

86th State Legislative Session Program

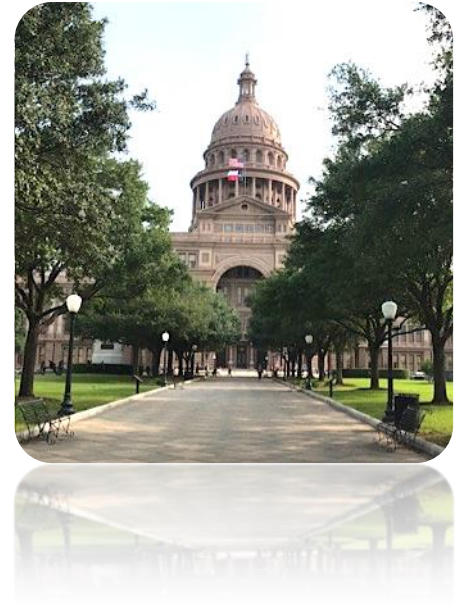


Jeff Coyle, Director
Government & Public Affairs
October 3, 2018

The City Council-approved State Legislative Program guides staff and consultants to advocate on behalf of the City before the Texas Legislature, the Governor's Office and State Agencies.

Texas Legislature Background

- Regular Legislative Sessions begin in January every odd-numbered year and convene for not more than 140 days.
- **Texas Senate**
31 members; Lt Governor presides
- **Texas House of Representatives**
150 members; Speaker of the House presides



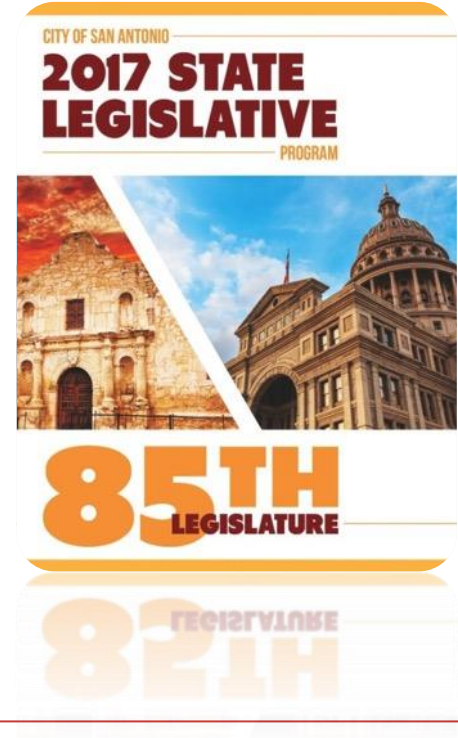
2017 Legislative Session Recap

FILED

6,800 total bills introduced
2,000+ would have affected cities
2,104 bills tracked by COSA

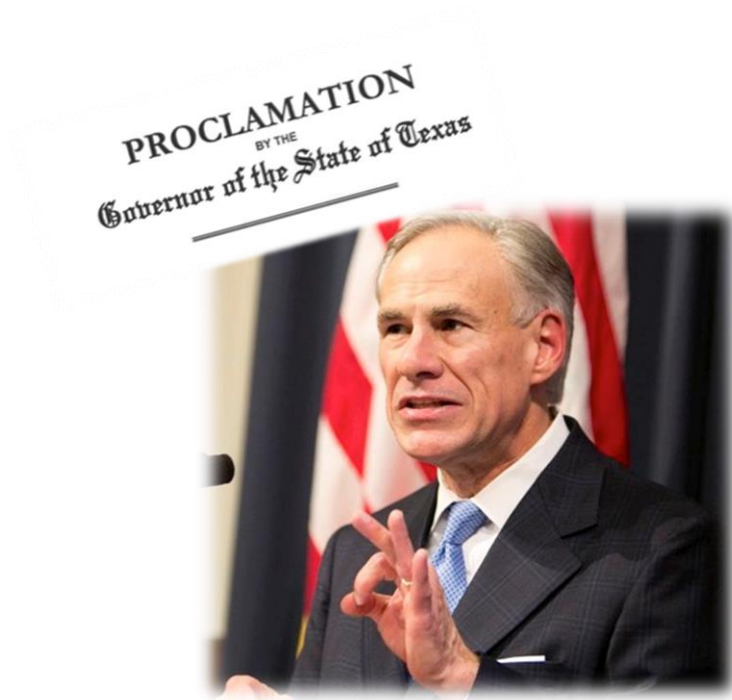
PASSED

1,200+ bills or resolutions passed
Almost **300** impacting cities in some way,
which is **25%** of all bills passed



