

**State of Texas  
County of Bexar  
City of San Antonio**



**DRAFT**

**Meeting Minutes**

**City Council A Session**

City Hall Complex  
105 Main Plaza  
San Antonio, Texas 78205

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Thursday, September 8, 2016

9:00 AM

Municipal Plaza Building

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The City Council of San Antonio convened in a Regular Council Meeting. City Clerk Leticia Vacek took the Roll Call and noted the following Councilmembers present:

**PRESENT:** 11 - Mayor Taylor, Treviño, Warrick, Viagran, Saldaña, Gonzales, Lopez, Medina, Nirenberg, Krier and Gallagher

1. The Invocation was delivered by Colonel Bill Hawkins, Command Chaplain, Army Medical Department Center and School, Health Readiness Center of Excellence, guest of Councilmember Ron Nirenberg, District 8.
2. Mayor Taylor led the Pledge of Allegiance to the Flag of the United States of America.
3. Approval of Minutes for the Regular City Council Meetings of August 10 - 11, 2016.

Councilmember Warrick moved to approve the Minutes for the Regular City Council Meetings of August 10-11, 2016. Councilmember Gallagher seconded the motion. The motion prevailed by the following vote:

**AYE:** 11 - Mayor Taylor, Treviño, Warrick, Viagran, Saldaña, Gonzales, Lopez, Medina, Nirenberg, Krier and Gallagher

**CONSENT AGENDA ITEMS**

No items were pulled for Individual Consideration. Councilmember Treviño moved to approve all of the Consent Agenda Items. Councilmember Warrick seconded the motion.

Mayor Taylor called upon the citizens registered to speak.

Louie Heerwagen with Aetna spoke against the contract with Blue Cross Blue Shield of Texas (Item 16). He noted that they had participated in the Mentor/Protégé Program and spent over 150 hours helping their Protégé. He added that based on the criteria and scoring; Aetna should be awarded the contract.

Esteban Lopez, President for Blue Cross Blue Shield of Texas spoke in favor of the contract to provide Third Party Administrator Services (Item 16). He spoke of their community investments and stated that they were committed to providing excellent customer service to City Employees.

Jack M. Finger asked why the City of San Antonio was entering into contracts with the San Antonio and Edgewood Independent School Districts for Teen Adolescent Health Services (Items 9 and 10). He expressed concern with the campaign finance contributions provided by Blue Cross Blue Shield to various members of the City Council (Item 16).

Nazirite Ruben Flores Perez stated that he was supportive of the City's Annexation Programs (Item 4).

The motion to approve the Consent Agenda Items prevailed by the following vote:

**AYE:** 10 - Mayor Taylor, Treviño, Warrick, Viagran, Gonzales, Lopez, Medina, Nirenberg, Krier and Gallagher

**ABSENT:** 1 - Saldaña

**2016-09-08-0675**

5. An Ordinance authorizing a contract with Konica Minolta Business Solutions U.S.A., Inc. for the replacement of three network printers for a cost of \$177,460.36, and maintenance and support for an estimated annual cost of \$88,500.00 funded from the General Fund. [Ben Gorzell, Chief Financial Officer; Troy Elliott, Deputy Chief Financial Officer, Finance]

**2016-09-08-0676**

6. An Ordinance authorizing the following contracts establishing unit prices for goods and services for an estimated annual cost of \$165,000.00: (A) PathMark Traffic Products of Texas, Inc., Impact Recovery Systems Inc., and Safelane Traffic Supply for airport safety traffic control products, (B) Consolidated Traffic Controls, Inc. for audible pedestrian signals, and (C) Everbridge, Inc. for subscription for aviation emergency notification. [Ben Gorzell, Chief Financial Officer; Troy Elliott, Deputy Chief Financial Officer, Finance]

**2016-09-08-0677**

7. An Ordinance approving the acceptance and expending of funds in an amount up to \$3,400,000.00 from the U.S. Department of Housing and Urban Development's 2016 Lead Hazard Reduction Demonstration Grant Program, and authorizing the development of a personnel complement. [Peter Zanoni, Deputy City Manager; Bridgett White, Interim Director, Planning and Community Development]

