

BUDGET UPDATE: PROPERTY TAX RATE MAJOR IMPACTS



November 26, 2019

Property Tax Rate Major Impacts

- Low property valuation growth in the last decade
- Key communities we support (discounts for veterans, seniors, disabled)
- Addressing deferred investments
 - *Tax rate decreases 2004 to 2010*
 - *Mid-year budget reductions impacting operations (2012 – 2014)*
- Fulfilling commitments to voters (Fire CBA, Quality of Life, Public Safety)
- Investing in priorities for now and future generations

Property Tax Revenue

- Property tax bills are determined by:
 - Property value (determined by appraisal district)
 - Tax rate (adopted by City Council)
 - Exemptions (discounts for homesteads, seniors, disabled, veterans)

Property Taxes – Where Do They Go?



SCHOOL
DISTRICT
43%



CITY
29%



COUNTY
15%



UMC
8%

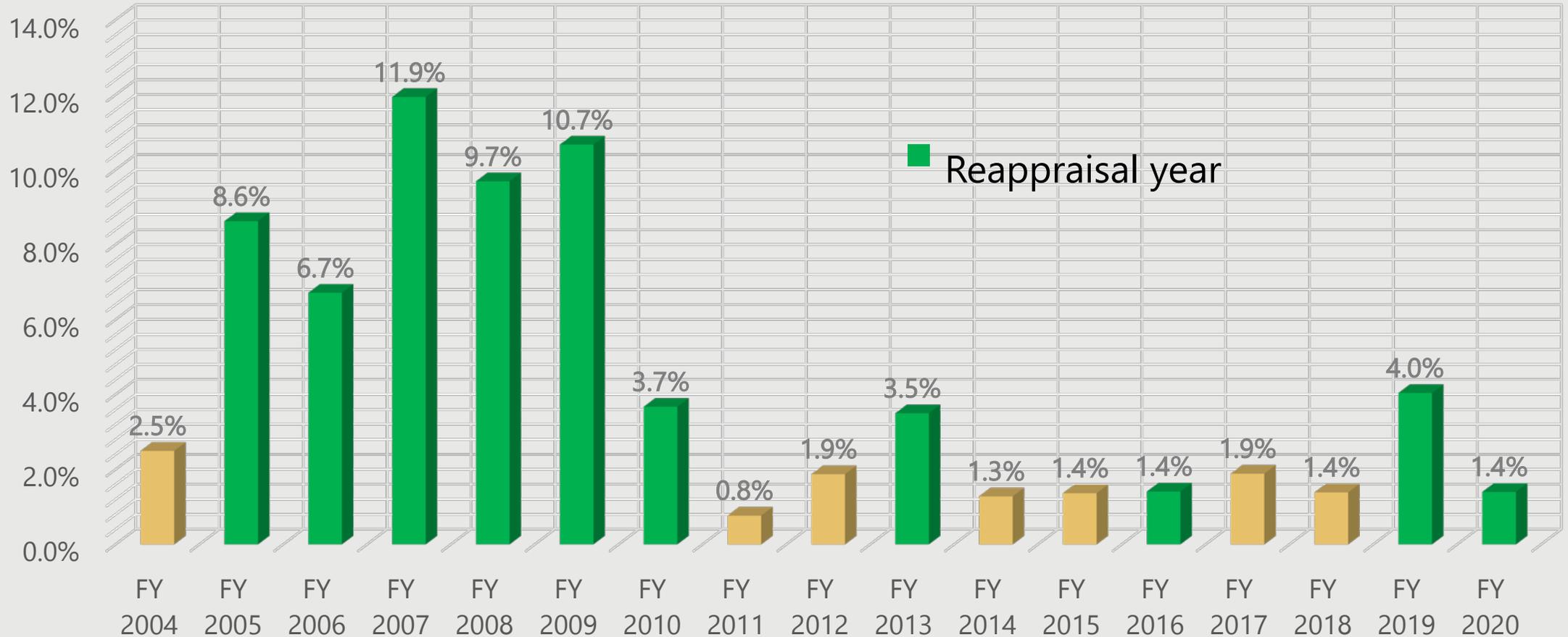


EPCC
5%

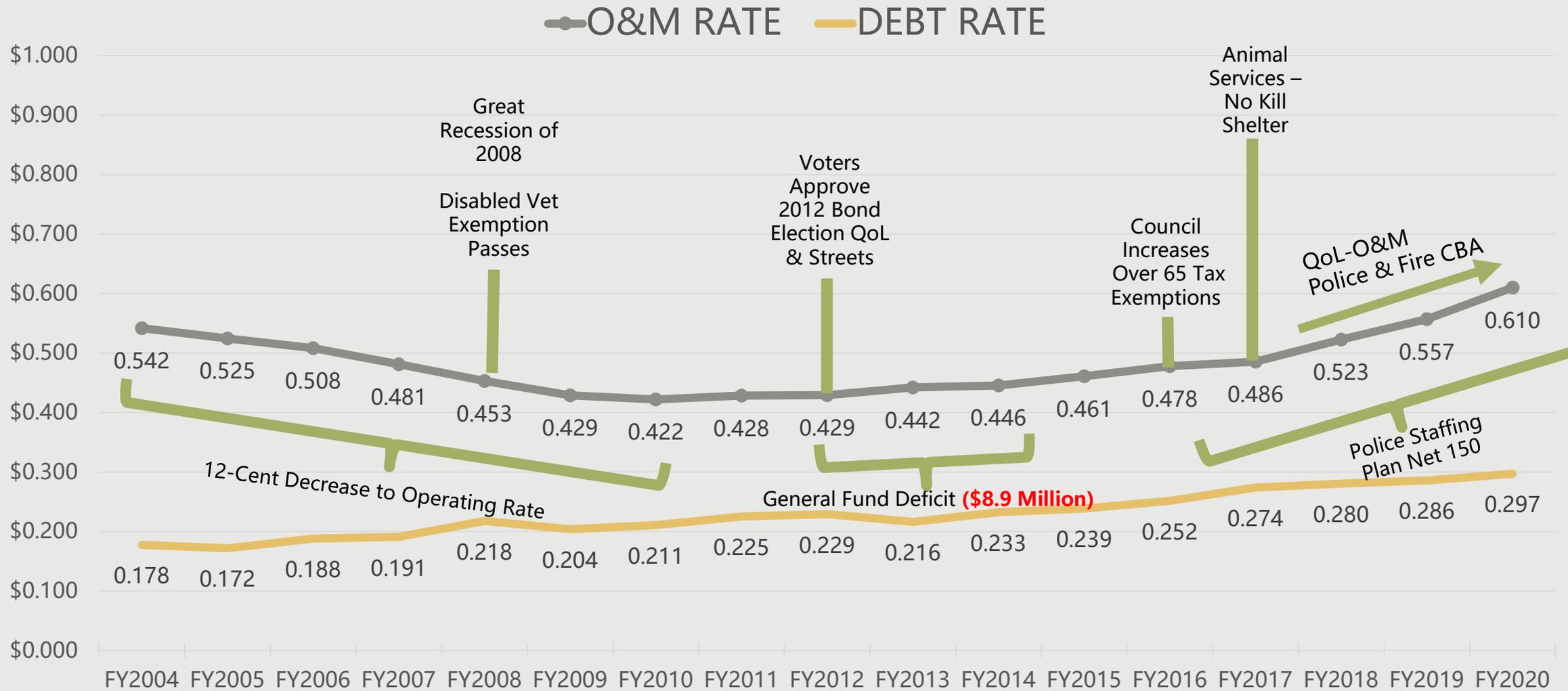
Property Taxes – How Are They Used?