2017 Legislative Session Recap

Special Session – Governor Abbott's Agenda



20 Issues:

✓ **9 PASSED**

❌ **11 FAILED**

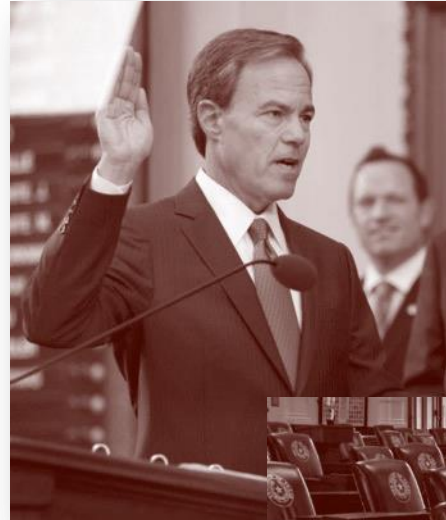
**8 Issues targeting local
governmental entities:**

✓ **2 PASSED**

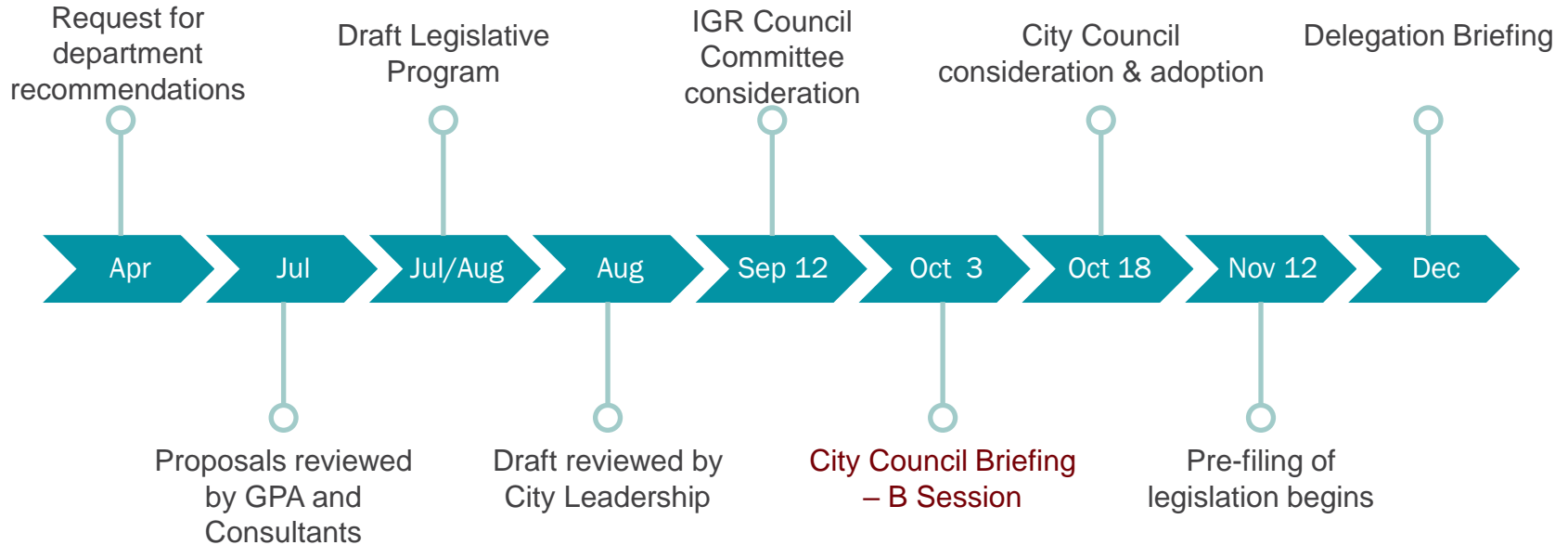
❌ **6 FAILED**

86th Legislative Landscape

- Election Day **November 6th**
- At least **21** new House members; including at least **3** from local delegation
- At least **3** new Senators; including **1** from delegation
- New Speaker of the House & Committee Leadership



Program Timeline



Structure of 86th State Legislative Program



1. Priorities



2. CoSA Initiatives



3. Endorsements



5. Protection of
Community Interest



6. Partnerships

Priorities

Meaningful Property Tax Relief

Protecting Taxpayers' Investment in Public Utilities

Preserving Local Decision-Making

Support for Military City, USA

Keeping San Antonio Competitive

Transportation Funding for Current and Future Growth



Meaningful Property Tax Relief



The City supports an increase in the state's share of public education, therefore reducing the property tax burden of local taxpayers, and updates to the state's school funding system to include an increase in the basic allotment.



