 - Introduction of the Ordinance setting the tax rate
 - Council discuss and take action on budget requests
- **August 6** – Regular City Council meeting
 - 1st Public Hearing on the Proposed Tax Rate

Budget Process – Next Steps

- **August 13** – Regular City Council meeting
 - 2nd Public Hearing on the Proposed Tax Rate
 - Public Hearing on the Proposed Budget (City Council and Mass Transit Board)
- **August 20** – Regular City Council meeting
 - Adopt budget and tax rate

FY 2020 Budget Summary

- Managing Federal and State impacts
- Engaging and listening to **our community**
- Investing in priorities and fulfilling our commitments

Managing Federal & State Impacts

Description	Impact
Decrease in bridge transfer to GF	(\$1.3M)
Decrease in projected sales tax	(\$0.8M)
Decrease in telecommunication franchise revenue	(\$2.7M)
Elimination of red light cameras	(\$0.5M)
City maintaining medians on State roads	(\$2.0M)
Total	(\$7.3M)

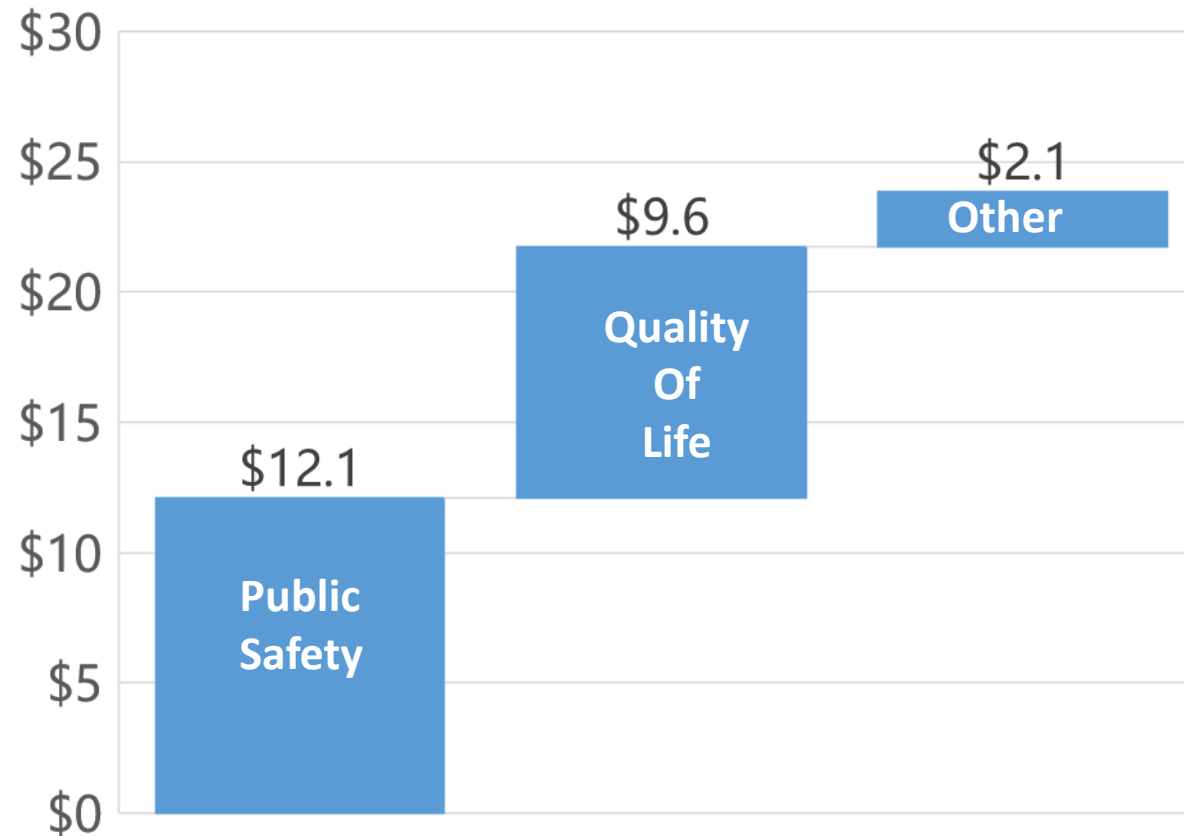
Impact is equivalent to **more than 2 cents on the tax rate**

Engaging & Listening to Our Community

- Over 2,200 Chime-In! responses (100% increase from prior year)
- Five budget focus group meetings conducted
- Strategic Budget Advisory with Youth, Businesses, and Neighborhoods
- Council community meetings

FY 2020 Preliminary Budget

- General Fund budget increasing by \$23.8 million

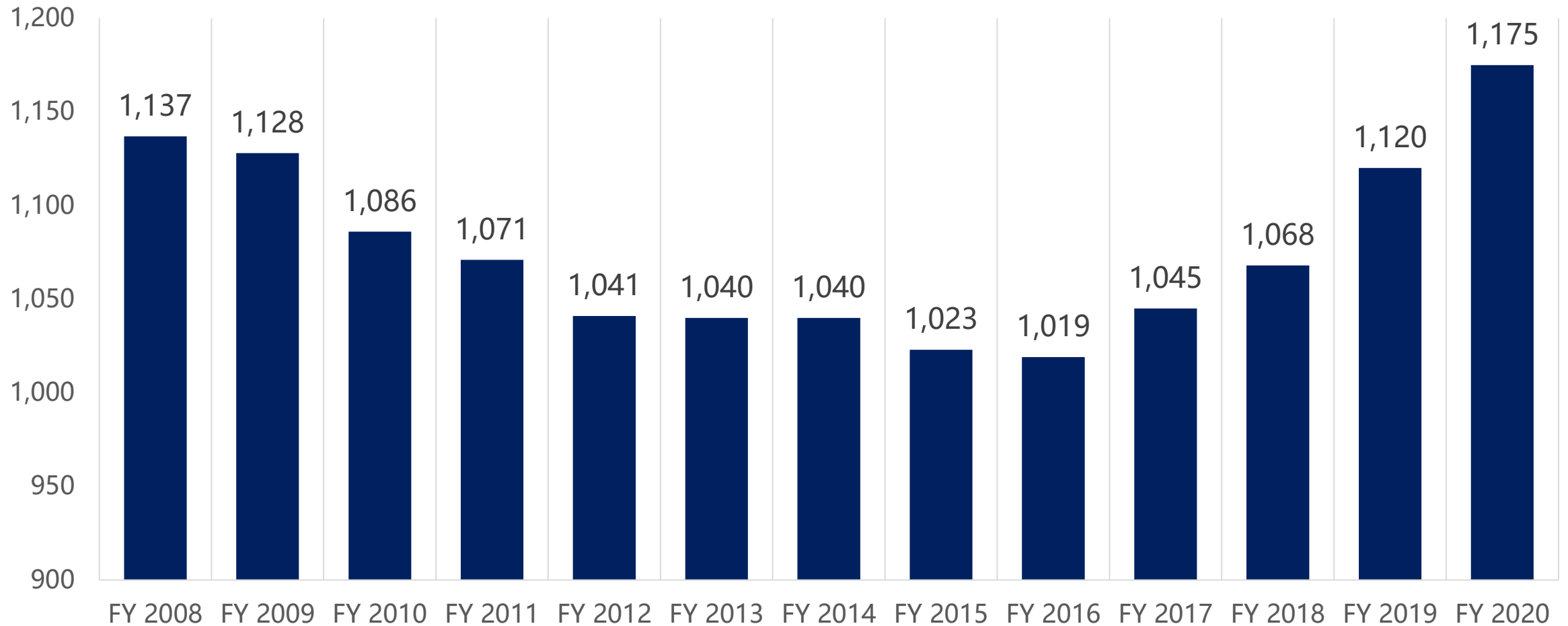


Investing in Priorities

Public Safety

- Pay increases based on contractual obligations
- Net increase of 55 new Police Officers (over 150 in last five years)
- \$4 million for public safety capital replacement
- Firefighter and 911 Communicator academies
- Crisis Intervention Team – full year impact

