

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



**Meeting Minutes
City Council A Session**

City Hall Complex
105 Main Plaza
San Antonio, Texas 78205

Thursday, June 18, 2020

9:00 AM

Municipal Plaza Building

ROLL CALL

The City Council convened in a Regular Meeting. Acting City Clerk Tina J. Flores took the Roll Call noting a quorum with the following Councilmembers present:

PRESENT: 10 - Mayor Nirenberg, Treviño, Andrews-Sullivan, Viagran, Rocha Garcia, Gonzales, Cabello Havrda, Sandoval, Courage, and Perry

ABSENT: 1 - Pelaez

Mayor Nirenberg led the meeting in a moment of silence as the bells of the San Fernando Cathedral were ringing for those who were struggling around the world through the COVID-19 pandemic. He recognized the frontline workers, first responders, and healthcare professionals that are working hard to maintain the health and safety of our loved ones.

1. The Invocation was delivered by Pastor Kevin Barthold of the Hills Church, guest of Councilmember Rocha Garcia, District 4.
2. Mayor Nirenberg led the Pledge of Allegiance to the Flag of the United States of America

3. Approval of Minutes from the City Council Meetings of April 21 and April 23, 2020.

Councilmember Courage moved to approve the April 21, 2020 and April 23, 2020 Minutes. Councilmember Cabello Havrda seconded the motion. The motion prevailed by the following vote:

AYE: 10 - Mayor Nirenberg, Treviño, Andrews-Sullivan, Viagran, Rocha Garcia, Gonzales, Cabello Havrda, Sandoval, Courage, and Perry

ABSENT: 1 - Pelaez

POINT OF PERSONAL PRIVILEGE

City Manager Erik Walsh recognized Fire Chief Charles Hood who was named Fire Chief of the Year for 2020 by the Metropolitan Fire Chiefs Association. Mr. Walsh noted that the Metropolitan Fire Chiefs Association from throughout the World meet regularly. He added that they focus on major policy issues that affect fire services in this country and abroad. Mr. Walsh explained that the Metro Chiefs was an organization of the National Fire Protection Association and the International Association of Fire Chiefs. City Manager Walsh recognized Fire Chief Hood for his professionalism in the Fire Service, within the organization, and the community.

Fire Chief Charles Hood thanked City Manager Walsh, Mayor, and Councilmembers. He noted that he was humbled by the fact that he was selected by the finest leaders in the world which comprised of the London Fire Service, Tokyo Fire Service, Canada, Australia, and Mexico City. He added that his recognition was a testament to the Mayor and City Council's leadership that had led Public Safety for the last eight years. He stated that the innovations that the Mayor and Council approved along with City Manager Walsh allowed San Antonio to be at the forefront and to be effective. Chief Hood added that SAFD will always be an all hazard department whether it's dealing with COVID, active shooter responses, wildland firefighting, or hurricanes.

Mayor Nirenberg stated that he was very proud and honored to see Fire Chief Hood receive Fire Chief of the Year award. He noted that any time there was a disaster or emergency in the City, Chief Hood responded and was an upmost professional. He thanked Chief Hood for his leadership and professionalism and congratulated him for the well-deserved recognition.

Councilmember Gonzales congratulated Chief Hood for his accomplishments. She noted that his greatest accomplishment was the relationship he had with his children. She thanked him for his leadership and acknowledged his responsibility and the transformations he took to elevate the Fire Department.

Councilmember Perry stated that he was inspired to hear Chief Hood speak at his award ceremony. He noted that he was proud of Chief Hood for his accomplishments. He added that Chief Hood set the example for other to follow that was displayed by his leadership.

Councilmember Cabello Havrda stated that she was honored to be at the ceremony. She noted

that she enjoyed hearing Chief Hood talk about his history and experiences he had. She added that was a testament to his fatherhood and leadership. She declared the San Antonio Fire Department the best in the Country and congratulated Fire Chief Hood.

Councilmember Courage congratulated Fire Chief Hood for receiving the Fire Chief of the Year award. He thanked Chief Hood and his dedication to the Fire Department and the community. He added that Chief Hood's dedication to the firefighters was a testament to his leadership.

Councilmember Rocha Garcia stated that she shared Fire Chief Hood's speech with her son. She noted that her son listened intently; he stated that we have the best Fire Chief. She added that Fire Chief Hood was an inspiration to others. She recognized Chief Hood for serving the community through nonprofit organizations making a difference. She thanked Chief Hood for his support of Stop the Bleed initiative and thanked him for his service to the community.

Councilmember Andrews-Sullivan thanked Fire Chief Hood for being vulnerable and expressing his emotions. She recognized Chief Hood for being an example to young black men and proving that all things were possible. She congratulated Chief Hood and was honored to call him Fire Chief of San Antonio.

Councilmember Sandoval congratulated Chief Hood and recognized his confidence and knowledge of the Fire Department. She thanked Chief Hood for making San Antonio his home and leading the Fire Department.

Councilmember Treviño stated that winning this award exemplifies something we already knew that Fire Chief Hood was the best. He thanked Chief Hood for bringing San Antonio an incredible honor of Fire Chief of the Year. He added that his sister at Chicago Fire Ladder 13 says congratulations.

Councilmember Viagran expressed how proud she was of Fire Chief Hood and recognized his vulnerability during the loss of Firefighter Dean. She acknowledged how much Chief Hood cared about his team which was evident when he speaks of his Department. She congratulated Chief Hood and thanked him for all he had accomplished in San Antonio.

POINT OF PERSONAL PRIVILEGE

Councilmember Andrews-Sullivan recognized June 19th; Juneteenth celebrating the Emancipation Proclamation which as passed January 1863. She added that the State of Texas did not recognize African-Americans were slaved persons until June 19, 1865. She noted that June 19th was celebrated throughout major cities but was not a National Holiday. She added that even though this was one of the oldest celebrations, it was not formally recognized. She stated that must change and that we will no longer live with enslavement mentality within the United States. She added that it was time for San Antonio to recognize Juneteenth and be acknowledged. Councilmember Andrews-Sullivan stated that it was time to strive for inclusiveness in our community.

Mayor Nirenberg thanked Councilmember Andrews-Sullivan adding that he was honored to read

the Proclamation: “Whereas on June 19th, 2020, the City of San Antonio will join the Juneteenth Coalition in observance to celebrate the oldest African-American commemorations in America. Whereas on June 19th, 1865 Major General Gordon Granger landed in Galveston Texas and read general order number three known in the United States history as the Granger Act which proclaimed the act of slaves in Texas. Whereas today June 19th, is celebrated annually as Juneteenth to commemorate President Lincoln’s Proclamation which declared an end to slavery in the United States. Whereas the annual observance provides African-Americans and all Americans the opportunity to come together to listen, to learn, and to refresh the drive to achieve to better utilize the energy wasted on racism and to pray for peace and liberty for all. Now, therefore, I Mayor of the City of San Antonio in recognition, proclaim June 19, 2020, to be Juneteenth celebration day in San Antonio, Texas.”

POINT OF PERSONAL PRIVILEGE

Mayor Nirenberg recognized his son Jonah who was celebrating his 12th birthday. He noted that Jonah had one wish today, that everyone treated each other with dignity and respect.

CONSENT AGENDA ITEMS

Item 21 and Z-4 was pulled for Individual Consideration. Mayor Nirenberg announced that Items 22, Z-11, and Z-19 were pulled by Staff and would not be considered.

Mayor Nirenberg called upon the individuals registered to speak.

Jack M. Finger spoke in opposition of Item 21. He noted that the business that was seeking the contract provided campaign contributions, thus creating a potential conflict of interest.

Antonio Diaz congratulated the City for recognizing June 19th as Juneteenth and looked forward to National recognition as a Holiday.

Diana Uriegas thanked her father in heaven and wish all fathers an early Happy Father’s Day. She thanked the Mayor and Council for recognizing June 19th as Juneteenth and specifically thanked Councilmember Andrews-Sullivan for making it possible.

George Alcantar spoke in opposition of Items Z-1 and Z-8 regarding four proposed units to be built at 434 East Magnolia. He noted that he resided at 438 East Magnolia and was concerned that if more homes were built it would create noise pollution and change the dynamic of East Magnolia.

Alan Schumann spoke in opposition of Z-22 the proposed multi-family Zoning change. He noted that the original design consisted of a private drive shared with commercial. He added that design changed to rezone as multi-family which would result in additional traffic.

Councilmember Rocha Garcia highlighted Item 10 approving a contract with the Alamo College District for improvements to the Aquatic Center. She thanked Public Works Staff and the Bond Committee for supporting the improvements. Councilmember Rocha Garcia thanked the voters

for approving the 2017 Bond Program, without their approval the improvements would not be done. She noted that the Aquatic Center had been open since 1992 and hosted many swimming competitions including the U.S. Open and the Olympic Festival. She added that the improvements consist of new roof, heating, ventilation, and interior and exterior renovations. She thanked Councilmember Rey Saldana and Alamo College Chancellor Dr. Mike Flores for laying the groundwork for this project.