The City supports more flexibility for local elected officials to offer targeted tax relief.



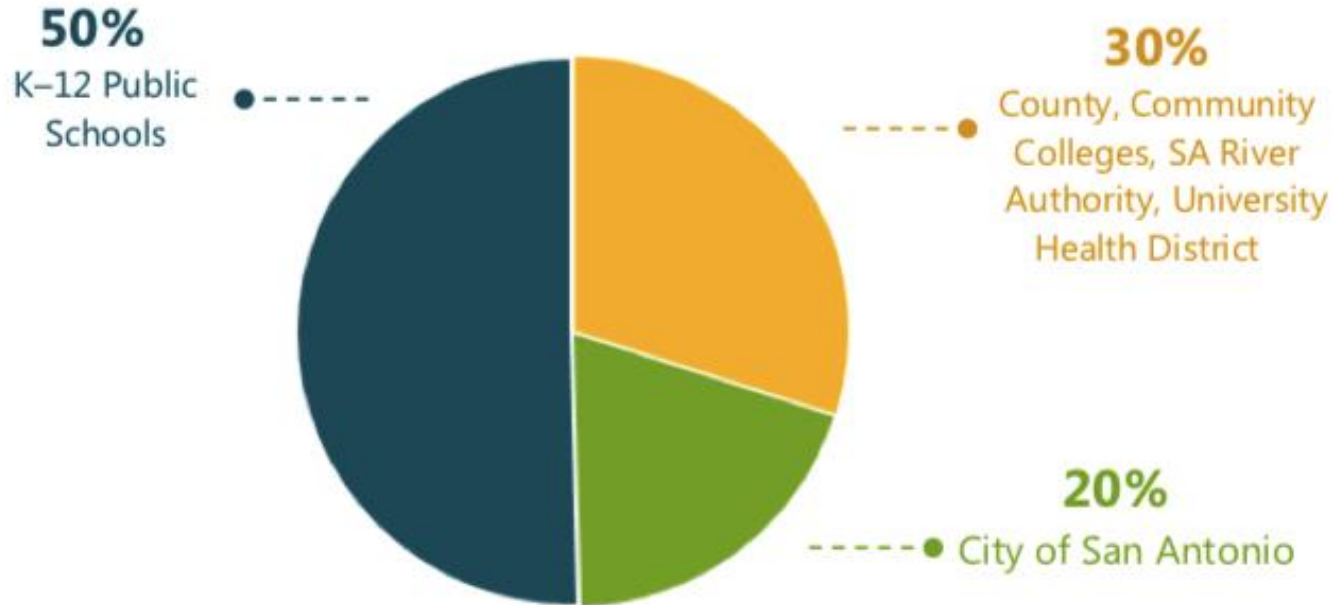
The City opposes a reduced rollback rate which would provide minimal to no relief to taxpayers while limiting the City's ability to deliver public safety, enhanced infrastructure and other critical services.