**2016-09-08-0678**

8. An Ordinance amending Ordinance No. 2016-06-16-0462, which authorized the submission of a grant application in an amount up to \$102,604.00 to the Department of Justice, Bureau of Justice Assistance, through the Alamo Area Council of Governments and the Office of the Governor, Criminal Justice Division, for the purchase of equipment for the San Antonio Police Department Special Weapons and Tactics Team; and authorizing the acceptance of funds, upon award. [Erik Walsh, Deputy City Manager; William P. McManus, Chief of Police]

**2016-09-08-0679**

9. An Ordinance authorizing an Agreement with the San Antonio Independent School District for the school district to provide adolescent health education services for the period beginning October 1, 2016 and ending December 31, 2017, with the option to renew for one year. [Erik Walsh, Deputy City Manager; Dr. Vincent R. Nathan, Interim Director of Health]

**2016-09-08-0680**

10. An Ordinance authorizing an Agreement with the Edgewood Independent School District for the school district to provide adolescent health education services for the period beginning October 1, 2016 and ending December 31, 2017, with the option to renew for one year. [Erik Walsh, Deputy City Manager; Dr. Vincent R. Nathan, Interim Director of Health]

- 11.** Consideration of the following items relating to the San Antonio Metropolitan Health District's continued participation in the Medicaid 1115(a) Demonstration Waiver Program known as the "Texas Healthcare Transformation and Quality Improvement Program" for a period beginning October 1, 2016 through December 31, 2017: [Erik Walsh, Deputy City Manager; Dr. Vincent R. Nathan, Interim Director of Health]

**2016-09-08-0681**

- 11A.** An Ordinance authorizing the San Antonio Metropolitan Health District to continue implementation of the Medicaid 1115(a) Demonstration Waiver Program-Diabetes Prevention and Management Project for a period beginning October 1, 2016 through December 31, 2017, submit intergovernmental transfers (IGT) in a cumulative amount up to \$1,307,021.70, accept reimbursement of the IGT and additional acceptance of up to \$1,741,780.98 from the Program, for total cash payments of \$3,048,802.68 and authorizing a proposed project budget and staffing complement.

**2016-09-08-0682**

- 11B.** An Ordinance authorizing the San Antonio Metropolitan Health District to continue implementation of the Medicaid 1115(a) Demonstration Waiver Program-School Based Oral Health Project for a period beginning October 1, 2016 through December 31, 2017, submit intergovernmental transfers (IGT) in a cumulative amount up to \$1,058,073.47, accept reimbursement of the IGT and additional acceptance of up to \$1,410,024.21 from the Program, for total cash payments of \$2,468,097.68 and authorizing a proposed project budget and staffing complement.

**2016-09-08-0683**

- 11C.** An Ordinance authorizing the San Antonio Metropolitan Health District to continue implementation of the Medicaid 1115(a) Demonstration Waiver Program-HIV and Syphilis Prevention and Screening Project for a period beginning October 1, 2016 through December 31, 2017, submit intergovernmental transfers (IGT) in a cumulative amount up to \$1,062,904.92, accept reimbursement of the IGT and additional acceptance of up to \$1,416,462.76 from the Program, for total cash payments of \$2,479,367.68 and authorizing a proposed project budget and staffing complement.

**2016-09-08-0684**

- 11D.** An Ordinance authorizing the San Antonio Metropolitan Health District to continue implementation of the Medicaid 1115(a) Demonstration Waiver Program-Baby Café Breastfeeding Promotion Project for a period beginning October 1, 2016 through December 31, 2017, submit intergovernmental transfers (IGT) in a cumulative

amount up to \$1,088,328.10, accept reimbursement of the IGT and additional acceptance of up to \$1,450,342.54 from the Program, for total cash payments of \$2,538,670.64 and authorizing a proposed project budget and staffing complement.