Councilmember Rocha Garcia highlighted Item 14 approving Ordinances related to the Alamo Regional Security Operations Center (ARSOC) located at Port San Antonio in District 4. She recognized Port San Antonio for being the hub for Aerospace, Telecommunications, Transportation, Defense, and Cybersecurity and being an integral part of the community. She thanked Mayor Nirenberg for his support and thanked Craig Hopkins, CPS Energy for their partnership, and Councilmember Perry for supporting Port San Antonio's Mission.

Councilmember Treviño highlighted the proposed Zoning Items regarding the Magnolia Properties. He noted that the project featured a Historic Landmark Designation of homes within the Tobin Hill Community. He added that this project demonstrated collaboration between the new homeowners and the neighborhood. He thanked all involved for making the proposed Zoning changes possible.

Councilmember Treviño highlighted the proposed Zoning Item regarding the West End Neighborhood. He noted that originally the applicant requested C-2 zoning but compromised with the residents in the area. He thanked all involved for their collaboration and compromise.

Councilmember Courage moved to approve the remaining Consent Agenda Items. Councilmember Viagran seconded the motion. The motion prevailed by the following vote:

AYE: 10 - Mayor Nirenberg, Treviño, Andrews-Sullivan, Viagran, Rocha Garcia, Gonzales, Cabello Havrda, Sandoval, Courage, and Perry

ABSENT: 1 - Pelaez

2020-06-18-0407

5. Ordinance approving a contract with Accela, Inc. for additional Accela software licenses and maintenance and support for an estimated total cost of \$3,573,841.21 over a five-year period funded through the Development Services Fund. The term of this contract will be for a two-year period and include options to renew. [Ben Gorzell, Chief Financial Officer; Troy Elliott, Deputy Chief Financial Officer]

2020-06-18-0408

6. Ordinance approving a contract with Clarity Media Group to provide the Convention and Sports Facilities Department with a wireless intercom system for the Alamodome for a total cost of \$68,213.00. Funding is available in the FY 2020 Adopted Community and Visitor Facilities Fund Budget. [Ben Gorzell, Chief Financial Officer; Troy Elliott, Deputy Chief Financial Officer]

2020-06-18-0409

7. Ordinance extending a contract with PropertyRoom.com, Inc. for online auction services for an additional one-year period for an estimated \$200,000.00 annual revenue (\$99,000.00 estimated sales proceeds retained annually by vendor), included in the Police Department's FY 2020 Adopted Budget. [Ben Gorzell, Chief Financial Officer; Troy Elliott, Deputy Chief Financial Officer, Finance]

2020-06-18-0410

8. Ordinance awarding a construction contract to Jerdon Enterprise, L.P. in the amount of \$11,084,957.60 of which \$132,570.00 will be reimbursed by San Antonio Water System (SAWS) and \$1,103,790.00 will be reimbursed by CPS Energy for the Commerce Street (St. Mary's Street to Santa Rosa Street) project, a previously authorized debt and 2017 Bond funded project. Funds are available from previously authorized debt proceeds and the 2017 - 2022 General Obligation Bond Program and are included in the FY 2020 - FY 2025 Capital Improvement Program. [Roderick Sanchez, Assistant City Manager; Razi Hosseini, Director, Public Works]

2020-06-18-0411

9. Ordinance approving a task order to a Job Order Contract with Kencon Constructors in an amount not to exceed \$326,842.00 for improvements to the San Pedro Branch Library, a previously authorized debt funded project, located in Council District 1. Funds are available from previously authorized debt proceeds and are included in the FY 2020 - FY 2025 Capital Improvement Program. [Roderick Sanchez, Assistant City Manager; Razi Hosseini, Director, Public Works]

2020-06-18-0412

10. Ordinance approving a Funding Agreement with the Alamo Community College District in an amount not to exceed \$5,300,000.00 for improvements to the Aquatic Center at Palo Alto College, a 2017 Bond funded project, located in Council District 4. Funds are available from the 2017 - 2022 General Obligation Bond Program and are included in the FY 2020 - FY 2025 Capital Improvements Program. [Roderick Sanchez, Assistant City Manager; Razi Hosseini, Director, Public Works]

2020-06-18-0413

11. Ordinance ratifying a task order to a Job Order Contract with Amstar Inc. in an amount not to exceed \$437,796.00 for facility improvements to the Market Square plaza, a 2017 Bond funded project, located in Council District 1. Funds are available from the 2017 - 2022 General Obligation Bond Program and are included in the FY 2020 - FY 2025 Capital Improvement Program. [Roderick Sanchez, Assistant City Manager; Razi Hosseini, Director, Public Works]

2020-06-18-0414

- 12.** Ordinance approving an amendment to the Master Antenna Agreement with Tower FM Consortium, LLC, for continued management of the master antenna on top of the Tower of the Americas and approving an amendment to Broadcaster Leases with iHeart + Media, Inc. and Alpha Media LLC. for continued use of the Tower of the Americas as a transmission site for KZEP, KQXT and KJXX, resulting in a total of \$1,491,230.52 to be deposited within the General Fund. [Lori Houston, Assistant City Manager; John Jacks, Director, Center City Development & Operations]

- 13.** Approving the following two ordinances related to leases within historic La Villita: [Lori Houston, Assistant City Manager; John Jacks, Director, Center City Development & Operations]

2020-06-18-0415

- 13A.** Ordinance approving the renewal of 14 lease agreements for space in La Villita resulting in a total of \$487,835.00 to be deposited within the General Fund during the lease terms.

2020-06-18-0416

- 13B.** Ordinance approving a lease agreement in LaVillita with Yolanda C. Luna d/b/a Yolix Luna effective July 1, 2020 through June 30, 2024, resulting in total revenue of \$25,857.00 to be deposited in the General Fund.

- 14.** Approving the following items related to the Alamo Regional Security Operations Center (“ARSOC”) located at Port San Antonio: [Ben Gorzell, Chief Financial Officer; Craig Hopkins, Chief Information Officer, Information Technology Services]

2020-06-18-0417

- 14A.** Ordinance approving a Lease Agreement with the Port Authority of San Antonio to lease approximately 20,363 square feet of space at 638 Davy Crockett, Building 940 located at Port San Antonio for the City to establish the Alamo Regional Security Operations Center (“ARSOC”).

2020-06-18-0418

- 14B.** Ordinance approving a Funding Agreement between the City, CPS Energy, and Port Authority of San Antonio to design and build out the facility for which the Alamo Regional Security Operations Center (“ARSOC”) will be located; and authorizing a Sublease Agreement with CPS Energy. Funding is available through the FY 2020 - FY 2025 Capital Improvement Program and CPS Energy.

2020-06-18-0419

- 15.** Ordinance approving the closure, vacation and abandonment of an unimproved portion

Woodruff Avenue Public Right-of-Way located between New City Blocks 10934, 10979, and 12807 in Council District 3 as requested by Neighborhood & Housing Services Department. [Lori Houston, Assistant City Manager; Veronica R. Soto, Director, Neighborhood & Housing Services]

2020-06-18-0420

16. Ordinance approving the closure, vacation and abandonment of a portion of the L Street Public Right-of-Way and an unimproved 10-foot wide alley public right-of-way in Council District 1 located at New City Block 132, as requested by Camaron Development, Ltd. for a fee of \$86,160.00 to be deposited in the General Fund. [Roderick Sanchez, Assistant City Manager; Razi Hosseini, Director, Public Works]

2020-06-18-0421

17. Ordinance approving the closure, vacation and abandonment of an unimproved 15-foot wide alley Public Right-of-Way in Council District 7, as requested by the Catholic Archdiocese of San Antonio for a fee of \$9,633.00 to be deposited in the General Fund. [Roderick Sanchez, Assistant City Manager; Razi Hosseini, Director, Public Works]

18. Approving the following Board, Commission and Committee appointments for the remainder of unexpired terms to expire May 31, 2021 or for the terms shown below. [Tina Flores, Acting City Clerk]

- A) Appointing Faith Radle (District 5) to the Linear Creekway Parks Advisory Board.
- B) Reappointing Juan Garcia (District 2) to the Tax Increment Reinvestment Zone No. 11 – Inner City Board of Directors.

2020-06-18-0422

19. Ordinance scheduling and rescheduling City Council Meetings. [Tina Flores, Acting City Clerk]

2020-06-18-0423

20. Ordinance approving the First Extension and Assignment of the Audit Services Contract with BKD, LLP, for independent audit services to the City for Fiscal Year 2020, for a total fee not to exceed \$930,000.00. Funding is available in the Finance Department's FY 2020 General Fund Budget. [Ben Gorzell, Chief Financial Officer; Troy Elliott, CPA, Deputy Chief Financial Officer]

2020-06-18-0425

- Z-1. ZONING CASE Z-2019-10700233 HL (Council District 1): Ordinance amending the Zoning District Boundary from "R-6 AHOD" Residential Single-Family Airport Hazard Overlay District to "R-6 HL AHOD" Residential Single-Family Historic Landmark

Airport Hazard Overlay District on Lot 16 and south 92.28 feet of east 5 feet of 15 excluding north 92.28 feet of west 5 feet of Lot 16, NCB 861, located at 434 East Magnolia Avenue. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: Lot 16 and south 92.28 feet of east 5 feet of 15 excluding north 92.28 feet of west 5 feet of Lot 16, NCB 861. TO WIT: From "R-6 AHOD" Residential Single-Family Airport Hazard Overlay District to "R-6 HL AHOD" Residential Single-Family Historic Landmark Airport Hazard Overlay District.