Uniformed Police Staffing



FY 2019 and 2020 are estimates (includes assumptions about attrition and number of academy graduates)

Investing in Priorities

Streets

- 50 residential street projects (\$7 million annually approved last year)
- \$500K for ADA on-demand request projects
- \$200K for Neighborhood Traffic Management Program (speed mitigation)
- \$200K increase for pothole patching materials

Investing in Priorities

Quality of Life

- 19 more Quality of Life bond projects to be completed next year
- \$1.5 million for enhanced maintenance at sport park complexes

Adrian Garcia Park	District 7 Neighborhood Water Park	Shawver Sports Field Rehabilitation
Alameda Recreation Center and Library Combo	Eastside Regional Park Phase I	Veterans Recreation Center
Bartlett Park	Eastside Senior Center	Zoo Animal Holding II
Chamizal Recreation Center and Library Combo	Lomaland Recreation Center	Zoo Chihuahuan Desert
District 2 Neighborhood Water Park	Memorial Library	Zoo Leopard
District 4 Neighborhood Water Park	Paseo Del Sol Park	Zoo South American Pavilion Restrooms
District 5 Neighborhood Water Park		

Investing in Priorities

Quality of Life

- \$1.5 million for city facility improvements
- Implementation of phase 1 compensation study
- No rate increase for employees in Consumer Driven Healthcare Plan

FY 2020 Proposed Budget Impact



Tax Rate Impact	\$20	Federal and State impact
Tax Rate Impact	\$20	Debt Service and ½ of Quality of life impact
Franchise Fee Impact	\$24	Public Safety Capital Replacement
Residential Total	\$64	

Property Tax Revenue

- FY 2020 property tax revenue was based on:
 - Estimated overall taxable value increase of 2.2%
 - Based on historical data and preliminary values received from CAD in April and June
 - Estimated increases in number of exemptions
 - Property tax rate increase of 4 cents per \$100 valuation

Total Taxable Values

FY 2019 Certified Values	\$35,248,872,664
FY 2020 Certified Values	\$35,727,850,245
\$ Change	\$478,977,581
% Change	1.36%

* Proposed Budget assumed 2.2% increase in valuations

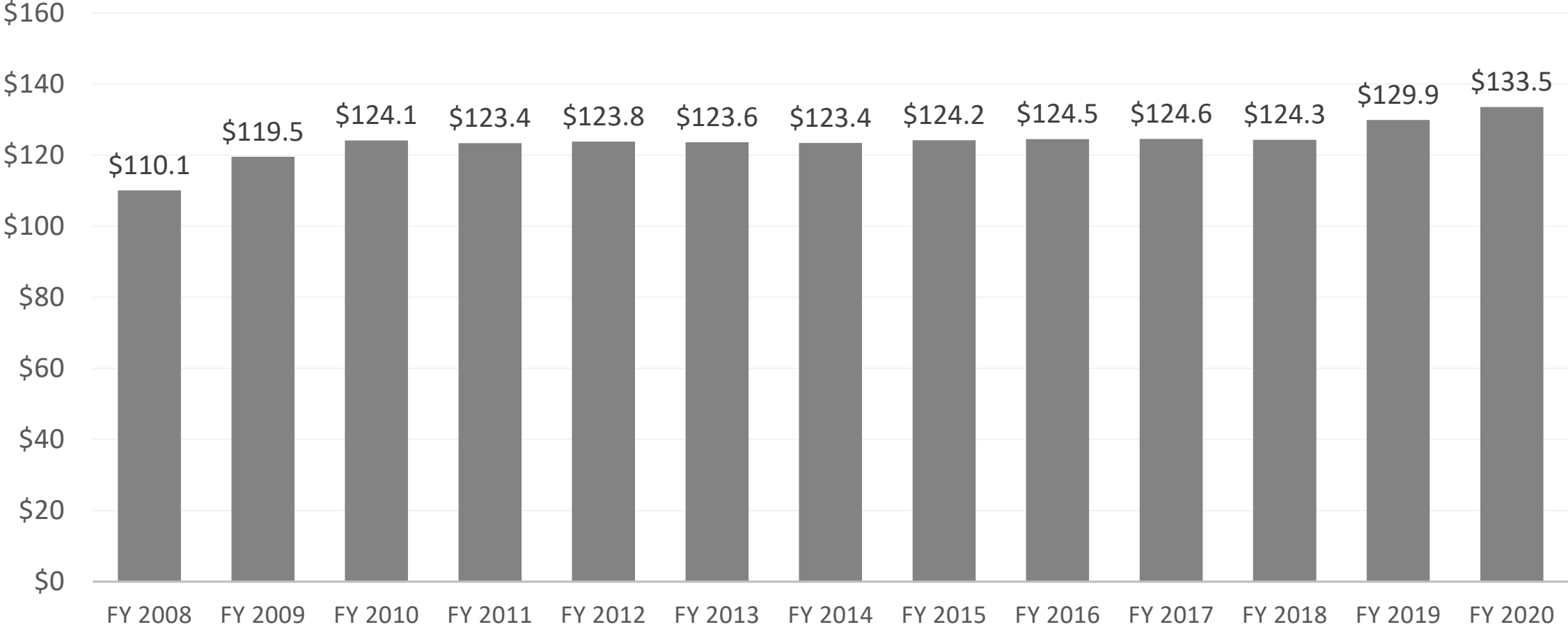
Total Taxable Values

		FY 2019	FY 2020	\$ Change	% Change
Appraised Property		\$44,557,107,073	\$45,600,463,492	\$1,043,356,419	2.34%
Homestead Cap	-	\$56,782,272	\$74,945,384	\$18,163,112	31.99%
Assessed Property	=	\$44,500,324,801	\$45,525,518,108	\$1,025,193,307	2.30%
Exemptions Amount	-	\$9,251,452,123	\$9,797,667,850	\$546,215,727	5.90%
Total Taxable Property	=	\$35,248,872,678	\$35,727,850,258	\$478,977,580	1.36%
Total New Value Taxable		\$517,314,789	\$498,375,817	(\$18,938,972)	-3.66%