**2016-09-08-0685**

- 11E.** An Ordinance authorizing the San Antonio Metropolitan Health District to continue implementation of the Medicaid 1115(a) Demonstration Waiver Program-Teen Pregnancy Prevention Project for a period beginning October 1, 2016 through December 31, 2017, submit intergovernmental transfers (IGT) in a cumulative amount up to \$2,223,617.02, accept reimbursement of the IGT and additional acceptance of up to \$2,963,266.62 from the Program, for total cash payments of \$5,186,883.64 and authorizing a proposed project budget and staffing complement.

**2016-09-08-0686**

- 11F.** An Ordinance authorizing the San Antonio Metropolitan Health District to continue implementation of the Medicaid 1115(a) Demonstration Waiver Program-Healthy Neighborhoods Project for a period beginning October 1, 2016 through December 31, 2017, submit intergovernmental transfers (IGT) in a cumulative amount up to \$1,804,918.60, accept reimbursement of the IGT and additional acceptance of up to \$2,405,295.08 from the Program, for total cash payments of \$4,210,213.68 and authorizing a proposed project budget and staffing complement.

**2016-09-08-0687**

- 11G.** An Ordinance authorizing the submission of a one-time intergovernmental transfer (IGT) in an amount not to exceed \$40,000.00 to the Medicaid 1115(a) Demonstration Waiver Program for monitoring and compliance and authorizing a proposed operational budget for critical infrastructure support and general operational and program sustainability planning needs for the six Medicaid 1115 (a) Demonstration Waiver projects for a total amount not to exceed \$4,061,254.19.

**2016-09-08-0688**

- 12.** An Ordinance approving an Investment Policy and Strategy for the City of San Antonio, Texas, in accordance with the requirements of the Texas Public Funds Investment Act, as amended, for City Council to annually review and approve the City's Investment Policy and Strategy; designating certain employees as Investment Officers for the City of San Antonio; and providing an effective date. [Ben Gorzell, Jr., Chief Financial Officer, Troy Elliott, Deputy Chief Financial Officer]

**2016-09-08-0689**

- 13.** An Ordinance approving a professional services agreement with Patterson Capital Management an an amount up to \$72,000.00 to provide investment consulting and

investment training services to the City of San Antonio for a period of three years, commencing on October 1, 2016 and ending on September 30, 2019; and authorizing other matters incident and related thereto. [Ben Gorzell, Jr., Chief Financial Officer, Troy Elliott, Deputy Chief Financial Officer]

**2016-09-08-0690**

14. An Ordinance approving the Northeast Corridor Tax Increment Reinvestment Zone Final Project and Finance Plans. [Peter Zanoni, Deputy City Manager; Bridgett White, Interim Director, Planning & Community Development]

**2016-09-08-0028R**

15. A Resolution approving Bexar County tax abatements for the Maverick Building redevelopment and the Encore Riverwalk project within the boundaries of the Houston Street Tax Increment Reinvestment Zone as required by State law. [Peter Zanoni, Deputy City Manager; Bridgett White, Interim Director, Planning and Community Development]

16. Consideration of the following two items relating to the City's Medical and Pharmacy Benefits Plans: [Ben Gorzell, Chief Financial Officer; Lori Steward, Director, Human Resources]

**2016-09-08-0691**

- 16A. An Ordinance authorizing the City Manager or her designee to execute a contract with Health Care Service Corporation DBA Blue Cross Blue Shield of Texas in an estimated annual amount of approximately \$5,000,000.00 for administrative costs to provide Third Party Administrator services for the City's self-funded Medical Plans, Flexible Spending Account to include pre-tax reimbursement of health care and dependent care expenses, Health Savings Account, COBRA administration, Preferred Provider Network, and Total Health Management services for a term of five years, beginning January 1, 2017 and ending December 31, 2021, with an option to extend the contract for two years subject to and contingent upon funding and approval by City Council.

**2016-09-08-0692**

- 16B. An Ordinance authorizing the City Manager or her designee to execute a contract with Caremark PCS Health, LLC DBA CVS Health in an estimated annual amount of approximately \$124,000.00 for administrative costs to provide Pharmacy Benefits Management services for the City's self-funded pharmacy benefit plans for a term of five years, beginning January 1, 2017, and ending December 31, 2021, with an option to extend the contract for two years subject to and contingent upon funding

and approval by City Council.