- Provides funding for operating and capital requirements related to services provided by the City
- Operating (General Fund)
 - *Funds most activities and services expected by citizens such as Police, Fire, Streets, Parks, and Libraries*
- Capital (Debt Service)
 - *Accounts for the resources accumulated for and the payment of long-term debt principal, interest*

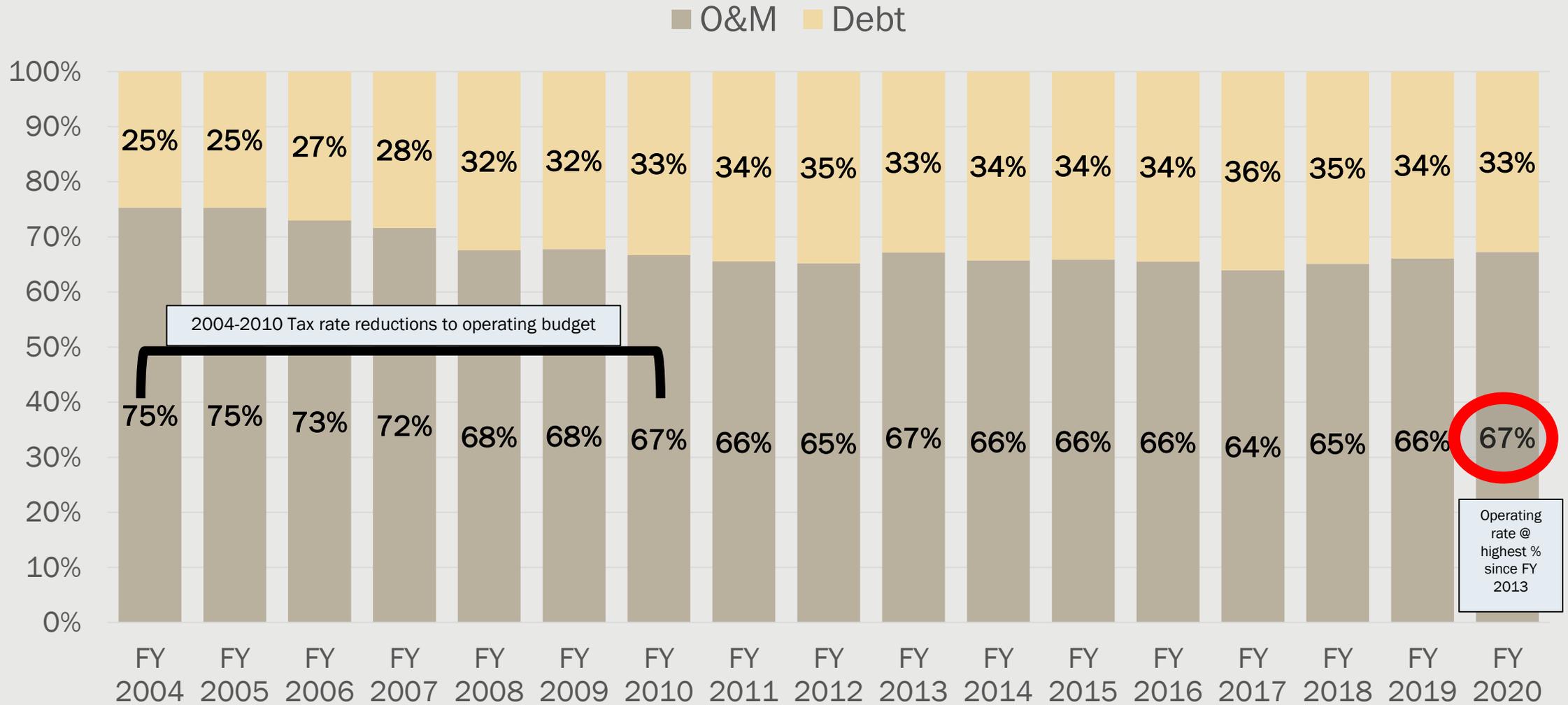
Taxable Property Values (% Change)



Historical Property Tax Rate



Property Tax Rate



Key Communities We Support

Tax Discounts (Veterans, Seniors, Disabled)