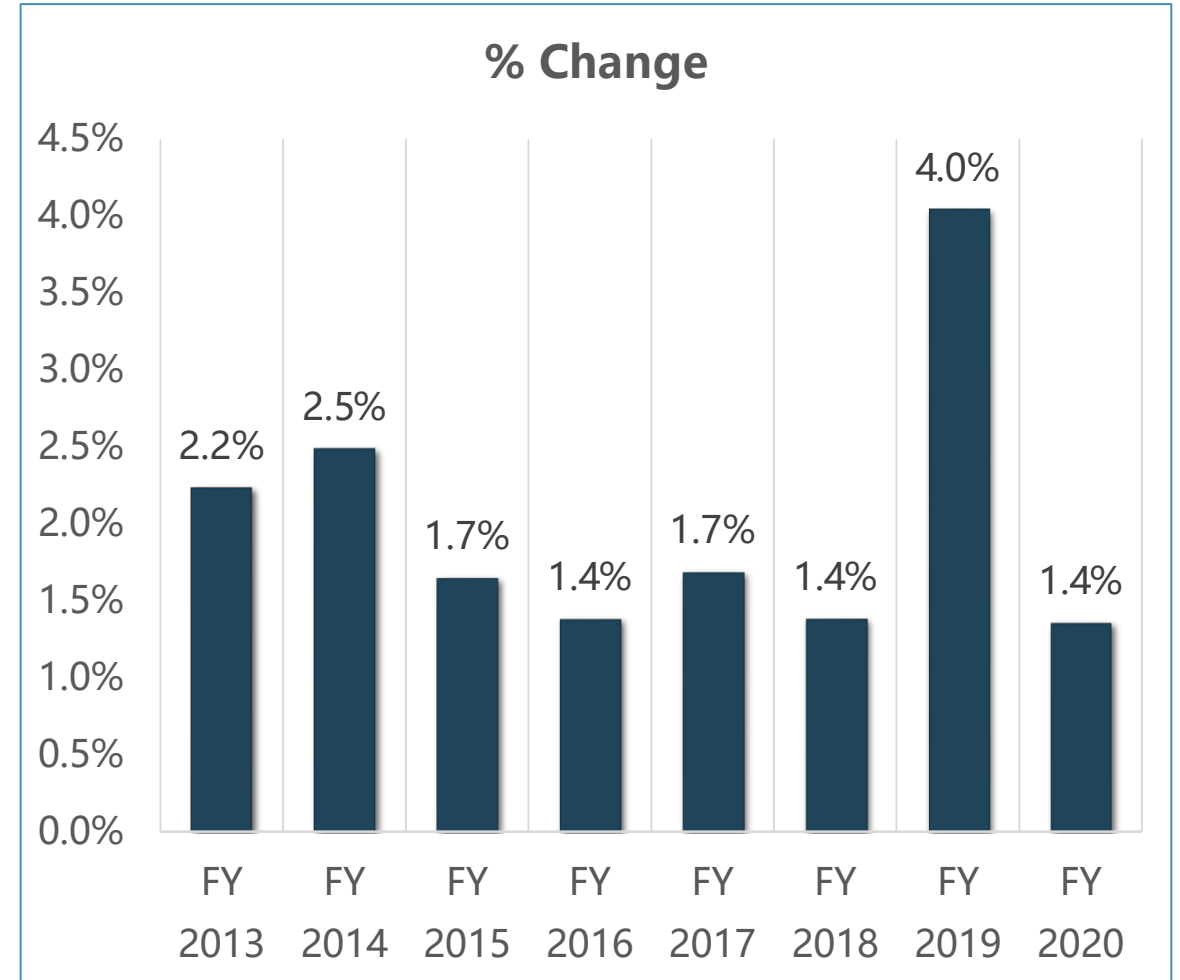
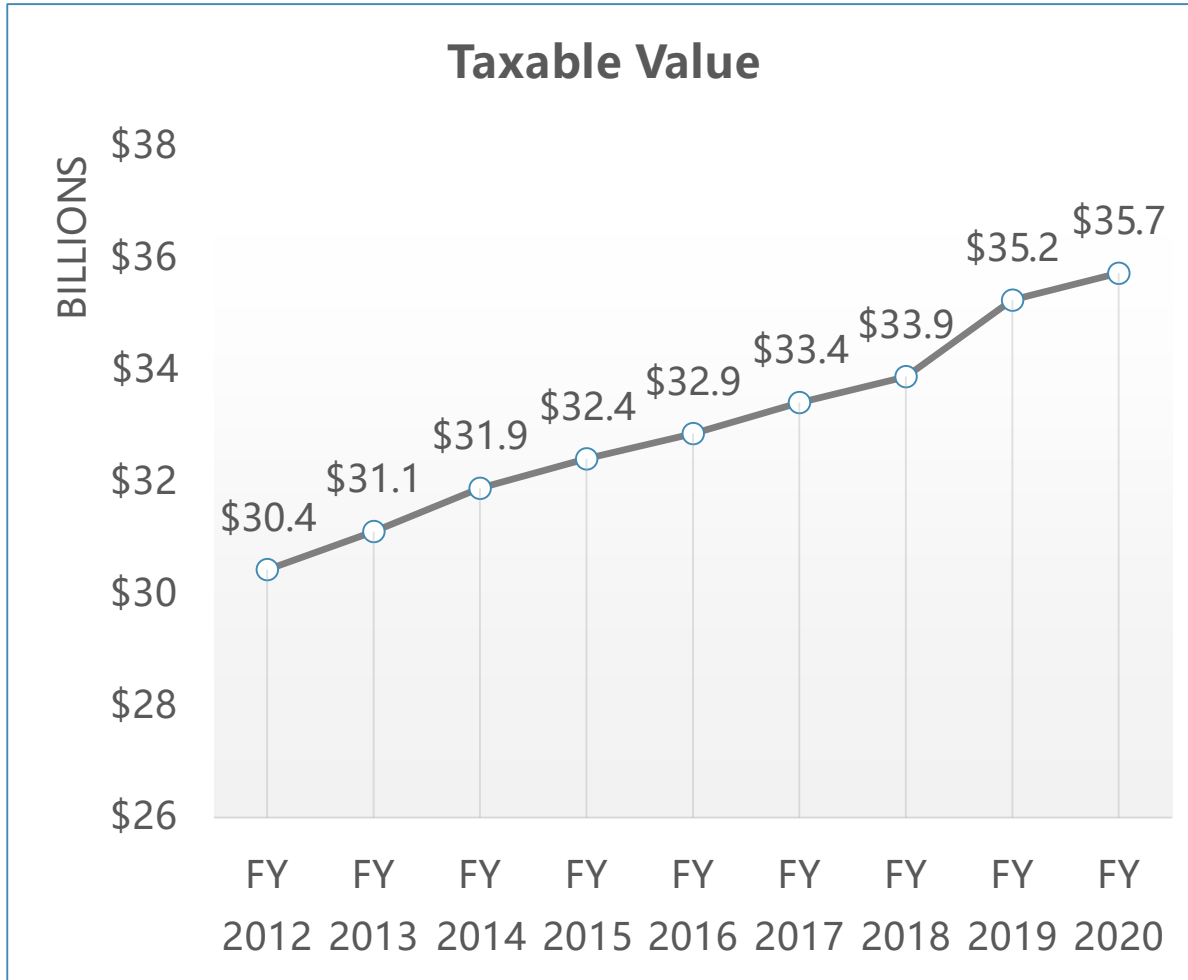
Tax Assessor Collector certified a 100% Collection Rate