## **CONSENT ITEMS CONCLUDED**

### **POINT OF PERSONAL PRIVILEGE**

Councilmember Viagran invited everyone to attend the World Heritage Festival beginning today at 6:30 pm. She noted the various events that would occur throughout the weekend and stated that detailed information was available on the City's Website.

### **ACTION ITEMS FOR STAFF BRIEFING**

City Clerk Vacek read the captions for Items 4A, 4B, and 4C:

4. Consideration of the following actions related to the City's Annexation Program areas of IH-10 West, US 281 North and the City's south side: [Peter Zanoni, Deputy City Manager; Bridgett White, Interim Director, Planning and Community Development]

#### **2016-09-08-0674**

- 4A. An Ordinance adopting a Three-Year Full Purpose Municipal Annexation Plan for the IH-10 West and the US 281 North residential areas, and considering the negotiation of a non-annexation agreement for the US 281 North residential area.

#### **2016-09-08-0026R**

- 4B. A Resolution directing the Department of Planning and Community Development to prepare a Service Plan for the US 281 North Commercial Corridor consisting of approximately 1.89 square miles, generally north of Marshall Road and Northwind Boulevard and extending to north of the Bexar-Comal County line.

#### **2016-09-08-0027R**

- 4C. A Resolution directing the Department of Planning and Community Development to prepare a Service Plan regarding the voluntary annexations of approximately 421.6 acres within 12 tracts generally located north of Priest Road, south of Loop 410, east of I-35, and west of I-37 in the southern portion of San Antonio's Extraterritorial Jurisdiction.

Sheryl Sculley provided an overview of the analysis and recommendations by staff and independent experts. She noted that the San Antonio Firefighters Union may challenge the proposed annexation of the retail area along Hwy 281. She stated that staff was ready to defend the City's Position if they attempt to obtain a temporary restraining order. Peter

Zanoni noted that staff was requesting initiation of the following actions: 1) Three-year Annexation Process for IH-10 West to be completed in September 2019; 2) Annexation process for 281 Residential ultimately leading to a 17-year Non-Annexation Agreement to be completed in February 2017; 3) Annexation process for 281 Commercial Corridor to be completed by December 1, 2016; and 4) Voluntary Annexation Process for 12 Land Tracts in South San Antonio to be annexed along with 19 square miles on November 10, 2016.

Mr. Zanoni highlighted Annexation Benefits to include Regional Planning and obtaining financial resources from users. He noted that annexation would provide for orderly growth and development as well as protect military installations. He explained that for IH-10 West; residents would remain in the Extra-Territorial Jurisdiction (ETJ) for three years and will not pay City Property Taxes or vote in Municipal Elections during that time. He provided a timeline and noted that the area would be brought into the City Limits in October 2019.

Mr. Zanoni presented an overview of the 281 Residential Non-Annexation Agreement noting that they would be brought into the City Limits in 2034. He reported that since the June 15, 2016 B Session; three neighborhoods were added to the Residential Annexation Area: 1) Fossil Ridge; 2) Fossil Creek; and 3) Northwood Hills. He stated that the 281 Commercial Corridor Annexation consisted of just under two square miles to include 18 single-family residential parcels. He noted that First Response Fire Service would be provided through Bexar County/Bulverde Fire Department while the City of San Antonio would provide all EMS Transport. He stated that 7 San Antonio Police Officer Positions would be added to provide law enforcement.

Mr. Zanoni provided a Fiscal Analysis of the Annexations and Capital Infrastructure Costs. He noted that the Debt Service Portion of the City Property Tax Rate more than covers the estimated Capital Infrastructure Needs with \$100 Million in Debt Capacity. He reported that the City Manager had convened an Annexation Technical Work Group to review and provide input on City Staff Assumptions for the 3 Annexation Areas. He stated that the Work Group had used information from two independently commissioned reports on Financial Modeling. He noted that the Work Group conclusions were that development growth assumptions were reasonable and the Financial Model as amended was robust and sound. He added that the Financial Results over the 20-Year Period were overall positive.