2020-06-18-0426

Z-2. ZONING CASE Z-2019-10700249 HL (Council District 1): Ordinance amending the Zoning District Boundary from "R-6 AHOD" Residential Single-Family Airport Hazard Overlay District to "R-6 HL AHOD" Residential Single-Family Historic Landmark Airport Hazard Overlay District on Lot 15 and north 92.28 feet of west 5 feet of Lot 16, excluding south 92.28 feet of east 5 feet of Lot 15, NCB 861, located at 430 East Magnolia Avenue. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: Lot 15 and north 92.28 feet of west 5 feet of Lot 16 excluding south 92.28 feet of east 5 feet of Lot 15, NCB 861. TO WIT: From "R-6 AHOD" Residential Single-Family Airport Hazard Overlay District to "R-6 HL AHOD" Residential Single-Family Historic Landmark Airport Hazard Overlay District.

2020-06-18-0427

Z-3. ZONING CASE Z-2020-10700018 (Council District 1): Ordinance amending the Zoning District Boundary from "I-1 AHOD" General Industrial Airport Hazard Overlay District to "C-1 AHOD" Light Commercial Airport Hazard Overlay District on Lots 5 and 6, Block 25, NCB 2085, located at 1028 Culebra Road and 1030 Culebra Road. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: Lots 5 and 6, Block 25, NCB 2085. TO WIT: From "I-1 AHOD" General Industrial Airport Hazard Overlay District to "C-1" Light Commercial Airport Hazard Overlay District.

2020-06-18-0428

- Z-5.** ZONING CASE Z-2020-10700045 (Council District 1): Ordinance amending the Zoning District Boundary from "C-2P UC-6 AHOD" Commercial Pedestrian San Pedro Urban Corridor Airport Hazard Overlay District to "IDZ-1 UC-6 AHOD" Low Intensity Infill Development Zone San Pedro Urban Corridor Airport Hazard Overlay District with uses permitted in "C-1" Light Commercial District, a bar, and a microbrewery on Lot 6, Lot 7, the north 4.5 feet of Lot 5, the north 44.84 feet of Lot 4, and the south 51.84 feet of Lot 5, Block 9, NCB 763, located at 515 San Pedro Avenue and 523 San Pedro Avenue. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: Lot 6, Lot 7, the north 4.5 feet of Lot 5, the north 44.84 feet of Lot 4, and the south 51.84 feet of Lot 5, Block 9, NCB 763. TO WIT: From "C-2P UC-6 AHOD" Commercial Pedestrian San Pedro Urban Corridor Airport Hazard Overlay District to "IDZ-1 UC-6 AHOD" Low Intensity Infill Development Zone San Pedro Urban Corridor Airport Hazard Overlay District with uses permitted in "C-1" Light Commercial District, a bar, and a microbrewery.

2020-06-18-0429

- Z-6.** ZONING CASE Z-2020-10700051 CD (Council District 1): Ordinance amending the Zoning District Boundary from "R-4 CD AHOD" Residential Single-Family Airport Hazard Overlay District with a Conditional Use for an Antique Store to "R-4 CD AHOD" Residential Single-Family Airport Hazard Overlay District with a Conditional Use for two (2) dwelling units on the south 132.5 feet of Lot 9, Block 59, NCB 7193, located at 1108 Fresno Street. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: The south 132.5 feet of Lot 9, Block 59, NCB 7193. TO WIT: From "R-4 CD AHOD" Residential Single-Family Airport Hazard Overlay District with a Conditional Use for an Antique Store to "R-4 CD AHOD" Residential Single-Family Airport Hazard Overlay District with a Conditional Use for two (2) dwelling units.

2020-06-18-0430

- Z-7.** ZONING CASE Z-2020-10700062 (Council District 1): Ordinance amending the Zoning District Boundary from "IDZ UC-4 AHOD" Infill Development Zone North St. Mary's Street Urban Corridor Airport Hazard Overlay District with uses permitted for Multi-Family not to exceed thirty-six (36) units per acre to "IDZ-2 UC-4 AHOD" Medium Density Infill Development Zone North St. Mary's Street Urban Corridor Airport Hazard Overlay District with uses permitted for fifty (50) dwelling units per acre

on Lots 3 through 7, Block 1, NCB 6789; Lots 1 and 2, Block 3, NCB 3029; and Lot 20, Block 3, NCB 3029, located at 715-731 East Locust Street and 326-328 West Grayson Street. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: Lots 3 through 7, Block 1, NCB 6789; Lot 20, Block 3, NCB 3029; and Lot 20, Block 3, NCB 3029. TO WIT: From "IDZ-2 UC-4 AHOD" Medium Intensity Infill Development Zone North St. Mary's Street Urban Corridor Airport Hazard Overlay District with uses permitted for Multi-Family not to exceed thirty-six (36) units per acre to "IDZ-2 UC-4 AHOD" Medium Intensity Infill Development Zone North St. Mary's Street Urban Corridor Airport Hazard Overlay District with uses permitted for fifty (50) dwelling units per acre.

2020-06-18-0431

Z-8. ZONING CASE Z-2020-10700068 CD (Council District 1): Ordinance amending the Zoning District Boundary from "R-6 AHOD" Residential Single-Family Airport Hazard Overlay District to "R-6 CD AHOD" Residential Single-Family Airport Hazard Overlay District with a Conditional Use for four (4) units on 0.2118 acres and "R-6 CD" Residential Single-Family Airport Hazard Overlay District with a Conditional Use for four (4) units on 0.2118 acres, located at 430 East Magnolia Avenue and 434 East Magnolia Avenue. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: 0.2118 acres out of NCB 861. TO WIT: From "R-6 AHOD" Residential Single-Family Airport Hazard Overlay District to "R-6 CD" Residential Single-Family Airport Hazard Overlay District with a Conditional Use for four (4) units on 0.2118 acres out of NCB 861, located at 430 East Magnolia Avenue and "R-6 CD" Residential Single-Family Airport Hazard Overlay District with a Conditional Use for four (4) units.

2020-06-18-0432

Z-9. ZONING CASE Z-2020-10700090 HL (Council District 1): Ordinance amending the Zoning District Boundary from "R-6 AHOD" Residential Single-Family Airport Hazard Overlay District to "R-6 HL AHOD" Residential Single-Family Historic Landmark Airport Hazard Overlay District on Lot 12, NCB 1715, located at 241 East French Place. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: Lot 12, NCB 1715. TO WIT: From "R-6 AHOD" Residential

Single-Family Airport Hazard Overlay District to "R-6 HL AHOD" Residential Single-Family Historic Landmark Airport Hazard Overlay District.

2020-06-18-0433

- Z-10.** ZONING CASE Z-2020-10700053 CD (Council District 2): Ordinance amending the Zoning District Boundary from "R-5 H MLOD-3 MLR-2 AHOD" Residential Single-Family Government Hill Historic Martindale Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District to "R-5 CD H MLOD-3 MLR-2 AHOD" Residential Single-Family Government Hill Historic Martindale Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District with a Conditional Use for two (2) dwelling units on Lot 14, Block 6, NCB 1277, located at 1907 North Interstate 35. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: Lot 14, Block 6, NCB 1277. TO WIT: From "R-5 H MLOD-3 MLR-2 AHOD" Residential Single-Family Government Hill Historic Martindale Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District to "R-5 CD H MLOD-3 MLR-2 AHOD" Residential Single-Family Government Hill Historic Martindale Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District with a Conditional Use for two (2) dwelling units.

2020-06-18-0434

- Z-12.** ZONING CASE Z-2020-10700063 (Council District 2): Ordinance amending the Zoning District Boundary from "RM-4 AHOD" Residential Mixed Airport Hazard Overlay District to "R-3 AHOD" Single-Family Residential Airport Hazard Overlay District on Lot 1, Block E, NCB 619, located at 1102 Wyoming Street. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: Lot 1, the east ½ of Block 21. TO WIT: From "RM-4 AHOD" Residential Mixed Airport Hazard Overlay District to "R-3 AHOD" Single-Family Residential Airport Hazard Overlay District.

2020-06-18-0435

- Z-13.** ZONING CASE Z-2020-10700064 (Council District 2) Ordinance amending the Zoning District Boundary from "AE-1 MLOD-3 MLR-2 AHOD" Arts and Entertainment Martindale Army Airfield Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District and "R-4 MLOD-3 MLR-2 AHOD" Residential Single-Family Martindale Army Airfield Military Lighting Overlay Military Lighting Region 2 Airport

Hazard Overlay District to "IDZ-2 MLOD-3 MLR-2 AHOD" Medium Intensity Infill Development Zone Martindale Army Airfield Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District with uses permitted in "C-2" Commercial District and for a Hotel on Lots 31 and Lot 32, Block 7, NCB 1440, located at 2203 East Commerce Street. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: Lots 31 & 32, Block 7, NCB 1440. TO WIT: From "AE-1 MLOD-3 MLR-2 AHOD" Arts and Entertainment Martindale Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District and "R-4 MLOD-3 MLR-2 AHOD" Residential Single-Family Martindale Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District to "IDZ-2 MLOD-3 MLR-2 AHOD" Medium Intensity Infill Development Zone Martindale Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District with uses permitted in "C-2" and for a Hotel.