Average Value Home

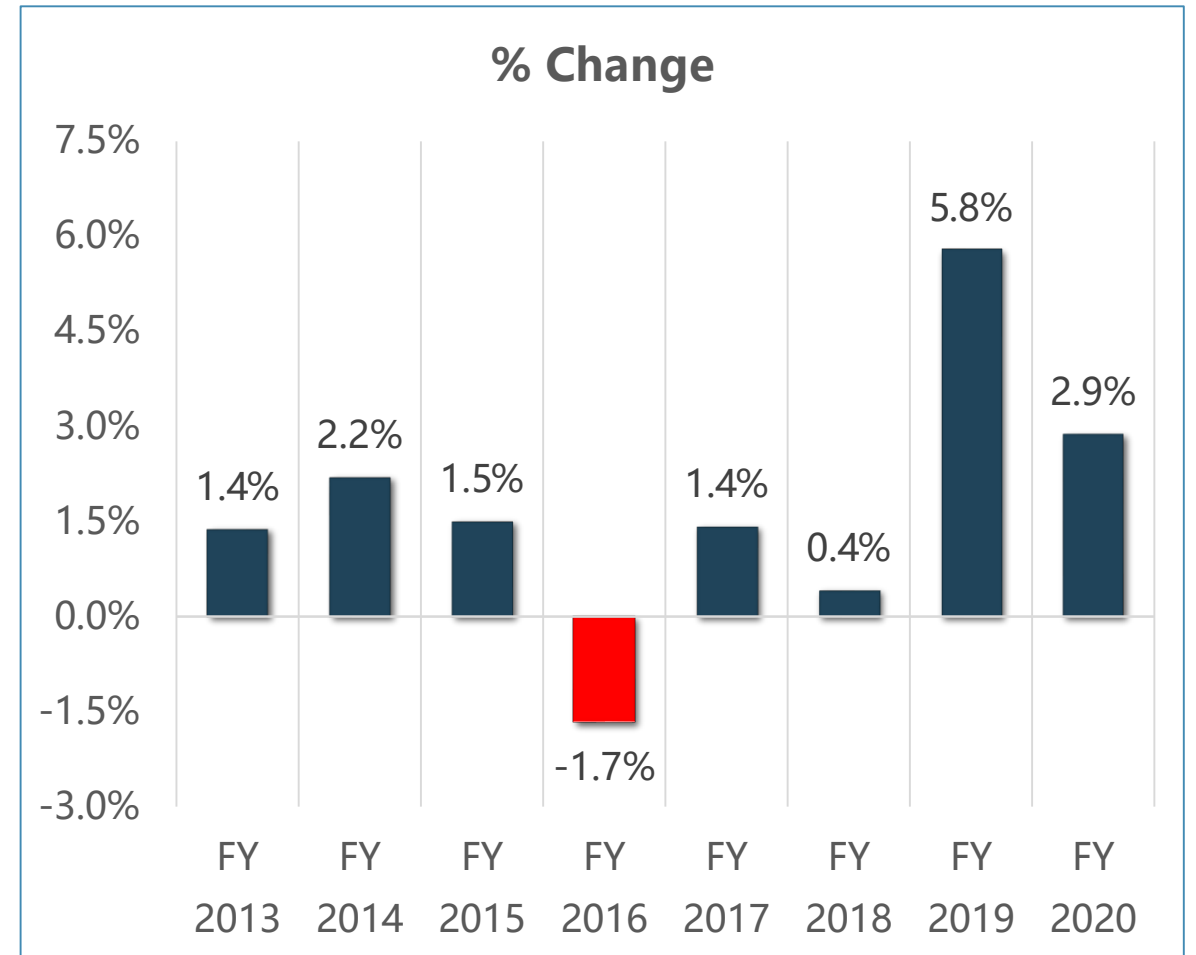
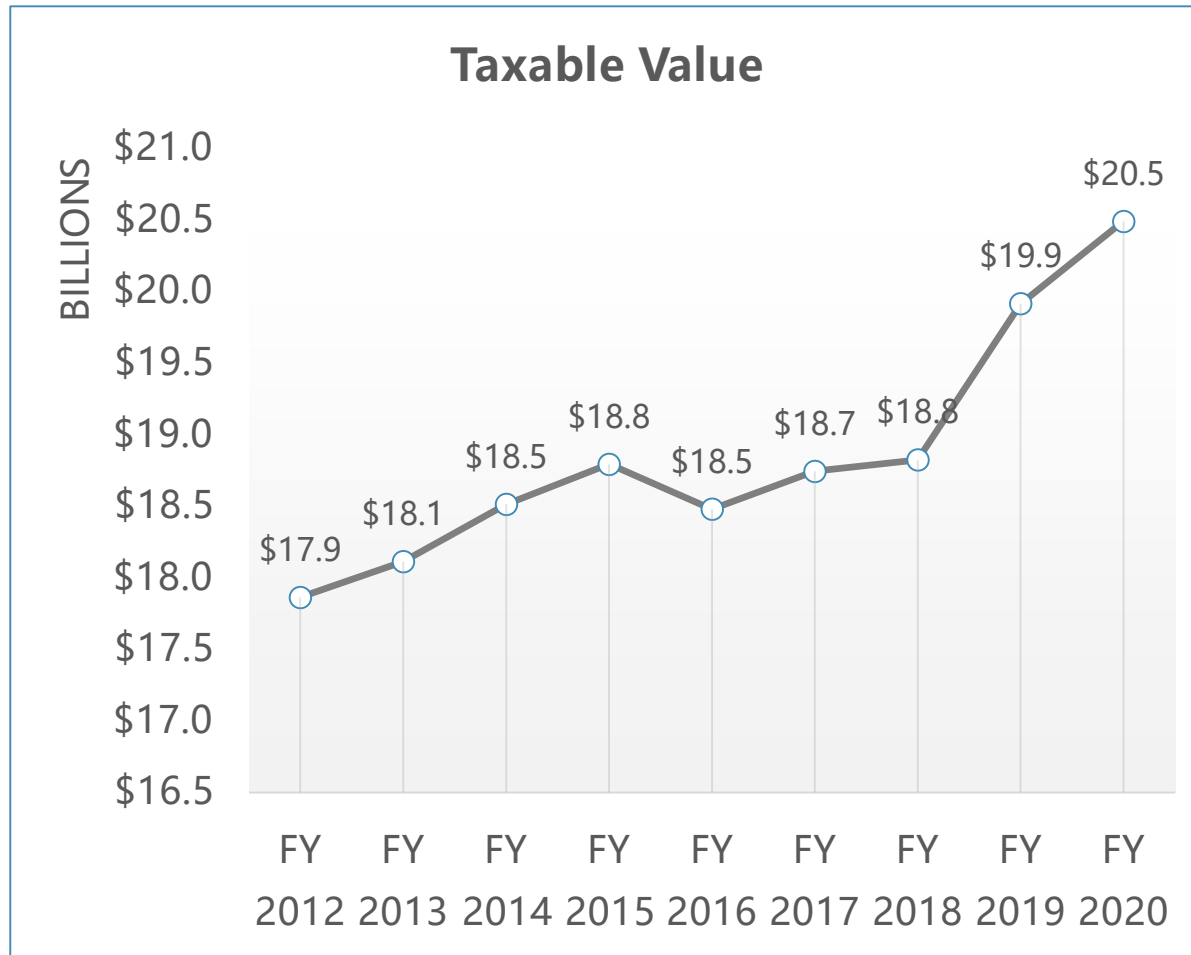
After \$5,000 Homestead Exemption (\$ in Thousands)