Mr. Zanoni spoke of the South San Antonio Voluntary Annexation for 12 Land Tracts. He stated that 11 properties voluntarily consented to be annexed as land is no longer Agricultural Exempted. He noted that the 12th property was an expiring Non-Annexation Agreement with Southwest ISD. He presented a timeline noting that the Annexation Ordinance would be effective for all South San Antonio Areas on December 31, 2016. He outlined next steps for Alamo Ranch and Lackland Air Force Base (AFB) Areas noting that



they would update the 20-Year Financial Analysis Modeling and conduct field surveys. He stated that they would meet with Lackland AFB Representatives to assess military issues and concerns. He noted that alternatives were being discussed with regard to IH-10 East and that the City of San Antonio was currently providing garbage and recycling services to the Camelot II Neighborhood. He mentioned that staff would have initial recommendations to the City Council later this Fall.

Mayor Taylor called upon the citizens registered to speak.

Colonel Mark Lee, Deputy Commander for Joint Base San Antonio stated that Land Use and Zoning may help Encroachment Issues before they arise. He noted that Air Force Policy was to remain neutral on annexations that do not affect their land.

Richard Perez, President and CEO of the San Antonio Chamber of Commerce, and Renee Flores, Chairman of the Board addressed the City Council in support of the Annexations. Ms. Flores stated that a growing city requires infrastructure to attract jobs and create a vibrant local economy. She added that it was important to address encroachment issues to protect the Military.

Frances Booker stated that she lived in the Windwood Estates Subdivision and was against the proposed annexation. She expressed concern that they would be fully annexed and that they did not get a vote.

Justin Johnson stated that he was opposed to the proposed annexation and the fact that they did not get a vote.

Missy Kitchens stated that she was against the proposed annexation. She noted that she lived in a remote area and was concerned with Emergency Services.

David Diharce, President of the Mountain Lodge Homeowners Association stated that they had over 1,100 homes in the US Hwy 281 North Area. He noted that they were in favor of the delayed annexation that would give them time to plan.

Michael Soulek stated that he was representing the Canyon Springs Homeowners Association in favor of the US Hwy 281 North Annexation. He noted that he was pleased they had reached a compromise and plan for future growth.

Vicky Herron stated that she was against the proposed annexation of IH-10 West noting concerns with the decrease in property values. She spoke of the financial resources that would be needed by the City to include new libraries, parks, and emergency services.

Tom Angotti representing Limestone Ranch stated that he was against the proposed annexation of IH-10 West. He noted concerns with the added financial responsibilities the City of San Antonio would need for libraries, parks, and public safety.

Jeff Fletcher stated that he was against the proposed annexation of IH-10 West noting that the City of San Antonio already had a limited number of Police Officers.

Mike Stewart stated that he was the President of Homeowners Against Annexation and noted various concerns with the proposed annexation of IH-10 West to include lack of notification and decreased revenue projections.

Sandy Fitzpatrick stated that she lived in the IH-10 West Area and was opposed to the proposed annexation.

Robin Perrin stated that she had received 2,000 signatures of individuals opposed to the annexation of IH-10 West. She noted that many of the residents in her area were retired and on fixed incomes.

Annalisa Peace stated that she was speaking on behalf of the Greater Edwards Aquifer Alliance in opposition to the annexation of the IH-10 West and Hwy 281 North Areas. She noted that the City of San Antonio would not be well-served by annexing the two sites on the Edwards Aquifer Recharge Zone.

Glenda Haynes stated that she was against the proposed annexation of IH-10 West and would like to have a Non-Annexation Agreement like the residents of US Hwy 281 North.

Thomas Haynes stated that he was opposed to the proposed annexation of IH-10 West noting that he was satisfied with the services he was currently provided by Bexar County.

Diana Garza stated that she was against the proposed annexation of IH-10 West and noted concerns with elderly individuals that may not be able to afford to stay in their homes.

Sherri Lorber stated that she was opposed to the proposed annexation of IH-10 West. She noted that the City of San Antonio would have to pay for emergency services, parks, and libraries and expressed concern with the decreased property values.