2020-06-18-0436

Z-14. ZONING CASE Z-2020-10700088 (Council District 3): Ordinance amending the Zoning District Boundary from "L" Light Industrial District to "MF-18" Limited Density Multi-Family District on 14.04 acres out of CB 4007, generally located at 14050 Southton Road. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: 14.04 acres out of CB 4007. TO WIT: From "L" Light Industrial District to "MF-18" Limited Density Multi-Family District.

2020-06-18-0437

Z-15. ZONING CASE Z-2020-10700065 (Council District 4): Ordinance amending the Zoning District Boundary from "C-2 MLOD-2 MLR-2 AHOD" Commercial Lackland Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District to "RM-6 MLOD-2 MLR-2 AHOD" Residential Mixed Lackland Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District on Lot P-9, NCB 34393, generally located in the 9900 block of Westover Bluff at Potranco Road. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: Lot P-9, NCB 34393. TO WIT: From "C-2 MLOD-2 MLR-2 AHOD" Commercial Lackland Military Lighting Overlay Military Lighting Region 2 Airport

Hazard Overlay District to "RM-6 MLOD-2 MLR-2 AHOD" Residential Mixed Lackland Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District.

2020-06-18-0438

Z-16. ZONING CASE Z-2020-10700046 (Council District 5): Ordinance amending the Zoning District Boundary from "R-6 MLOD-2 MLR-2 AHOD" Residential Single-Family Lackland Military Lighting Overlay Military Lighting Region 1 Airport Hazard Overlay District to "IDZ-1 MLOD-2 MLR-2 AHOD" Low Intensity Infill Development Zone Lackland Military Lighting Overlay Military Lighting Region 1 Airport Hazard Overlay District with uses permitted for four (4) dwelling units on the north 162 feet of Lot 13, Block B, NCB 3560, located at 106 Bank Street. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: The north 162 feet of Lot 13, Block B, NCB 3560. TO WIT: From "R-6 MLOD-2 MLR-2 AHOD" Residential Single-Family Lackland Military Lighting Overlay Military Lighting Region 1 Airport Hazard Overlay District to "IDZ-1 MLOD-2 MLR-2 AHOD" Low Intensity Infill Development Zone Lackland Military Lighting Overlay Military Lighting Region 1 Airport Hazard Overlay District with uses permitted for four (4) dwelling units.

2020-06-18-0439

Z-17. ZONING CASE Z-2020-10700047 (Council District 5): Ordinance amending the Zoning District Boundary from "R-4 MLOD-2 MLR-1 AHOD" Residential Single-Family Lackland Military Lighting Overlay Military Lighting Region 1 Airport Hazard Overlay District to "R-3 MLOD-2 MLR-1 AHOD" Residential Single-Family Lackland Military Lighting Overlay Military Lighting Region 1 Airport Hazard Overlay District on the East 90.5 feet of Lot 3 and the North 12.5 feet of the East 90.5 feet of Lot 4, Block 6, NCB 8980, located at 905 South San Eduardo Avenue. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: The east 90.5 feet of Lot 3 and the north 12.5 feet of the east 90.5 feet of Lot 4, Block 6, NCB 8980. TO WIT: From "R-4 MLOD-2 MLR-1 AHOD" Residential Single-Family Lackland Military Lighting Overlay Military Lighting Region 1 Airport Hazard Overlay District to "R-3 MLOD-2 MLR-1 AHOD" Residential Single-Family Lackland Military Lighting Overlay Military Lighting Region 1 Airport Hazard Overlay District.

2020-06-18-0440

Z-18. ZONING CASE Z-2020-10700094 HL (Council District 5): Ordinance amending the

Zoning District Boundary from "R-4 MLOD-2 MLR-2 AHOD" Residential Single-Family Lackland Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District to "R-4 HL MLOD-2 MLR-2 AHOD" Residential Single-Family Historic Landmark Lackland Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District on the south 109.75 feet of Lot 11 and Lot 12, Block 5, NCB 2338, located at 215 South Pinto Street. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: The south 109.75 feet of Lot 11 and Lot 12, Block 5, NCB 2338. TO WIT: From "R-4 MLOD-2 MLR-2 AHOD" Residential Single-Family Lackland Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District to "R-4 HL MLOD-2 MLR-2 AHOD" Residential Single-Family Historic Landmark Lackland Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District.

2020-06-18-0441

Z-20. ZONING CASE Z-2020-10700056 (Council District 6): Ordinance amending the Zoning District Boundary from "R-6 MLOD-2 MLR-2 AHOD" Residential Single-Family Lackland Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District to "C-2 MLOD-2 MLR-2 AHOD" Commercial Lackland Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District on Lot 1, Block 30, NCB 18080, located at 8031 Culebra Road. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: Lot 1, Block 30, NCB 18080. TO WIT: From "R-6 MLOD-2 MLR-2 AHOD" Residential Single-Family Lackland Military Lighting Overlay Military Lighting Region 2 Airport Hazard Overlay District to "C-2 MLOD-2 MLR-1 AHOD" Commercial Lackland Military Lighting Overlay Military Lighting Region 1 Airport Hazard Overlay District.

2020-06-18-0442

P-1. PLAN AMENDMENT CASE PA-2020-11600026 (Council District 7): Ordinance amending the West/Southwest Sector Plan, a component of the Comprehensive Master Plan of the City, by changing the future land use classification from "General Urban Tier" to "Regional Center" on Lot 1, Block 4, NCB 14880, located at 5830 Bandera Road. Staff recommends Approval. Planning Commission recommendation pending the June 10, 2020 hearing. (Associated Zoning Case Z-2020-10700119)

2020-06-18-0443

Z-21. ZONING CASE Z-2020-10700119 (Council District 7): Ordinance amending the Zoning

District Boundary from "I-1 AHOD" General Industrial Airport Hazard Overlay District to "C-3 AHOD" General Commercial Airport Hazard Overlay District on Lot 1, Block 4, NCB 14880, located at 5830 Bandera Road. Staff recommends Approval. Zoning Commission recommendation pending the June 16, 2020 hearing. (Associated Plan Amendment PA2020-11600026)

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: Lot 1, Block 4, NCB 14880. TO WIT: From "I-1 AHOD" General Industrial Airport Hazard Overlay District to "C-3 AHOD" General Commercial Airport Hazard Overlay District.

2020-06-18-0444

Z-22. ZONING CASE Z-2019-10700337 ERZD (Council District 9): Ordinance amending the Zoning District Boundary from "C-3 MLOD-1 MLR-2 ERZD" General Commercial Camp Bullis Military Lighting Overlay Military Lighting Region 2 Edwards Recharge Zone District to "MF-33 MLOD-1 MLR-2 ERZD" Multi-Family Camp Bullis Military Lighting Overlay Military Lighting Region 2 Edwards Recharge Zone District on Lot 3, Block 7, NCB 19218, generally located in the 20000 Block of Stone Oak Parkway. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: Lot 3, Block 7, NCB 19218. TO WIT: From "C-3 MLOD-1 MLR-2 ERZD" General Commercial Camp Bullis Military Lighting Overlay Military Lighting Region 2 Edwards Recharge Zone District to "MF-33 MLOD-1 MLR-2 ERZD" Multi-Family Camp Bullis Military Lighting Overlay Military Lighting Region 2 Edwards Recharge Zone District.

2020-06-18-0445

Z-23. ZONING CASE Z-2020-10700058 (Council District 10): Ordinance amending the Zoning District Boundary from "O-2 AHOD" High-Rise Office Airport Hazard Overlay District to "C-2 AHOD" Commercial Airport Hazard Overlay District on Lot 40, Block 2, NCB 14223, located at 4719 Camino Dorado Drive. Staff and Zoning Commission recommend Approval.

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: Lot 40, Block 2, NCB 14223. TO WIT: From "O-2 AHOD" High-Rise Office Airport Hazard Overlay District to "C-2 AHOD" Commercial Airport Hazard Overlay District.

2020-06-18-0446

Z-24. ZONING CASE Z-2019-10700292 (Council District 10): Ordinance amending the Zoning District Boundary from "I-1 IH-1 AHOD" General Industrial Northeast Gateway Corridor Airport Hazard Overlay District to "C-3 IH-1 AHOD" General Commercial Northeast Gateway Corridor Airport Hazard Overlay District on Lot 4, Block 2, NCB 14952, located at 11407 Wayland Way. Staff and Zoning Commission recommend Approval. (Continued from May 7, 2020)

AMENDING CHAPTER 35 OF THE CITY CODE THAT CONSTITUTES THE COMPREHENSIVE ZONING ORDINANCE OF THE CITY OF SAN ANTONIO BY CHANGING THE CLASSIFICATION AND REZONING OF CERTAIN PROPERTY DESCRIBED HEREIN AS: Lot 4, Block 2, NCB 14952. TO WIT: From "I-1 IH-1 AHOD" General Industrial Northeast Gateway Corridor Airport Hazard Overlay District to "C-3 IH-1 AHOD" General Commercial Northeast Gateway Corridor Airport Hazard Overlay District.