Total Taxable Property Values

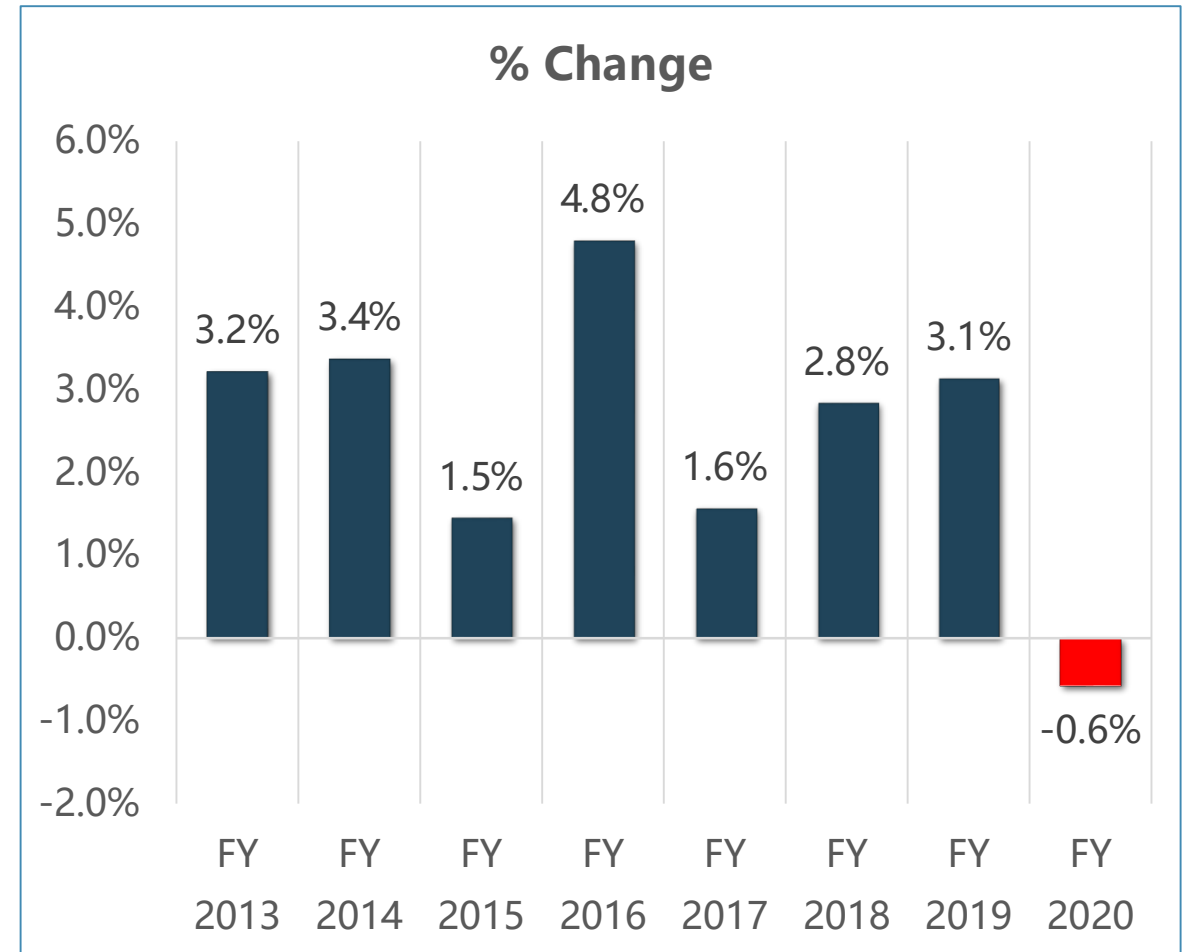
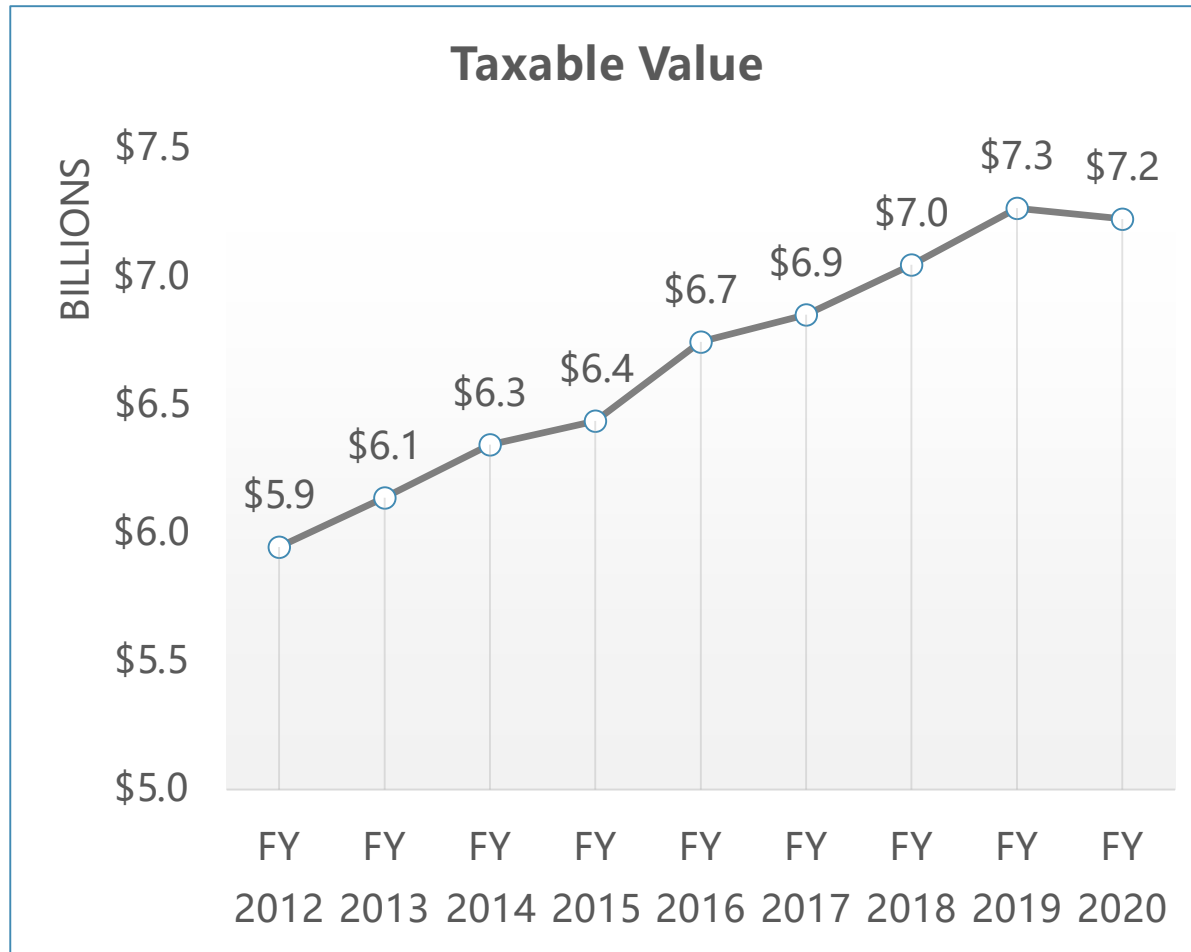