City of San Antonio Property Taxes

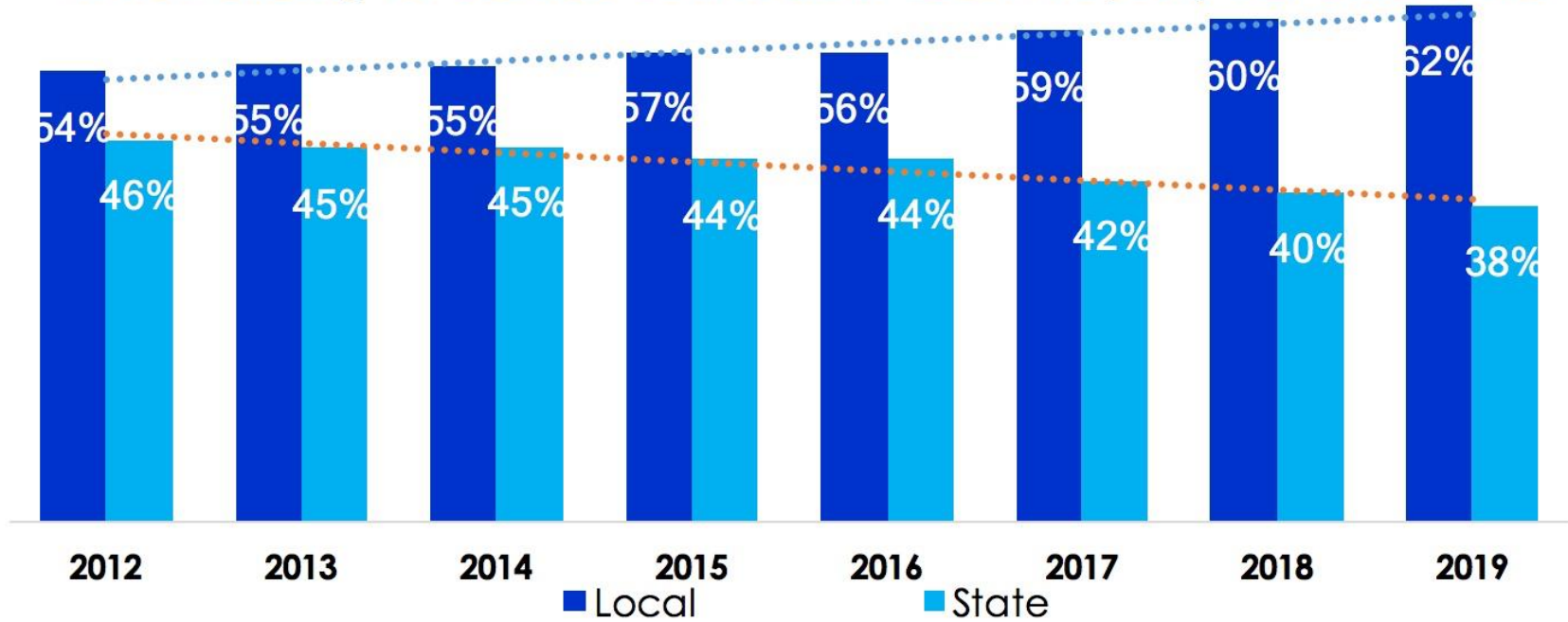
FY 2019

- The City has not raised its property tax rate in 25 years, and has lowered it 7 times in that period.
- In FY 2019, the City will forego nearly \$52 million in property tax revenue from Senior and Disabled Homestead Exemptions and frozen City tax payments.
- The City is 20% of your tax bill

City of San Antonio Property Tax Distribution



Most Funding for Schools Comes from Local Property Tax Collections



Source: Legislative Budget Board, does not include federal funds or state grants outside of the Foundation School Program.

Senate Select Committee on Property Tax Reform



Governor's Property Tax Reform Proposal

- Limit annual local governments' property tax revenue growth to 2.5 percent per year.
- Any proposed revenue increases to exceed the cap must be for limited purposes.
 - Approval requires a super-majority vote (2/3rds) of City Council and super-majority of voters.
- Two-thirds supermajority vote to approve the issuance of new local debt.

Protecting Taxpayers' Investment in Public Utilities

The City opposes legislation with any negative impact on municipally-owned CPS Energy and SAWS, including the erosion of the City's Return on Investment that benefits City residents.



Preserving Local Decision-Making

The City supports the continued ability of local elected officials – the level of government closest to the people – to pass ordinances that address the priorities and unique needs of the community.



Preserving Local Decision-Making

Tree ordinances
Short-term rentals
Payday lending
Non-discrimination
Super preemption

Eminent domain/Land use
Ballot language/Debt issuance



Support for Military City, USA

- The City supports legislation that enhances military value and protects military installations from future base realignment and closure (BRAC) activities.
- The City supports additional funding for the Defense Economic Adjustment Assistance Grant (DEAAG), Texas Military Value Revolving Loan Fund and other programs.
- The City opposes legislation that threatens military missions, including legislation that undermines the City's ordinances that ensure compatible development.