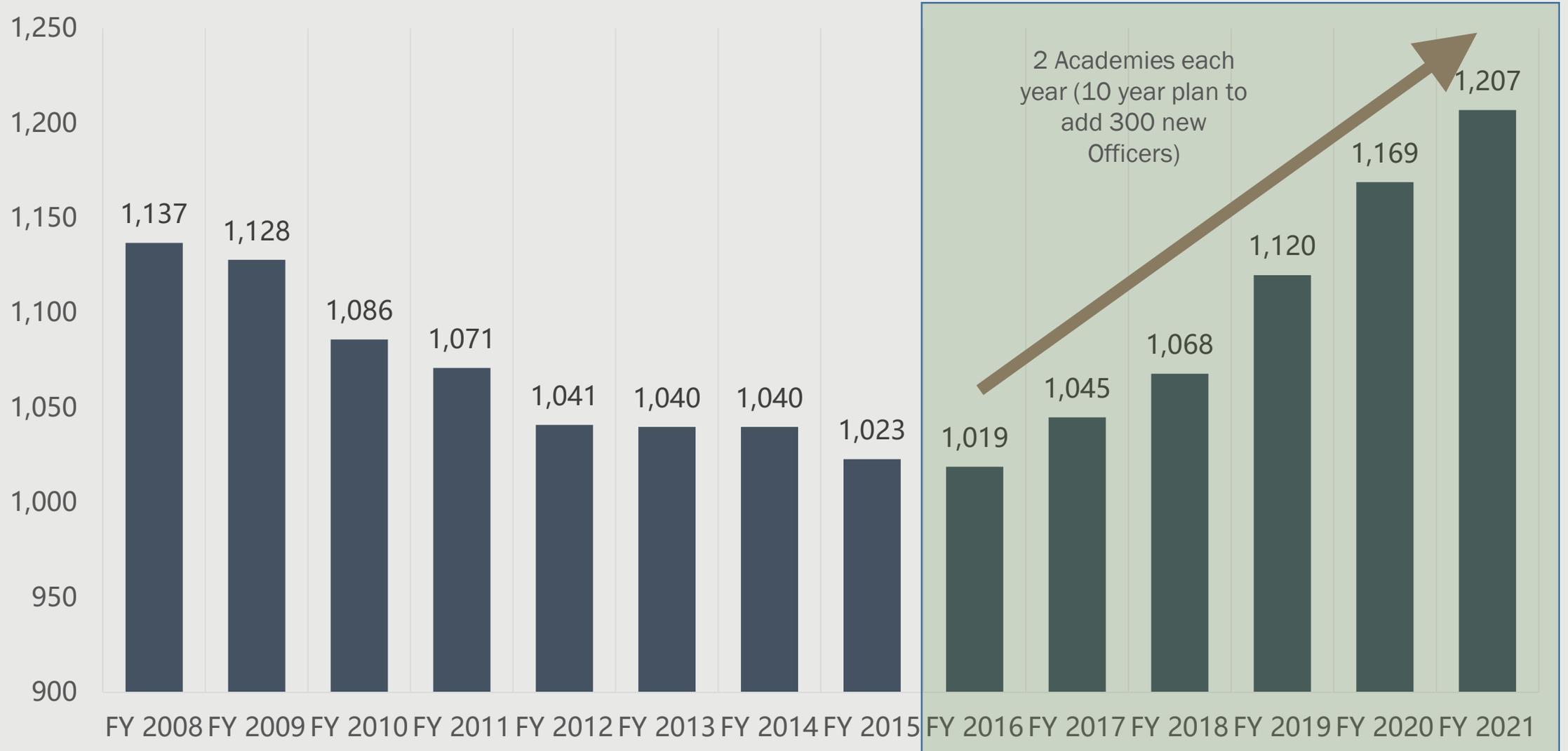
- 68,241 homesteads benefit from State/City tax discounts
- Total of \$24.9 million in tax discounts:
 - *Seniors \$14.5 million in tax discounts (Increased in FY 2016)*
 - *Disabled Veterans/Surviving Spouses \$7.9 million in tax discounts (Effective in 2008 and Surviving Spouses 2012)*
 - *Disabled \$2.5 million in tax discounts (Increased in FY 2016)*