Single Family Residential

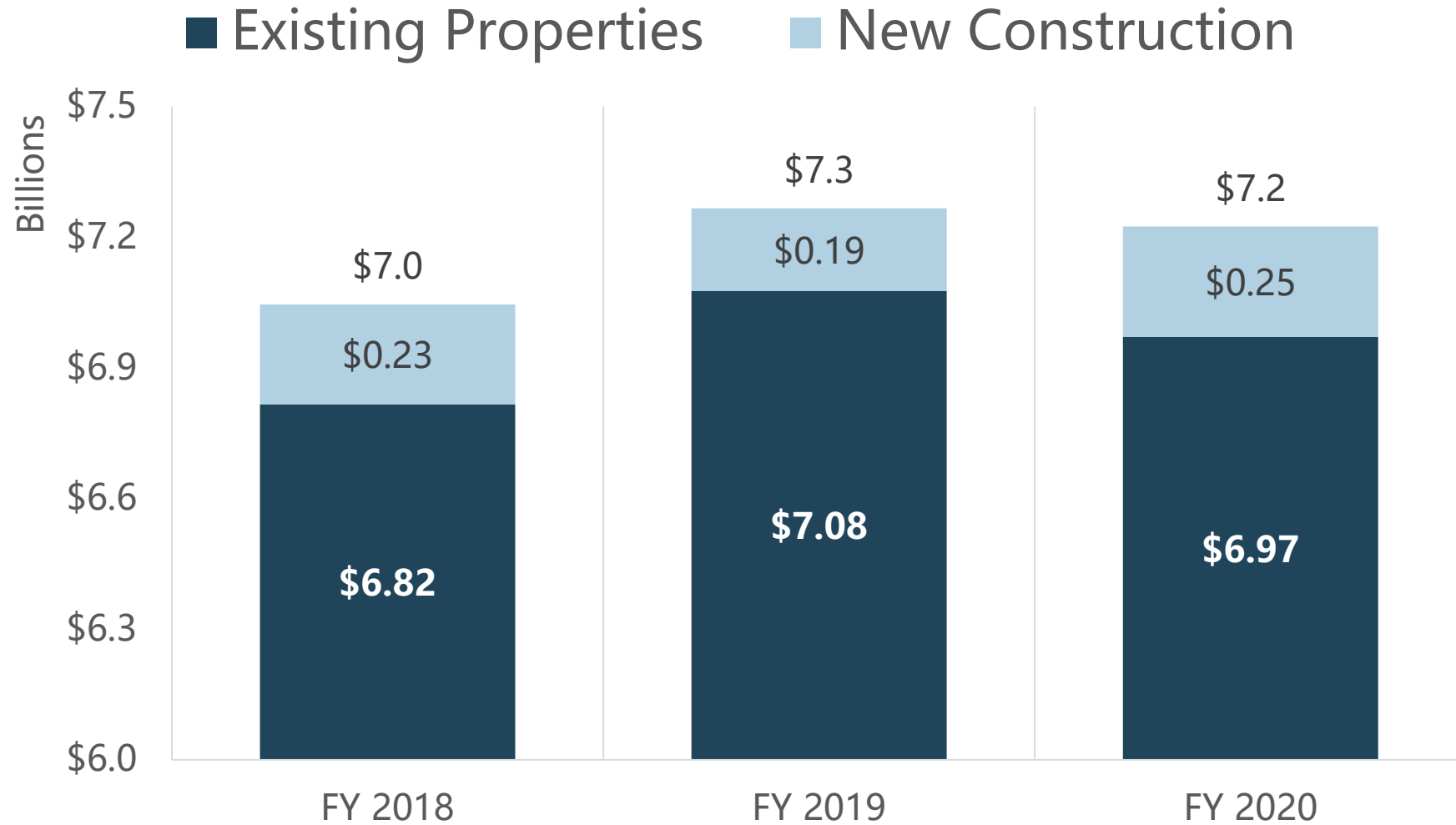


* FY 2016 – Over 65/Disabled exemption increased from \$30K to \$40K

Commercial Properties



Commercial Properties



Property Tax Rate

	FY 2019 Adopted	FY 2020 Proposed	FY 2020 Revised
M & O	0.522982	0.588738	0.586170
Debt Service	0.280451	0.294594	0.297162
Total Rate	0.803433	0.883332	0.883332

Property Tax Rate

Proposed, Effective, and Rollback Rates

FY 2020	
Proposed Rate	0.883332
Effective Rate	0.855093
Variance	0.028239

FY 2020	
Proposed Rate	0.883332
Rollback Rate	0.907301
Variance	(0.023969)

Property Tax Rate

Maintenance & Operations

FY 2020	
Proposed Rate	0.586170
Effective Rate	0.564944
Variance	0.021226

FY 2020	
Proposed Rate	0.586170
Rollback Rate	0.610139
Variance	(0.023969)

DISCOUNT & BENEFITS FOR SENIORS

PROPERTY TAX DISCOUNTS

\$5K

General Residence Homestead Exemption



\$42
annual
savings

\$40K

Age 65 or older exemption (effective Jan. 1 of the tax year in which you become 65 yrs. old)



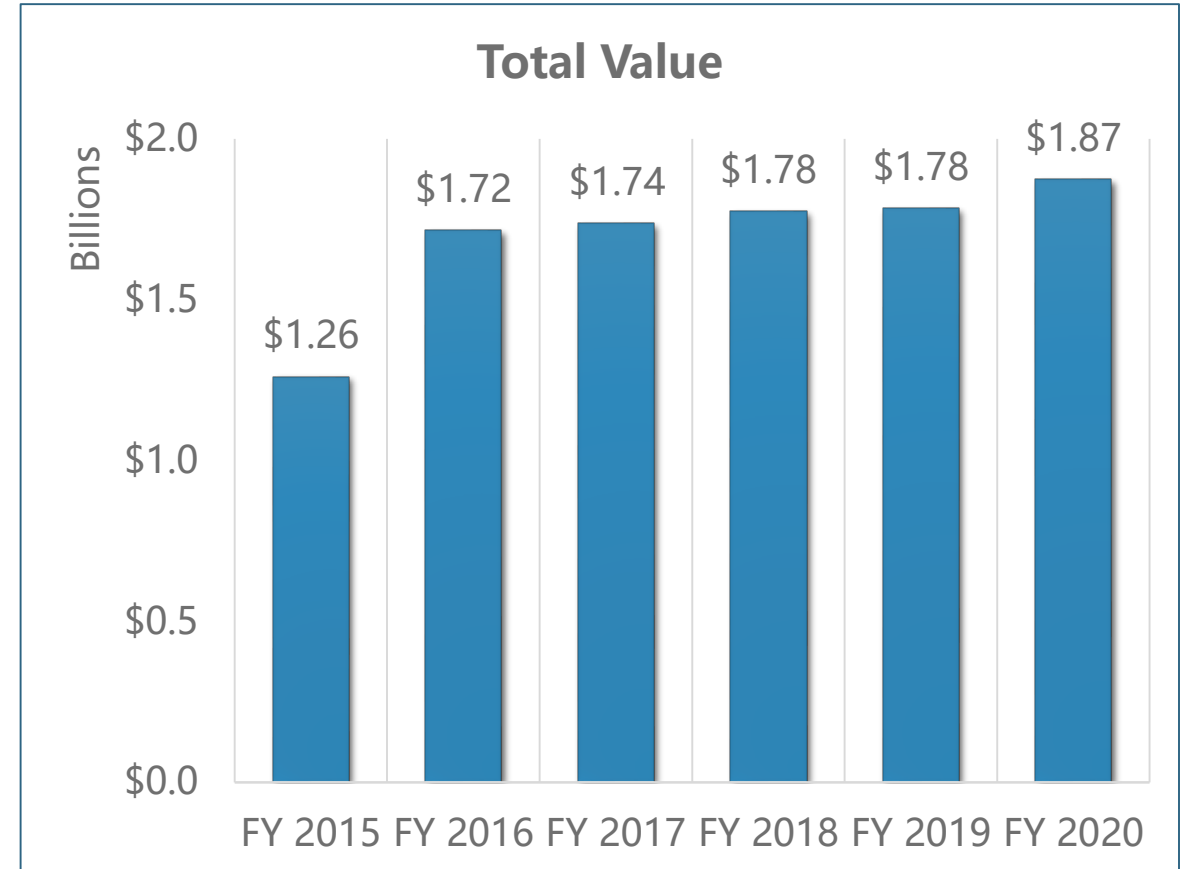
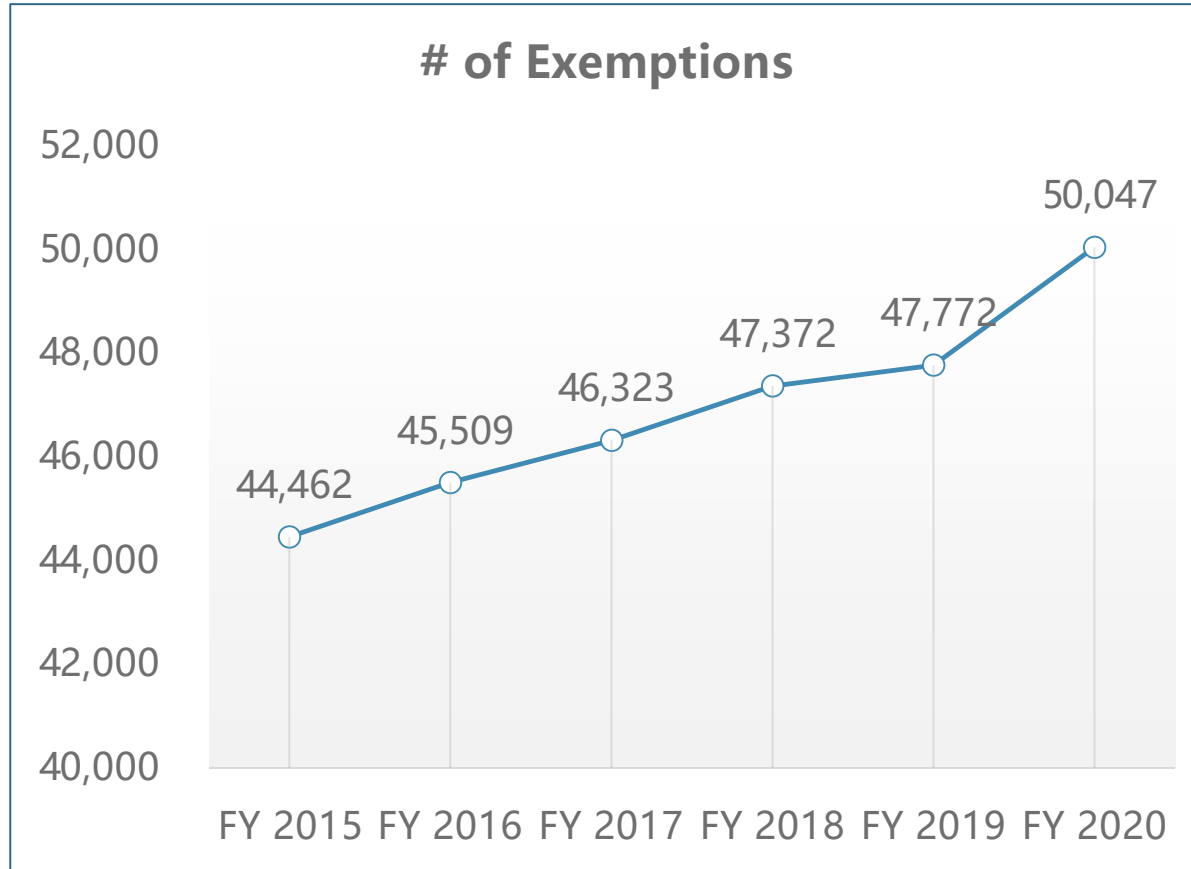
\$337
annual
savings