Betty Hutton stated that she was of retirement age and opposed to the proposed annexation of the IH-10 West Area.

Donald Aliano stated that he was against the proposed annexation of the IH-10 West Area. He noted that he was on a fixed income and could not afford the increased property taxes.

Karen Owens stated that she was against the proposed annexation of the IH-10 West Area and noted that the current residents could not afford the increases.

Clifton Lewis stated that he was against the proposed annexation of the IH-10 West Area and that he and his wife did not want to be residents of the City of San Antonio.

Janet Allen stated that she was against the proposed annexation of the IH-10 West Area. She noted that she had lived there for over 30 years and expressed concern that the City of San Antonio would not generate the revenue needed.

Pam Simon stated that she lived in the Windwood Estates Subdivision and was against the proposed annexation of the IH-10 West Area. She expressed concern with the lack of notification and the service levels currently provided by the City of San Antonio.

Russell Anderson stated that he was against the proposed annexation of the IH-10 West Area and did not want to become part of the City of San Antonio.

Jerry Cox stated that he was against the proposed annexation of the IH-10 West Area. He noted concerns that they did not have the right to vote and with the increased taxes.

Ward Peterson stated that he was against the proposed annexation of the IH-10 West Area and that he did not want to live inside the City Limits.

Joyce Yang stated that she was against the proposed annexation of the IH-10 West Area noting concerns with the increased property taxes.

Gregory Drollinger stated that he was against the proposed annexation of the IH-10 West Area and expressed concern that affected residents did not get a vote. He requested that the vote on said item be delayed.

Genevieve Allison stated that she was against the proposed annexation of the IH-10 West Area. She expressed concern with the impact of development on the environment.

Stephen Hicks stated that he was a Retired Veteran opposed to the proposed annexation of the IH-10 West Area.

Dave Richards spoke in opposition to the proposed annexation of the IH-10 West Area. He

stated that they chose to live outside of the City Limits and expressed concern with the increased property taxes.

Donald Riemensnider spoke against the proposed annexation of the IH-10 West Area. He stated that there were many others that lived in the area that could not come down to speak in opposition.

Debra Holcomb stated that she was opposed to the proposed annexation of the IH-10 West Area. She expressed concern for the safety of children in the area and for the inadequate planning for Police and Fire Services.

Susan Vogel stated that she and her sister lived in the IH-10 West Area proposed for annexation and they were in opposition. She noted that they were pleased with the services currently provided by Bexar County.

Kimberly Vogel also spoke in opposition to the proposed annexation of the IH-10 West Area and asked that the vote for IH-10 West and Hwy 281 North Areas be separated.

Linda Leaser spoke against the proposed annexation of the IH-10 West Area noting concerns with decreased property values and increased property taxes.

Debbie Martinez spoke against the proposed annexation of the IH-10 West Area and expressed concern with the timing and process. She noted challenges with infrastructure and public safety if approved.

Charles Coody stated that he lives in the Crossing of Two Creeks Subdivision and was opposed to the proposed annexation of the IH-10 West Area. He noted that many others that lived in the area were also opposed and concerned with the property tax increases.

Terrie Simpson addressed the City Council in opposition to the proposed annexation of the IH-10 West Area. She stated that they had chosen to live outside of the City Limits and were concerned with increased taxes.

Dr. John Wildenthal stated that he was opposed to the proposed annexation of the IH-10 West Area. He noted that the costs for new services and infrastructure were underestimated and expressed concern with response times for Fire and EMS Services.

Jeff Hatfield spoke against the proposed annexation of the IH-10 West Area. He stated that the area had not been properly studied and that they would be taxed without having representation.

Leslie Saenz addressed the City Council in opposition to the proposed annexation of the IH-10 West Area. She stated that she had served the City of San Antonio for 20 years but moved outside of the City Limits to enjoy her retirement.

Jack M. Finger expressed concern that the proposed annexations were voted on by the Planning Commission which was not an elected body. He expressed concern with the process and the fact that affected residents did not have a vote.

Carla Vargas stated that she was against the proposed annexation of the IH-10 West Area.