Public Safety Investments

Operating (General Fund) Budget



Uniformed Police Staffing



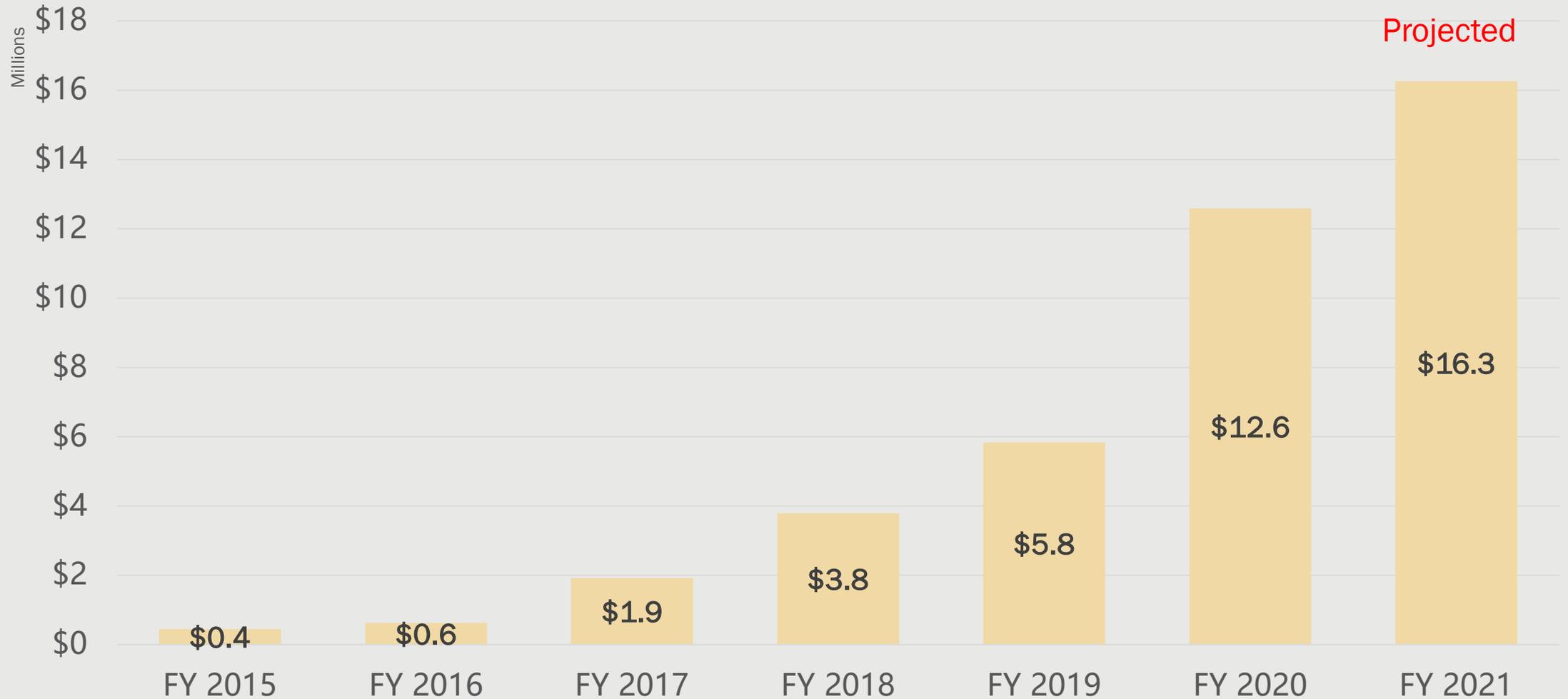
Quality of Life Completed Projects:

1000 Steps Trailhead	Coronado Curb Cut Improvements- NIP	Gallagher Street Sidewalk Improvements- NIP	Lazy Cow Trailhead
Adrian Garcia park	Coyote Park Amenities	Gazebo at Museum of Archaeology	Little River Park Improvements- NIP
Angora Loop Median Improvements NIP III	Coyote Park- Citywide Canopy Installation	H.T. Ponsford Park Improvements - NIP II	Lomaland Park Improvements- NIP
Argal Park at Las Palmas	Crestmont Shade Canopy	Historic Entrance Sign - Manhattan Heights neighborhood-NIP II	Love Road crosswalk and landscaping- NIP II
Aztec and Navajo Sidewalk Gaps - NIP III	Dick Shinaut Playground Canopy	Houston Park Amenities - NIP III	Madeline Park- NIP
Barron Park	Digital Wall at the History Museum	Hugo Meyer & Galaztan Sports Lighting	Magoffin Park
Blackie Chesher Flat Field Installation	Downtown Benches- NIP	Irving Schwartz Library	Marty Robbins Park- Citywide Canopy Installation
Blackie Chesher Lighted Flat Fields (Outdoor Sports Field Lighting)	Downtown Pedestrian Pathways	Jack D Quarles Park Improvements NIP III	McKelligon Canyon Pavilion Structural Evaluation
Bookmobile Purchase	E.L. Williams Park Improvements-NIP II	James Grant Area Residential Streetlights - NIP III	Mission Hills Park Improvements- NIP
Borderland Park Improvements - NIP III	East Cave Park (Tierra Del Este #64) Improvements- NIP II	James Schwitters Park (Fiesta/Coronado Park)	Montoya Heights (Ruby Coates) Park Amenities - NIP III
Carlos Bombach Park- NIP	Eastside Sports Complex	Jan Sumrall Memorial Trailhead	Mountain View Park Lights - NIP III
Chihuahuan Desert Exhibit Complex	Eastwood Dam Wrought Iron Gate Improvements- NIP	John Lyons Park	Museum of Archaeology ADA Upgrades
Chuck Heinrich Park- NIP	Edgemere Park Bench - NIP III	Johnson Basin	Museum of Art Gallery Upgrades
Cielo Vista Ramps - NIP II	Escondido, Robles and Espada Sidewalk Gaps - NIP III	Jorge Montalvo Park Improvements- NIP	N. Carolina Speed Indicators - NIP III
Clifford Pond Rock Wall - NIP III	Ethel & Edgar Sidewalk Gaps -NIP II	Judge Marquez Library Improvements	Newman Park Improvements- NIP

Quality of Life Completed Projects:

Northeast Regional Park Skate Park Phases I and II	Rosedale Neighborhood Mile Markers- NIP II	Sue Young Sports Lighting	Zoo- Africa Wild Dog Exhibit
Patriot Place Park Improvements- NIP	Round House Trailhead	Summit Fillmore Park Improvements- NIP	Zoo- Animal Holding Phase I Improvements
Pavo Real Enhanced Spray Park	Rutherford Curb Cut - NIP III	Summit Fillmore Park Playground Canopy - NIP III	Zoo- Carousel Site Development
Pico Norte Outdoor Sports Field Lighting	Sal Berroteran Outdoor Sports Field Lighting	Sunrise Park Restroom Improvements- NIP	Zoo- Education Animal Holding
Polly Harris Senior Center Improvements	Salvador Rivas Spray Park	Todd Ware Park Improvements-NIP II	Zoo- Event Tent
Ponder Park All Abilities Playground- Citywide Playground Equipment Installation	San Jacinto Plaza	Trowbridge Sidewalk Gap- NIP II	Zoo- Event Tent Shade
Ponder Park Outdoor Sports Field Lighting	Sandstone Ranch Estates Park Improvements-NIP II	Valle de Las Misiones Street Lights- NIP	Zoo – Giraffe Shade
Pueblo Viejo Park Improvements- NIP II	Sergio Troncoso Library	Valley View Street Lights- NIP	Zoo- Reptile Building Completion
Pueblo Viejo Park Picnic Table Canopies - NIP III	Sergio Troncoso Library Parking Lot	Vista Del Valle Park- Citywide Canopy Installation	Zoo- South American Aviary
Radford Park	Shawver Park Improvements NIP III	Wayne Retention Pond Rock Wall - NIP III	Zoo- Wildlife Theater
Ranchland Hills Lights- NIP II	Shawver Park Outdoor Sports Lighting	Westside Pool	
Richard Burges Library	Socorro Rd. Parkway Landscaping - NIP III	Yucca Park Improvements	
Rim Road/Upper Tom Lea Park Improvements-NIP II	Stiles Park Handball Court- NIP	Zoo- Africa Red River Hog Exhibit	

Quality of Life – Cumulative O & M



Key Points

- Addressing deferred investments
 - *Tax rate decreases 2004 to 2010*
 - *Mid-year budget reductions impacting operations (2012 – 2014)*
- Total of \$24.9 million in tax discounts (tax exemptions for veterans, seniors, disabled)
- Fulfilling our Commitments over the last years:
 - \$52 million increase for Public Safety
 - \$12.6 million increase for Quality of Life projects – O&M

QUESTIONS