Citizens with the Age 65 or Older Exemption may qualify to pay current year taxes in 4 equal payments (If 1/4 of the current year tax amount is paid by January 31)



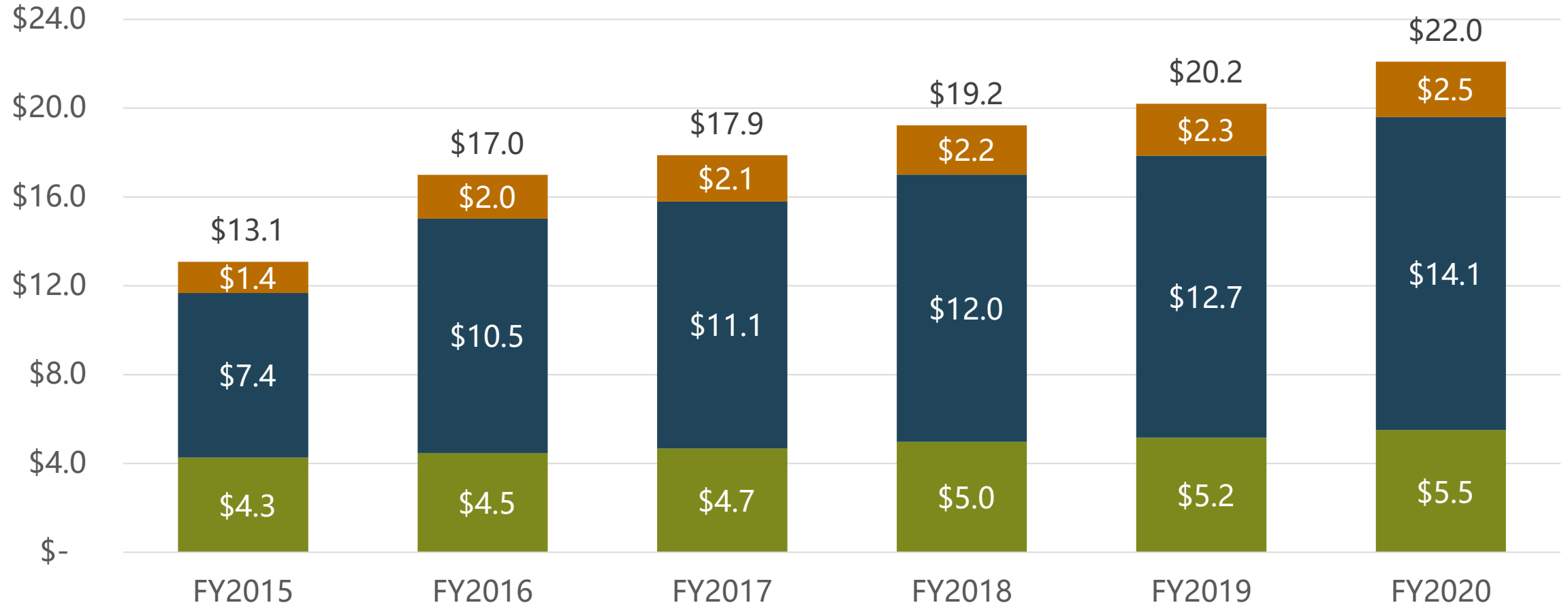
SENIOR DISCOUNTS FOR CITY SERVICES

Property Tax Relief (Exemptions) Over 65/Disabled