CONSENT ITEMS CONCLUDED

ITEMS FOR INDIVIDUAL CONSIDERATION

- 4.** Briefing on the FY 2021 Trial Budget and Five-Year Financial Forecast. [Maria Villagomez, Deputy City Manager; Scott Huizenga, Director, Management and Budget]

City Manager Walsh provided a summary of the FY 2021 Trial Budget and Five-Year Financial Forecast. He noted that the City was experiencing unprecedented economic uncertainty since the COVID-19 pandemic. He added that we have significant financial challenges which Deputy City Manager Villagomez will outline in her presentation. City Manager Walsh explained that once COVID-19 hit, City Staff reacted and tightened and rebalanced the budget. He noted that the quick reaction helped the budget be in a better position by reducing spending and freezing vacant positions.

City Manager Walsh stated that two Economists helped City Staff, one from a state-wide perspective and one from the local perspective. He noted that City Staff considered their input to determine our own Budget projections. He described the Trial Budget to help frame issues of our financial situation to begin conversations regarding the budget. He stated that the City's financial policy was to balance the budget over two years which was very important in our current time of uncertainty.

City Manager Walsh described two guideposts that he utilized for the Trail Budget. One guidepost was to avoid layoffs to prevent adding to the unemployment crisis. He noted that City Staff was considering furlough days or possible pay reductions which was a tradeoff to preserve jobs. He added that anything that might be done would be equitable and be from the top down. The second guidepost was to maintain community neighborhood services and social services.

City Manager Walsh introduced Jon Hockenyo and Dr. Steve Nivin, both Economist that assisted the City, then Deputy City Manager Maria Villagomez will complete the presentation. Mr. Hockenyo described the economic context that faced San Antonio. He began with

projections around sales tax and property tax. He added that Dr. Nivin would speak on Hotel Occupancy Tax.

Mr. Hockenyos provided data beginning with the middle of March 2020 displaying a GDP Chart which was down 5% in the first quarter. He compared 2019 quarters to 2020 quarters and stated that sales rebounded a little over 17% in May but was still down approximately 6% from the previous May. Mr. Hockenyos stated that it was most notable with unemployment statistics and the massive jump in claims for unemployment. He added that the unemployment rate was most likely masking what was really going on in the job market. He noted that for one percentage point in unemployment, there was probably at least another person who had been furloughed or had their hours cut. He stated that the unemployment rate was considerably larger than what the official statistics says.

Mr. Hockenyos noted that the real time indicators were showing the problems that were on the horizon. He added that the biggest indicator was injecting unprecedented extraordinary amounts of money into the economy. He stated that this was changing the equation in terms of consumer demand. He noted that consumer demand was stronger than the underlying economics would tell us it would be, that was because the Federal Government was providing stimulus funding. Mr. Hockenyos stated that people were spending money and that consumers were not feeling too bad at the moment.

Mr. Hockenyos posed several questions such as what was going to happen in the future; what would happen after unemployment was exhausted; what would happen when the Federal Unemployment Benefits end in July; would it be renewed; no one knows the answers at this time. He questioned if people would change their views and become more conservative; what would be the pattern of recovery and rehiring; are we facing another outbreak; all create uncertainty and pose challenges for a policy body when developing their budget.

Dr. Nivin provided a brief summary of Hotel Occupancy Tax Revenues and Airport Revenues. He provided the baseline pessimistic and optimistic scenarios, assumptions and expectations. He noted that he spoke with Visit San Antonio Staff and looked at other industry forecasts and data. Dr. Nivin added that the expectation was that demand would recover relatively quickly, but the average daily rate was going to take an extended period of time to recover which might take six to eight years. He stated that for the optimistic scenario he assumed it would take six years, and for the pessimistic he assumes eight years and for the baseline he assumed it would take seven years to recover.

Dr. Nivin reported that customers were going to get accustomed to lower rates and it would take time for Hoteliers to inch rates back up; thus, the demand was expected to recover quickly. He added that demand would be led out if the recovery most likely by leisure visitors.

Dr. Nivin reported that the convention business was pretty much shut down, but that some bookings were being made. He noted that as conventions start to come to town; it was expected that the number of people attending those conventions will be down as people were uneasy about people congregated together. He added that looking at the baseline, it would take time to get back where we were in fiscal year 2019. Dr. Nivin reported that many of the larger hotels in

San Antonio cease operations for a while. He stated that projections were that hotel business would inch up slowly and projections of pre-pandemic levels could be reached by fiscal year 2025. He noted that the optimistic projection was fiscal year 2023 and the pessimistic projection was fiscal year 2026 or longer.

Dr. Nivin provided the from 2011 to 2019 there was 97% correlation between total passengers and total airport revenues. He noted that the relationship formed the basis of the forecast of revenues. He added that the total passengers were forecast for each month under three scenarios. He stated that the change in passengers was forecast for each year, and the monthly number of passengers was calculated by multiplying the annual number of passengers by the average proportion of passengers in each month to the total in the respective year. Dr. Nivin reported that the average revenue per passenger was approximately \$11.15. He assumed that the average per passenger would hold over the time period of the forecasted recovery.

Dr. Nivin stated that he looked at other industry forecasts to get a sense of what other industries were projecting. He noted that the projections also considered the forecasts published by the International Air Transport Association (IATA) covering the next five years and the International Civil Aviation Organization (ICAO) covering the period through September 2020. He added key insights taken from the studies was that air travel was going to recover slower than the overall economy. Dr. Nivin reported that International travel accounted for 4% of San Antonio passengers, which could be an advantage for San Antonio as domestic air travel was expected to recover by 2022. He added that international travel was projected to recover in 2023 or 2024.

Dr. Nivin provided the optimistic forecast of airport revenues as follows:

FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025
\$148,265,821	\$102,612,868	\$108,216,119	\$119,707,833	\$125,087,139	\$127,588, 881	\$130,140,659

Dr. Nivin provided the baseline forecast of airport revenues as follows:

FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025
\$148,265,821	\$95,186,147	\$96,609,406	\$111,063,193	\$117,320,808	\$119,667,224	\$122,060,569

Dr. Nivin provided the pessimistic forecast of airport revenues as follows:

FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025
\$148,265,821	\$83,713,759	\$74,517,429	\$99,238,657	\$112,540,990	\$117,320,808	\$119,667,224

Dr. Nivin reported that the following establishments were projected to permanently close.

Industry	Establishments	% of All Establishments	Small Business	Micro-business	Non-profits
Mining, quarrying, Oil & Gas Extraction	10	5.93%	10	9	N/A

Construction	73	1.31%	72	69	N/A
Manufacturing	12	0.64%	12	11	N/A
Wholesale Trade	76	3.68%	75	70	N/A
Retail Trade	353	5.09%	350	344	N/A
Transportation & Warehousing	12	1.04%	12	11	N/A
Information	20	2.35%	20	19	N/A
Finance & Insurance	149	5.26%	148	145	N/A
Real Estate & Rental & Leasing	70	2.00%	70	69	N/A
Professional, Scientific, Technical Services	17	0.32%	17	17	N/A
Management of Companies & Enterprises	4	2.25%	N/A	N/A	N/A
Admin Support, Waste Mgt. & Remediation Service	99	4.31%	98	94	N/A
Educational Services	17	4.48%	17	17	3
Health Care & Social Assistance	170	1.08%	169	166	7
Arts & Ent. & Rec	37	3.77%	37	35	3
Accommodation & Food Service	557	14.50%	555	512	N/A
Other Services (except Public Admin)	61	1.21%	61	59	2
Total	1,732	2.93%	1,724	1,647	15

Dr. Nivin concluded his presentation but noting that consumer activity retail, personal services, and hospitality were the sectors hit first and the hardest by COVID-19. He added that other sectors were heavily influenced especially oil, airlines, non-essential medical, sales, and any unique transactions business such as real estate. He stated that the overall economic impact would hit in the coming months and possibly years. He added that local governments could experience impacts in other areas such as COVID-19 specific costs, fund transfer from other entities, and social services.

Deputy City Manager Maria Villagomez provided a presentation on the Five-Year Financial Forecast and the Trial Budget for Fiscal Years 2021 and 2022 and the next steps of the Budget Process. Ms. Villagomez reported that the total Budget for the City of San Antonio was \$2.9 billion. She noted that the three major components were Restricted Funds of \$938 million and consisted of the Airport Fund, Development Services, Hotel Occupancy Tax, Solid Waste, and Storm Water. Ms. Villagomez reported that the second major component was the Capital Program of \$715 million and consisted of 2017 Bond Projects and Airport Projects. She added the third major component was the General Fund of \$1.27 billion and consisted of Departments that provide most of the City's basic City Services and included Police, Fire, Streets, Parks, and the Library Department.

Ms. Villagomez reported that Property Tax make up 30% of the General Fund at \$381.3 million; the payment from CPS Energy make up 28% of the General Fund at \$353.7 million; Sales Tax make up 24% of the General Fund at \$313.1 million; and other Resources make up 18% of the General Fund at \$230.3 million. Ms. Villagomez reported that other Resources consist of the following fees: EMS Transport, Liquor by the Drink, Recreational, and Traffic Fines.