Support for Military City, USA



Defense Economic Adjustment Assistance Grant (DEAAG)

- ✓ \$5,000,000 Alamo Area Council of Governments
Additional and Reliable Water Infrastructure (JBSA)
- ✓ \$4,710,000 Bexar County
Purchase of Land to Prevent Encroachment (JBSA-Randolph)
- ✓ \$5,000,000 Port San Antonio
Airfield Operations Improvements at Joint Base San Antonio

Keeping San Antonio Competitive

- The City supports the continued viability of San Antonio to attract business and compete for major sporting events and conventions that grow the local and state economy.
- The City supports the continuation of local and state incentives to supplement local economic development strategies to recruit and retain employers.
- The City opposes legislation that would limit or eliminate the current flexibility of the Major Events Reimbursement program as a tool for cities to attract and host major events and conventions.

Keeping San Antonio Competitive

EY plans to have 1K-plus employees in SA, opens public sector office



An aerial view shows Farinon Business Park on the city's Northwest Side, where EY plans to expand its San Antonio operations.
ERNST & YOUNG



San Antonio Is Enjoying The Country's Largest Population Boom -- And Business Is A Big Reason Why – FORBES



Transportation Funding for Current and Future Growth

- The City supports legislation that would allow local elected officials and/or voters to consider additional funding options for cities to address streets, sidewalks, transit and other transportation needs that are not otherwise met by current funding sources.
- The City supports efforts to ensure the equitable distribution of state funding and the continued full funding of Propositions 1 & 7, as well as the extension of the Prop 1 sunset provision.



Initiatives

Propose legislation to allow a code enforcement officer when performing official duties to possess or carry an instrument used for deterring the bite of an animal.



Endorsements

Public Health & Safety

Affordable Housing

Education

Aviation

Public Health and Safety

- The City supports legislation that would enhance pedestrian safety and continue to support safety initiatives, such as Vision Zero, by improving safety enhancements near schools and allowing cities more flexibility to reduce speed limits on local streets for the overall safety of all road users.
- The City supports state funding and programs to support the City's efforts to improve air quality within the region, reduce negative health impacts associated with air quality, and continue to maintain the public's health and safety that is the foundation to our economic wellbeing.
- The City supports increased funding for prevention and treatment of opioids and other substance use disorders.

Public Health and Safety

- The City supports legislation that eliminates obstacles for local public health departments to advance public health efforts and to address local issues affecting jurisdictions.
- The City supports legislation that encourages responsible pet ownership and improves the health and welfare of animals.
- The City supports legislation that creates the offense of mail theft and establishes penalties necessary to discourage this type of criminal activity.

Public Health and Safety

Pending - Governor's School and Fire Arm Safety Action Plan

- Closing gaps in information reporting for background checks by creating a case management system for Texas judges.
- Encouraging the legislature to study the possibility of creating a “red flag” law to identify persons who are a danger to themselves or others and who either have access to or own firearms.
- Work to make sure that adjudications affecting the right to legally purchase and possess firearms are reported within 48 hours. This 48-hour requirement should also extend to protective orders and family violence convictions.
- Strengthening the Safe Firearm Storage Law.
- Mandatory reporting of lost or stolen guns.

Affordable Housing

The City supports legislation that allows for flexible and innovative solutions to create local funding options to increase the supply of affordable housing for low and moderate income families.

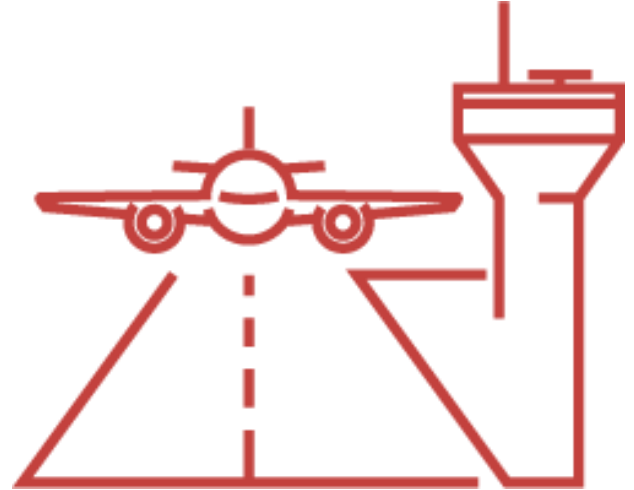


Education

- The City supports increasing the availability and accessibility of high quality early care and education services for all eligible children from low-income families.
- The City supports expanded state funding of Pre-K to provide high quality, full-day programs for all Texas four-year-olds.
- The City supports legislation that would provide enhanced formula and non-formula funding for institutions of higher education (IHEs) and allow Tuition Revenue Bonds to be utilized for capital projects at IHEs in San Antonio.