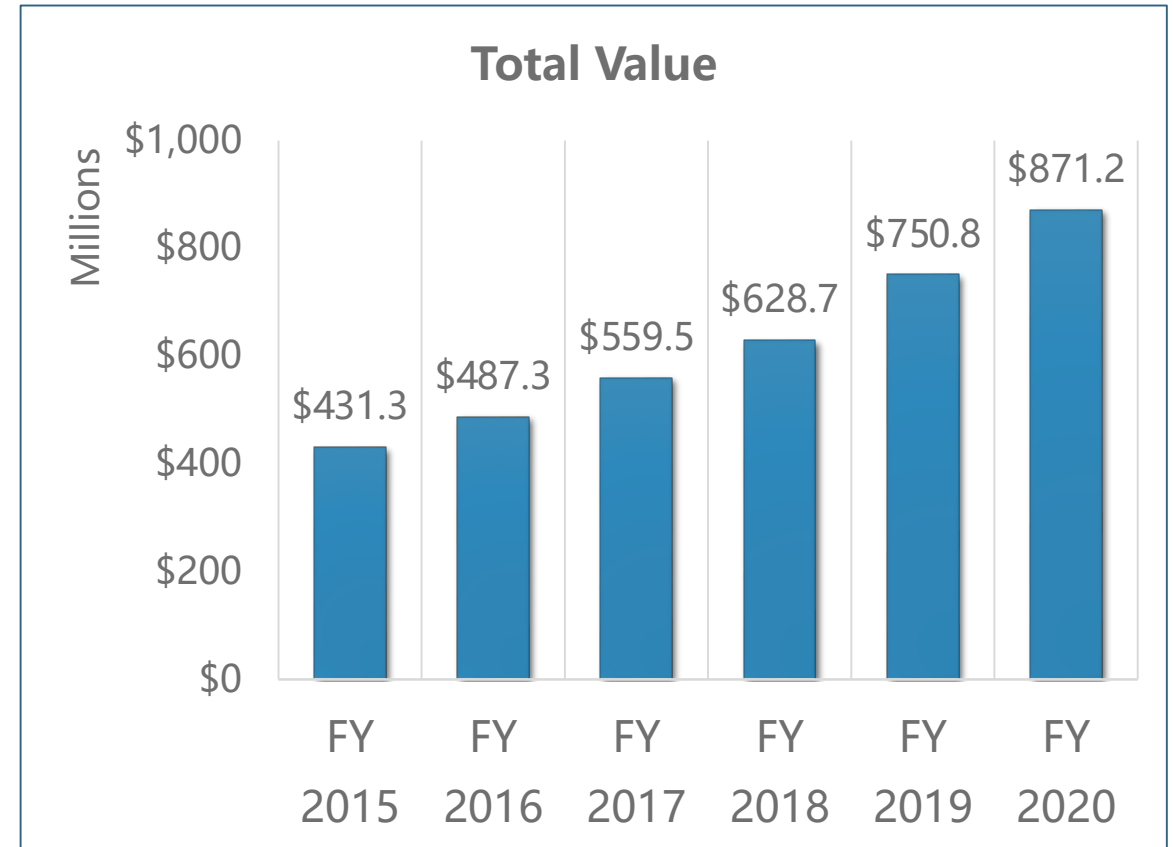
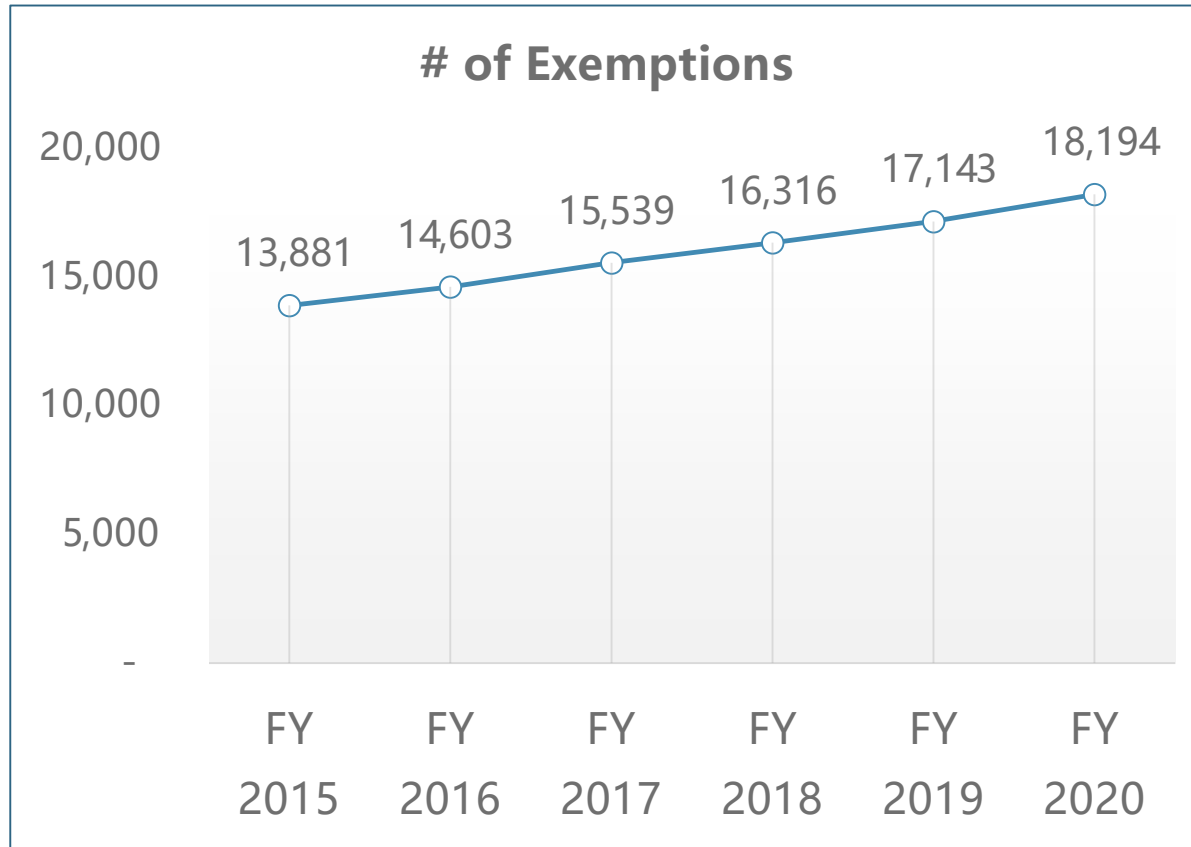
City Tax Relief (Exemptions)

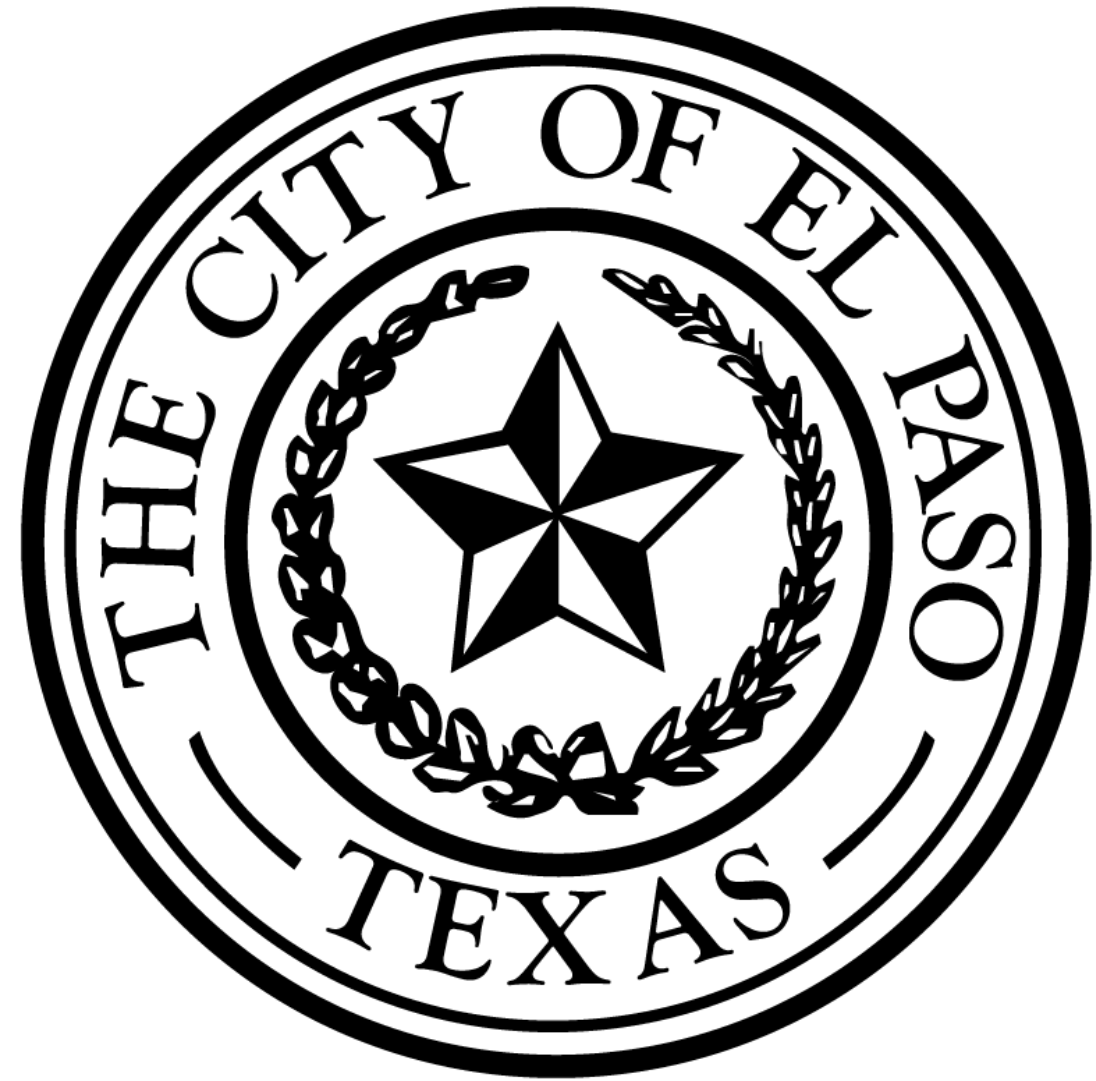
■ HOMESTEAD ■ OVER 65 ■ DISABLED



Property Tax Relief (Exemptions)

Disabled Veteran/Surviving Spouse





Questions/
comments

20 IN 2020 | POWER IN THE VISION