Ms. Villagomez provided a brief summary of the Five-Year Financial Forecast for Fiscal Year 2021-2025. She noted that the Five-Year Financial Forecast provides City Council and the Community an early financial outlook of the City’s Budget development process. She added that the Financial Forecast was not the actual Budget but rather a reflection of a set of assumptions for the next five years.

Ms. Villagomez summarized the General Fund Five-Year Forecast as follows adding that there was an unprecedented economic uncertainty across the Country. She noted that the City faced challenges each year of the forecast. She added that there were increases for contractual obligations and operation costs of completed of bond projects. She stated that there were reductions required to achieve the balanced budget and that the Trial Budget would provide financial flexibility. She added that the Trial Budget was a new tool that was being introduced with the Budget Cycle due to economic uncertainties.

Ms. Villagomez reported the three principles used to develop the Trial Budget was 1.) making sure that there was no impact or very minimal impact to the services provided to the community; 2.) that the City does not add to the unemployment rate by avoiding layoffs of City Employees; and 3.) balance the budget and maintain fiscal discipline even though we are in the midst of a pandemic.

Ms. Villagomez provided revenue assumptions included in the Five-Year Forecast. She outlined three different scenarios of optimistic, pessimistic, and baseline. She defined the optimistic scenario meaning that the City continue to see some level of increase of infections related to COVID-19, but the Medical System was able to keep up with the additional infections. She added under the optimistic scenario, businesses remain open and employees went back to work. Ms. Villagomez reported that the baseline scenario assumes some level of infections with no overwhelming of the medical system; but there may be some slowdown in the future which was accounted for within the economic projections. And finally, the pessimistic scenario where we see a higher number of infections and the we see a sustained recession and remain in the recessionary period; and employment was sluggish, and it takes longer for the workforce to return to work.

Ms. Villagomez provided the Property Tax Valuation for Commercial and Residential as follows:

\$ in billions	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025
Forecast	\$121.1	\$123.5	\$121.1	\$120.4	\$122.3	\$125.9
Baseline	\$121.1	\$121.5	\$114.1	\$113.0	\$116.9	\$121.0
Pessimistic	\$121.1	\$121.5	\$109.5	\$107.3	\$111.1	\$115.0

Optimistic	\$121.1	\$121.5	\$116.7	\$117.8	\$122.4	\$127.1
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Ms. Villagomez reported that the Property Tax valuations for Fiscal Year 2021 were completed in January 2020 before the pandemic.

Ms. Villagomez provided the Sales Tax Projection as follows:

\$ in millions	FY 2019	FY 2020*	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025
Forecast	\$303.7	\$290.9	\$293.8	\$304.1	\$314.8	\$325.8	\$337.2
Baseline	\$303.7	\$290.6	\$287.1	\$297.3	\$307.9	\$318.8	\$330.1
Pessimistic	\$303.7	\$284.3	\$276.4	\$284.1	\$292.1	\$300.3	\$308.8
Optimistic	\$303.7	\$294.6	\$301.2	\$313.6	\$326.6	\$340.0	\$354.1

*FY 2020 estimated

Ms. Villagomez reported the proposed CPS Energy Payments and added that the City worked closely with CPS to develop the projections. She added that CPS was the most volatile revenue source within the City Budget. She added that for Fiscal Year 2020 the City was anticipating a decrease of about 4.5% compared to the 2019 collection and the next five years as follows:

- FY 2021-2.6%
- FY 2022-2.8%
- FY 2023-2.4%
- FY 2024-2.4%
- FY 2025-2.0%

Ms. Villagomez reported that the Budget includes increases to the Fire and Police Collective Bargaining Agreements. She noted that operating costs of projects that will be completed within the five-year window were included. She added that the Budget reflects increases for inflationary factors such as medical inflation and increases for commodities. She stated that when the Budget combines all assumptions, revenue, and expenses results in the Five-Year Forecast.

Ms. Villagomez provided the General Fund Five-Year Financial Forecast:

\$ in millions	FY 2020 Budget	FY 2021 Projection	FY 2022 Projection	FY 2023 Projection	FY 2024 Projection	FY 2025 Projection
Projected Resources*	\$1,367	\$1,354	\$1,305	\$1,332	\$1,365	\$1,401
Projected Expenses	1,278	1,316	1,334	1,365	1,389	1,411
Two-Year Budget Reserve	89**	58	60	64	68	71
Ending Balance/ (adjustment)	\$0	\$(20)	\$(89)	\$(79)	\$(92)	\$(81)

needed)						
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* includes use of reserves from prior Fiscal Year

** includes reserve for Year 2 cost of FY 2020 budget amendments & reserve for impact of Senate Bill 2

Ms. Villagomez described the General Fund Trial Budget (FY 2021 & FY 2022):

	FY 2021	FY 2022	Total
Projected Deficit	\$ (20)	\$ (89)	\$ (109)

Trial Budget Reductions

Police Overtime Reduction	\$3.4	\$4.4	\$7.8
Hiring Freeze & Temporaries	10.9	6.1	17.0
Economic Development Incentives	5.5	5.5	11.1
HemisFair Park Contribution	1.7	1.7	3.4
Consulting Fees for SA Tomorrow	1.4	1.4	2.8
Management Fellow Program	0.3	0.3	0.5
General Fund and Fuel Contingencies	1.5	1.5	3.0
One Time Personnel Expenses Adjustments	12.8	0.0	12.8
Street Maintenance	27.8	22.5	50.3
Total	\$65.3	\$43.4	\$109

Ms. Villagomez reported the Hotel Occupancy Tax Rate at 16.75% for every hotel room night that was used in San Antonio. She added that 7% was allocated to the City; 2% was allocated to Convention Center Debt; 6% was allocated to the State; and 1.75% allocated to Bexar County.

Ms. Villagomez reported that the 7% allocation to the City supported the Convention Facilities at 35%; Visit San Antonio at 35%; Arts 15%; and History Preservation 15%.

Ms. Villagomez provided the following Hotel Tax Projection:

\$ in millions	FY 2019	FY 2020*	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025
Forecast	\$93.5	\$56.0	\$61.7	\$78.4	\$86.7	\$89.7	\$92.8
Baseline	\$93.5	\$57.8	\$63.4	\$78.6	\$84.9	\$89.1	\$93.4
Pessimistic	\$93.5	\$55.0	\$57.8	\$74.1	\$79.3	\$83.2	\$87.2
Optimistic	\$93.5	\$60.6	\$72.0	\$83.8	\$90.9	\$95.3	\$100.0

*FY 2020 estimated

Ms. Villagomez provided an overview of the Hotel Occupancy Tax Fund:

\$ in millions	FY 2020 Budget	FY 2021 Projection	FY 2022 Projection	FY 2023 Projection	FY 2024 Projection	FY 2025 Projection
Community & Visitor Facilities	\$54.4	\$42.4	\$46.9	\$50.2	\$52.4	\$53.2
Visit San Antonio	\$24.9	\$16.2	\$18.7	\$21.3	\$21.9	\$22.6
Arts & Culture	\$11.5	\$7.7	\$8.8	\$9.9	\$10.2	\$10.5
History & Preservation	\$10.7	\$6.9	\$8.0	\$9.1	\$9.4	\$9.7

Ms. Villagomez described the Hotel Occupancy Tax Fund-Trial Budget:

\$ in millions	FY 2020 Budget	FY 2021 Projection	Reduction
Community & Visitor Facilities	\$54.4	\$42.4	(\$12.0)*
Visit San Antonio	\$24.9	\$16.2	(\$8.7)
Arts & Culture	\$11.5	\$7.7	(\$3.8)

* to offset the Community & Visitor Facilities Reduction in FY 2021; the General Fund would transfer \$6.9 million in FY 2021 and adjustments to personnel and other expenses would be made in the amount \$5.1 million.

Ms. Villagomez reported the Development Services had been impacted by COVID-19. She described the Residential & Commercial Building permitting activity. She added that typically permitting fluctuates year over year; however, they are anticipating 12% decrease in residential permits and 26% decrease of commercial permits for the current Fiscal Year 2020. Ms. Villagomez stated that going into 2021, the anticipated impact was 21% for residential and 33% for commercial. She added there was a relationship with Property Taxes; if there was no new development coming onto the certified Tax Roll, then we see less growth for Property Tax Revenue from new development.

Ms. Villagomez provided the summary of Development Services:

\$ in millions	FY 2020 Budget	FY 2021 Projection	FY 2022 Projection	FY 2023 Projection	FY 2024 Projection	FY 2025 Projection
Projected Resources	\$45.8	\$39.8	\$32.8	\$33.0	\$38.0	\$41.5
Projected Expenses	37.6	37.2	38.2	41.2	41.4	42.9
Operating	8.2	2.8	2.8	3.0	3.0	3.2

Contingency						
Ending Balance/ (adjustment needed)	\$0	\$(0.2)	\$(8.2)	\$(11.2)	\$(6.4)	\$(4.6)

Ms. Villagomez described the Development Services Fund Trial Budget (FY 2021 & FY 2022):

	FY 2021	FY 2022	Total
Projected Deficit	\$ (0.2)	\$ (8.2)	\$ (8.4)

Trial Budget Reductions

Personnel Expense Adjustments	\$1.8	\$0.6	\$2.4
Hiring Freeze	1.8	3.0	4.8
Various Line Item Reduction	0.3	0.3	0.6
Use of Operating Contingency	0.3	0.3	0.6
Total	\$4.3	\$4.3	\$8.4

Ms. Villagomez provided a summary of the Airport Fund. She noted that passengers coming to the Airport for Fiscal Year 2019 was approximately 10 million. She added that we started of Fiscal Year 2020 strong, then COVID-19 hit and we experienced a decline which could continue through September.