Aviation

The City supports legislation that would remove restrictions that constrain an airport operator's ability to generate necessary revenue to maintain and improve capital facilities, as well as monitor and enforce the safe and efficient operation of airport traffic.



Protection of Community Interests

The City of San Antonio supports legislation that would clearly benefit the City and opposes legislation that would be detrimental to the City's interests, including bills that meet one or more of the following criteria:



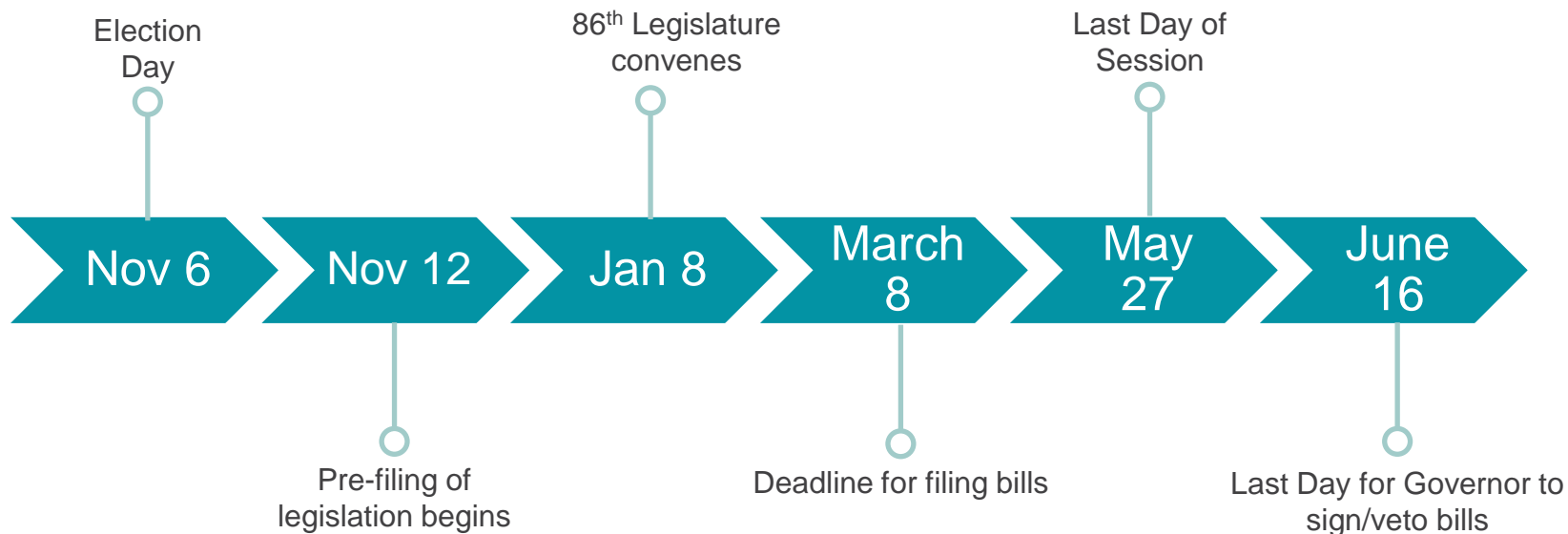
- Undermine the principles of self-government;
- Mandate increased cost to cities, including environmental mandates;
- Result in the loss of revenue to cities or negatively impacts the authority of the City to generate revenues; and
- Result in diminishing the fundamental authority of cities to operate in a manner consistent with the best interest of the health, safety, and welfare of the general public.

Partnerships

- CPS Energy
- SAWS
- AACOG
- Bexar County
- Brooks
- Chambers of Commerce
- Institutions of Higher Education
- JBSA
- Port SA
- San Antonio Area ISDs
- SA Housing Authority
- SA Mobility Coalition
- SA River Authority
- VIA
- Visit SA



86th Legislature: Regular Session Timeline



86th State Legislative Session Program



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