James Berne spoke in opposition to the proposed annexation of the IH-10 West Area. He stated that he was pleased with the services currently provided by Bexar County and would like to maintain his country lifestyle.

Missy Peoples stated that she was against the proposed annexation of the IH-10 West Area. She noted concerns with the increased property taxes and lack of Police and Fire Services.

City Clerk Vacek announced that a letter of support for the proposed annexations was received from Mario A. Lozoya, Toyota Motor Manufacturing, Texas, Inc.

Mayor Taylor stated that the topic of annexation had been discussed since 2013 and the process had been slowed down so that additional financial analysis could be conducted. She noted that as Elected Officials; their top priority was public safety. She asked of the concern that citizens had noted with regard to understaffing of Public Safety Personnel and challenges with recruitment. Chief McManus stated that they had sufficient staff and would be adding seven positions to address the Hwy 281 North Commercial Corridor. He noted that the Police Academies have been full and were graduating classes every 3 ½ months. Chief Hood confirmed that they would have the adequate resources to address the growth and that they did not reserve Fire Resources for any area in the city with the exception of the Airport. Mayor Taylor explained that there was a distinction between the Fire Department and Firefighters Union and that Chief Hood gave his professional opinion that they would be able to adequately provide services to the area. She stated that she was comfortable with the staff recommendation.

Councilmember Gallagher recognized everyone that spoke and stated that they were very well-organized. He commended City Staff and the Annexation Work Group and stated that although this was a difficult decision; it was important to plan for growth. He noted the need to protect Military Installations so that they are not closed.

Councilmember Viagran thanked everyone for their work and stated that she was pleased that they had paused the process last year in order to gather more information. She asked if the tax freeze for Senior Citizens would be transferred to the newly annexed areas. Mr. Zanoni confirmed that the tax freezes would remain in place. Councilmember Viagran spoke of the need to manage growth and maximize economic competitiveness for the city and region.

Councilmember Warrick asked if property values would decrease after annexation. Mr. Zanoni replied that they had spoken with the Bexar County Appraisal District (BCAD) and they assured staff that annexing properties would not decrease their value. Councilmember Warrick asked of the condition of the roads. Mr. Zanoni stated that they were relatively new and that the needs over time would not be very great. Councilmember Warrick asked of the freeze on property taxes. Mr. Zanoni stated that the freeze would be taken at the current property value and that the prior freeze amounts for the BCAD and School District would remain at that level. Councilmember Warrick asked of the citizens' right to vote on Annexation. Andy Segovia replied that State Statute did not provide for a vote on Annexation. Councilmember Warrick asked of Disannexation. Mr. Zanoni stated that State Law requires the City of San Antonio to provide an equivalent level of the services offered today. Councilmember Warrick asked of Fire Services for Hwy 281 North. Chief Hood spoke of the current agreement with the City of Converse and noted that they coordinate resources as necessary.

Councilmember Medina thanked all that spoke and noted that he had received some concerns regarding Police and Fire Protection. Chief Hood stated that they responded primarily to Emergency Medical Calls and felt that residents in annexed areas would receive better service than they currently receive. He noted that they would have to manage response times and strategically place new stations and apparatus. Chief McManus added that based on the research they conducted; he did not feel that their response times would be negatively impacted. Councilmember Medina stated that he had questions related to the protection of Military Installations. Mr. Zanoni noted that they would contact General Juan Ayala to attend the Council Meeting to answer questions.

Councilmember Nirenberg asked of the citizen concern regarding the Non-Annexation Agreement. Bridgett White stated that when the citizen contacted their office eight months ago, staff was unsure of the direction that the City Council would take. Councilmember Nirenberg asked if the City Council was not allowed to provide for a vote on Annexation. Mr. Segovia replied that there was no mechanism within the State Statute which would allow for a vote. Councilmember Nirenberg stated that the City's use of Annexation Authority came with the responsibility to deliver quality services and sustainability for its current and future residents. He noted that they had not addressed the policy that would

increase the amount of impervious cover that would be permitted on some parcels as soon as annexation takes place. He expressed concern that IH-10 East was excluded from the recommendations as it was in desperate need of City Services.