Ms. Villagomez provided the following Airport Revenue Projection:

	FY 2019	FY 2020 estimate	FY 2021	FY 2022	FY 2023	FY 2024
Trial Budget*	\$148.3	\$98.1	\$101.2	\$114.7	\$120.1	\$122.6
Baseline	\$148.3	\$95.2	\$96.6	\$111.1	\$117.3	\$119.7
Pessimistic	\$148.3	\$83.7	\$74.5	\$99.2	\$112.5	\$117.3
Optimistic	\$148.3	\$102.6	\$108.2	\$119.7	\$125.1	\$127.6

*Trial Budget does not include CARES Act Funding

Ms. Villagomez described the Airport Funds Revenues Impact:

Revenue Source (\$ in millions)	FY 2020 Budget	FY 2021 Trial Budget	Variance
Airline Revenues	\$40.7	\$41.6	\$0.9

Non-Airline Revenues	64.4	36.0	(28.4)
Transfer from other Funds	7.0	3.5	(3.5)
Passenger Facility Charge	21.5	9.4	(12.1)
Customer Facility Charge	14.9	10.7	(4.2)
CARES Act Funding	0	13.3	13.3
Total	\$148.5	\$114.5	(\$34.0)

Ms. Villagomez described the Airport Funds Trial Budget:

	FY 2020 Budget	FY 2021 Trial Budget	Variance
Reduction in Operating Expenses	\$16.0	\$12.7	(3.3)
Personnel Expense Adjustment	25.3	24.4	(0.9)
Reduce Transfer for Airport Capital Improvements	32.6	10.8	(21.8)
Reduce Debt Service Requirements due to Refinancing Debt	41.5	33.5	(8.0)
		Total	(\$34.0)

Ms. Villagomez provided the next steps of receiving community input between June 18 through June 24, 2020. She noted that the Goal Setting Session was scheduled for June 26, 2020 with the proposed budget presentation to City Council on August 6, 2020, and the Budget Adoption on September 17, 2020.

City Manager Walsh stated the due to the uncertainty, there were many assumptions that City Staff was relying on. He stressed the importance of maintaining financial flexibility to ensure the ability to maneuver through uncertainty with the Proposed Trial Budget. He added that the hiring freeze reducing the use of temporaries and looking at personnel expense adjustments were necessary early on. He stated that the tradeoff was avoiding layoffs.

City Manager Walsh reported that the silver lining was to the credit of City Council and the adoption of the Recovery & Resiliency Plan; specifically, the Four Major Pillars.

Mayor Nirenberg called upon the individuals registered to speak.

Jack M. Finger stated that the average employee in San Antonio was affected by the economy.

He noted that some employees requested a pay cut to allow them to stay on the payroll to provide for their family. He stated that the public needed a tax cut to help families during this difficult time.

Melanie Cawthon stated that transportation was missing as a pillar in the Resiliency Plan. She noted that individuals with disabilities were historically left behind. She added that as communities move forward, and San Antonio leaders make decisions; she asked that people with disabilities be considered and placed at the forefront. She asked that people with disabilities be equitably included by ensuring all populations were considered.

Nazarite Ruben Flores Perez stated that his daughter and granddaughter were in England away from the virus. He noted that City Council was doing a good job by sharing information. He added that he was available to help and that he supported the City of San Antonio.

Diana Uriegas stated that she was still unemployed and that she received a negative test which was a relief. She noted that she was looking for work and that she was not receiving unemployment benefits or food stamps. She added that she did not know how she was going to pay her water or light bill. She asked for help to pay her bills or help finding a job.

Justice Lovin asked the City to defund the San Antonio Police Department (SAPD). He noted that \$480 million was allocated to SAPD which he said should be allocated to other things. He added that crime was a response to social conditions. He stated that a person does not steal because they want to but rather, they steal to survive and to eat.

Mayor Nirenberg thanked Ms. Villagomez for providing the FY 2021 to FY 2025 Financial Forecast and Trial Budget. He also thanked Jon Hockenyos and Dr. Steve Nivin for providing their professional Economist perspective. Mayor Nirenberg stated that a deep analysis must be conducted to determine how to manage a balanced budget considering the extremely large portion of the budget that was consumed by Public Safety expenses, particularly within the Police Department. He recognized that San Antonio Police Officers do a lot more than just police work.

Mayor Nirenberg stated that three areas stand out the first as we move into the Recovery and Resiliency Program was to ensure the emphasis on health, preservation of health, and healthcare access for the community. The second area was transportation which must be considered as part of the Recovery and Resiliency Program. The third was affordable housing as people should not lose their homes or lose the ability to pay for food for their family. Mayor Nirenberg stated that we must manage a balanced budget and consider the extremely large portion of the General Fund that was allocated to Public Safety, specifically within the Police Department. He added that it was important to begin an earnest discussion at the Goal Setting Session on June 26, 2020.

Councilmember Viagran noted that this was an opportunity to reset and realign where we need to be with our budget. She added that since 2013 she advocated for dismantling systemic and institutional racism and sexism in all areas of institutions that are run by the City, State, and

Nation.

Councilmember Viagran stated that she wanted to review line-by-line item of the Police Department Budget. She asked what the Child Safety Fund was. Ms. Villagomez reported that the Child Safety Fund was utilized to pay individuals that provide traffic control at schools and help children cross the street known as School Crossing Guards. Ms. Villagomez added that the revenues were generated from fees that were assessed through traffic fines at school zones or registrations paid annually.

Councilmember Viagran advocated for maintaining the Women's Mentorship Program for City Employees next fiscal year and for continued investment in Trauma Informed Care. She asked her Council Colleagues to consider City Council CCPF funds and consider changes or reductions.

Councilmember Cabello Havrda asked if the economist formulated baseline indicators on their own. Dr. Nivin reported that baseline indicators were formulated based on a mixture of unemployment forecasts, from the Federal Reserve and the Bureau of Labor Statistics and local knowledge of the economy.

Councilmember Cabello Havrda requested details on the Infrastructure Maintenance Program (IMP). Ms. Villagomez reported that part of the budget process was to develop the five-year plan for streets, sidewalks, drainage, and infrastructure for Public Works. Ms. Villagomez added that each Council District is asked to provide input for their respective Districts. She added that the Trial Budget recommendation was to dial back the \$110 million to \$82 million in FY 2021 and \$87 million in FY 2022. Ms. Villagomez noted that meant projects would be pushed back to a future year. Ms. Villagomez reported that the midyear Budget Adjustment of \$50 million for the current program was in place and would be the first projects for 2021. Ms. Villagomez stressed that she was not talking about street maintenance for potholes or regular maintenance; she was referring to long-term street projects and reconstruction projects.

Councilmember Gonzales asked the economist to explain the V-Shape and why they think we are at the bottom of the V-Shape when San Antonio had seen the highest rates of virus infection the last few days. Mr. Hockenyos reported that generally the market was pricing in the V-Shape recovery. He added that V-Shape recovery was characterized by the quick and sustained recovery in measures of economic performance after a sharp economic decline.

Councilmember Gonzales asked the economist if they thought the economy might be shut down again. Mr. Hockenyos reported that he did not think so because a second extended shutdown would create effects that are unprecedented already. He added that the political desire was to keep the economy open as much as possible; and he did not think the economy would be roaring back but rather go sideways for a bit. Dr. Nivin noted that he agreed with Mr. Hockenyos and that we are at the bottom of the V-Shape recovery. Councilmember Gonzales noted that she looked forward to reading their full report and requested another briefing after Councilmember's had a chance to study their full report.

Councilmember Gonzales noted that the economist presentation indicated a decline in certain

occupations and asked if they could explain the shift. Mr. Hockenyos reported that his report focused was in part to illustrate what was behind their work to fundamentally inform City Council revenue projections for the City.

Councilmember Gonzales asked from the economist perspective where training dollars should be directed to short-term or long-term employment; as both were important but very different. She asked how to bring people back to work with jobs in the service sector as San Antonio thrived on the tourist industry from visitors. She added that wages must be increased for the service industry. Mr. Hockenyos stated that embedded in the employment numbers were structural changes that were going on in some industries; particularly accommodations in food services and retail. He noted that the structural changes were before the pandemic which was then accelerated. Mr. Hockenyos added that some workers and accommodations in food service and retail would not come back since many business models will change due to the pandemic; many jobs will shift and transfer to other industries.

Councilmember Andrews-Sullivan requested a breakdown of the businesses that had permanently closed due to COVID-19 by ethnicity and by City Council District. Mr. Hockenyos reported that there were 158 different race and ethnicities identified for business that had closed. He added that he was not comfortable with consolidating 158 different race and ethnicities into the White, African American Hispanic, and Asian categories. He noted that Scottish, Irish, and French were identified separately by their heritage and could not be classified as White; same for Hispanics which does not have one designation for Hispanic.

