

THIS IS A PROPOSED DRAFT AND WILL BE REPLACED BY THE FINAL, SIGNED ORDINANCE OR RESOLUTION ADOPTED BY CITY COUNCIL.

ORDINANCE

ADOPTING THE CITY OF SAN ANTONIO TAX ABATEMENT GUIDELINES EFFECTIVE JANUARY 1, 2019 THROUGH DECEMBER 31, 2020.

* * * * *

WHEREAS, tax abatements are used by local governments to attract new companies and to encourage the retention and expansion of existing companies; and

WHEREAS, Chapter 312 of the Texas Tax Code governs the use of tax abatements and authorizes the City to offer an abatement of up to 100% of ad valorem taxes on real and personal property improvements, inventory and supplies for up to 10 years; and

WHEREAS, in order to offer tax abatements, this statutory authority requires that City Council approve new Guidelines every two years and allows amendment to the Guidelines, subject to a vote of $\frac{3}{4}$ of the governing body; and

WHEREAS, the existing Tax Abatement Guidelines (the "Guidelines") were last approved for the period from January 1, 2017 through December 31, 2018; and

WHEREAS, the City Council finds that it is in the best interest of the City to adopt the attached Guidelines as recommended by staff to be effective January 1, 2019; **NOW THEREFORE:**

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

SECTION 1. The City Council hereby adopts the Tax Abatement Guidelines attached hereto and incorporated herein as **Attachment I**.

SECTION 2. This Ordinance shall be effective immediately upon the receipt of eight affirmative votes; otherwise, it is effective ten days after passage.

PASSED and APPROVED this _____ day of _____ 2018.

M A Y O R
Ron Nirenberg

ATTEST:

APPROVED AS TO FORM:

KRH
12/13/18
Item No. _____

Leticia M. Vacek, City Clerk

Andrew Segovia, City Attorney

DRAFT

ATTACHMENT I

DRAFT