Councilmember Medina asked of the protection of Military Installations. General Juan Ayala spoke of the ability of the Military Installations to train for their mission noting that they needed a certain amount of acreage and air space. He stated that they wanted to be compatible with the community and regulate density on their installations. He mentioned the training they provide with Night Vision Devices that was important for Pilots and Land Navigation. He added that in his conversations with Senior Commanders and as an Installation Commander prior to coming to work for the City of San Antonio; Commanders are supportive of Annexation. Councilmember Medina thanked General Ayala for the information noting that it helped him formulate his decision.

Councilmember Lopez referenced next steps for Alamo Ranch and asked of the timeline. Mr. Zanoni replied that they were not engaging with residents to a great extent at this point. He stated that they would be developing financial projections for review by the City Council later this Fall. Councilmember Lopez spoke of the strategic plan to manage growth and thanked everyone for their work.

Councilmember Treviño asked of the impervious cover limitations in the proposed annexation areas. Art Reinhardt stated that there were three different categories within the Water Quality Protection Ordinance established in 1995: 1) Vested Properties; 2) Properties located within the City Limits with impervious cover values ranging from 30-65% depending on whether the property is Residential, Multi-Family, or Commercial; and 3) Properties within the ETJ that have a 15% maximum. He added that they were recommending that annexed properties meet Category 2 and that there would be an opportunity to discuss further in the future. Councilmember Treviño recognized the Fire Department for their collaborative efforts on the Wedgewood Fire in Castle Hills.

Councilmember Gonzales stated that annexation had been used as a strategy to combat sprawl over the last 50 years and that there had not been an equitable system. She expressed concern that the condition of streets has continued to decline and that disparity continues. She stated that she did not feel that the recommended annexations were consistent with SA Tomorrow and wanted all areas of the city to be equally prioritized.

Councilmember Saldaña stated that he appreciated all of the discussion that had occurred. He stated that annexation occurred for two reasons: 1) Control Development; or 2) Expand the Tax Base. He spoke of the ability to utilize resources to expand the Tax Base and continue to invest in areas that support the entire region. He asked of the Non-Annexation

Agreement for residential areas in the Hwy 281 North Area. Mr. Zanoni replied that the area did not have the same needs as the IH-10 West Area which encompassed Camp Bullis and Camp Stanley. He noted that there were already two large tracts on the West and East Sides of the Hwy 281 North Area that had Non-Annexation Agreements and all would align on a 2034 Annexation Timeframe. Councilmember Saldaña stated that it was unfair to the residents of the IH-10 West Area that did not have the same opportunity for a Non-Annexation Agreement. He expressed concern with potential legislation that could affect future annexation.

Councilmember Krier stated that there was a big difference between the IH-10 West and Hwy 281 North Areas. He noted the many great things that have occurred due to annexation such as Toyota, USAA, and the Medical Center. He asked if the Fire Department could meet Emergency Service Needs of the areas being annexed. Chief Hood replied that the care that they would receive would be enhanced by having the San Antonio Fire Department respond to them. Councilmember Krier spoke of the importance of protecting Military Installations and make the best decisions for the future of the city.

Mayor Taylor thanked everyone that spoke and recognized staff for the work that has occurred since 2013. She noted that they had taken a great amount of time to gather information and answer outstanding questions.

Councilmember Gallagher moved to adopt the Ordinance for Item 4A, and approve the Resolutions for Items 4B and 4C. Councilmember Viagran seconded the motion. The motion prevailed by the following vote:

**AYE:** 9 - Mayor Taylor, Treviño, Warrick, Viagran, Saldaña, Lopez, Medina, Krier and Gallagher

**NAY:** 2 - Gonzales and Nirenberg

**17. City Manager's Report**  
A. Emergency Management Update

There was no City Manager's Report.



**ADJOURNMENT**

There being no further discussion, Mayor Taylor adjourned the meeting at 1:22 pm.

APPROVED

IVY R. TAYLOR  
MAYOR

ATTEST:

LETICIA M. VACEK, TRMC/CMC/MMC  
CITY CLERK