Councilmember Andrews-Sullivan stated that a large population of African American owned businesses closed due to COVID-19 and she asked how to bring those businesses back online. Mr. Hockenyos reported that he had not been able to find that data yet and that it was too soon. He added that he would continue to search because that was an important assessment. City Manager Walsh stated that information was useful as the Economic and Workforce Development Council Committee worked on execution of a plan for the Small Business and Microbusiness Grant Program. City Manager Walsh added that the equity lens could help guide where those grants need to go, and that tool was available.

Councilmember Andrews-Sullivan suggested that the City of San Antonio consider diversifying revenue streams and not be dependent on the HOT Tax Fund for Sales Tax. City Manager Walsh reported that the Forecast assumed no creation of new revenue sources or changes to fees; but that could be a topic of discussion at the Budget Work Session next week. City Manager Walsh reported that San Antonio does have diversified revenue source of CPS revenue in addition to Sales Tax and Property Tax. He added that most Cities our size rely on Sales Tax and Property Tax.

Councilmember Andrews-Sullivan stated that she agreed with Councilmember Viagran regarding City Council Budgets and utilizing those funds to help residents of San Antonio.

Councilmember Andrews-Sullivan asked for clarification regarding Asset Forfeiture Funds and asked if those funds could be put back into the community nonprofits to assist youths. She added that nonprofit entities needed financial assistance to help the youth with different programs.

Deputy City Manager Villagomez stated that there were guidelines that must be followed by the State and Federal Government regarding how Asset Seizure Funds could be utilized. Ms. Villagomez added that approximately \$150,000 was allocated to partner with non-profits for the Crime Prevention Program. Ms. Villagomez reported that the Asset Forfeiture Funds could be used if we stay within the guidelines of the fund which was to prevent crime.

Councilmember Andrews-Sullivan requested consideration of urban farming and how to assist community partners that are doing community farming to help with food security and provide fresh fruits and vegetables to the community. She asked that the City look at the Garcia Street Farm and Community Gardens to partner with to provide educational food production to address food insecurity.

Councilmember Treviño thanked Councilmember Gonzales for supporting the Arts. He added that the Arts needed a real lifeline especially during this time of COVID-19. Councilmember Treviño noted that one key major point was during this crisis was demonstrating the need for a social safety net for San Antonio residents.

Councilmember Treviño thanked the Economist Dr. Steve Nivin and Mr. Jon Hockenyo and suggested that they provide regular presentations to City Council to educate them about economics and the impacts it had on the City. Councilmember Treviño noted that there were many forms of division or segregation and added that to be economically segregated was a big deal. Councilmember Treviño asked the economist to provide a better understanding of the economic impact and the plight of the undocumented population in our community.

Councilmember Treviño referenced the photos of thousands of people lined up for food from the food bank for the basic need of food. He added that the report provided statistical data on emergency funding that demonstrated how everything was interconnected with race, housing, infrastructure, and transportation. He noted that the report indicated that more than half were making less than 10 percent of the Area Medium Income (AMI) which amounts to many people in real need of food and shelter. Councilmember Treviño stated that San Antonio had many residents living in poverty and on the verge of homelessness and that was a human crisis that could not be ignored.

Dr. Nivin reported that he was asked to provide revenue forecasting which was the basis and focus of the presentation provided. He added that he was happy to look deeper into the structural issues discussed today but that was not the focus of the report.

Councilmember Treviño requested a briefing or a report on those most vulnerable population in our community and the economics behind all that. He requested information on who had taken advantage of the Risk Mitigation Fund and if they were making less than 10 percent of the AMI.

Councilmember Rocha Garcia asked about the budget for a Down Payment Assistance Program and who was taking advantage of the program and if those City Employees were high paid employees. Ms. Villagomez reported that the budget was a little bit above \$200,000. Ms. Villagomez noted that the program was designed to incentivize the Police and Firefighters to live within the City; but personnel expense adjustments could be reviewed and discussed.

Councilmember Rocha Garcia requested that the Tuition Assistance Program and other City Employee Programs be reviewed at the same time.

Councilmember Rocha Garcia requested an update on the Step Pay Plan for the hourly City Employees. Ms. Villagomez reported that in the Forecast that was presented today and the Trial Budget, certain assumptions for the step plan, annual cost of living adjustments for civilian employees, and performance pay. Ms. Villagomez added that none of those items were presented as part of the Revenue Forecast today. Ms. Villagomez stated that the Step Pay Plan was Performance Pay increases were on hold until the City recovered economically from COVID-19.

Councilmember Rocha Garcia stated that the top constituent calls in her District were for compliance issues regarding Code Compliance, Animal Care (ACS), Homelessness, and San Antonio Police Department (SAPD) issues. She added that Transportation and Mobility were top issue for her District and included Disabled Veterans. She noted that sidewalks and the lack of sidewalks create challenges for Mobility.

Councilmember Rocha Garcia looked forward to the Workforce and Development Council Committee Meeting. She noted that on-the-job training was a critical component of Workforce Development. She asked City Staff to look at other cohorts' program in Houston and the successful programs in Texas and across the Country.

Councilmember Courage thanked Dr. Steve Nivin and Mr. Jon Hockenyos for providing San Antonio's economic outlook. He noted that the baseline in the report was there best guess and that he appreciated both the optimistic and pessimistic sides presented. Councilmember Courage added that we needed to follow the report quarterly and keep track of the indicators, particularly the indicators that talk about revenue coming in or the employment numbers.

Councilmember Courage stated that he did not hear reduction of services or reducing funding to Parks & Recreation, Libraries, Animal Care Services, Metro Health, Municipal Courts, Delegate Agencies, or Public Safety; he asked if he missed it. Ms. Villagomez reported that there was no reduction of services in those Departments. She added that during the Trial Budget she was proposing a reduction of Police Overtime which was a result of filling vacancies so there was no impact to service delivery.

Councilmember Courage stated that he did not see discussion or mention of the 15 percent Reserves and asked if that had been touched or changed going forward. Ms. Villagomez reported that the 15 percent Reserves of the General Fund had not been touched and that the forecast maintained the 15 percent of the General Fund ending balance. Ms. Villagomez clarified that the 15 percent for Reserves was calculated from the total Operating Revenues; as revenues fluctuate; so, would the Reserves that was calculated that Fiscal Year.

Councilmember Sandoval thanked Dr. Steve Nivin and Mr. Jon Hockenyos for providing the economist perspective and analysis. She asked with regard to the informal economy was any of that captured in the work that was presented today. Dr. Nivin reported no, it did not capture the informal economy. Councilmember Sandoval asked what can be deduced or what can be

concluded about unemployment in the informal sector. Dr. Nivin reported that if they were not filing for unemployment then they might be employed but he could not tell if they were unemployed or underemployed; that was the big issue right now. Dr. Nivin reported the unemployment numbers right now were historically odd. Dr. Nivin added that he had been studying unemployment for years and read the Bureau of Labor Statistics Report; he did not ever recall an entire page describing the difficulty they are having providing estimates over the past couple months. Dr. Nivin stated that the fact that the unemployment rate should have been in April, 5 percent higher and in May, 3 percent higher. He added that the unemployment rate was about 13.7 percent and if you add the individuals who dropped out or were unemployed then it was closer to 20 percent; he noted that big gap of unemployment during times of recession must be considered holistically because there was too much behind the story.

Councilmember Sandoval asked how unemployment would influence the decisions that needed to be made regarding the City's budget and revenue forecast. She added that the assumption in the baseline regarding a second wave of COVID-19 cases might not necessarily cause a shutdown but could influence travelers or economic activity in San Antonio. She noted that reductions were discussed but she questioned growth in any of the budget portions. Ms. Villagomez reported that the CARES Act Funding and Grants received she did not know if that would be enough if there was a second wave and the magnitude of that potential wave was unknown. Ms. Villagomez stated that there were resources now for contact tracing to allow the Fire Department to provide a level of response. Ms. Villagomez added that the City was acquiring more protective equipment for Public Safety Responders through the CARES Act Funding.

Councilmember Sandoval stated that when City Council approved the CARES Act Funding, they did not set aside contingencies. She asked City Staff to consider creating contingency funds if possible.

Councilmember Sandoval highlighted the Arts and the need to fund Arts. She noted that funding the Arts Program and the Historic Preservation in San Antonio was something that defined the community. She added that only funding Arts through HOT Tax should be reconsidered especially now when there were record low revenues in the HOT Tax fund. Councilmember Sandoval stated that the funding structure currently in place allowed the economy to determine how much should go into the Arts Fund and Historic Preservation.

Councilmember Perry reminded everyone that Sunday June 14, 2020 was Flag Day.

Councilmember Perry expressed concern that many of the forecasts provided on the slides were above the baseline. He understood that was there best guess but asked City Staff to remain nimble and, on their feet, to respond quickly if needed.

Councilmember Perry noted that many people were concerned about small business impacts, the number of business closures, minority businesses, and women-owned businesses; all of which need funding assistance. He added that funding workforce training and the digital divide were long-term solutions, but immediate short-term solutions were needed. He stated that small businesses needed help and that people needed to get back to work immediately.

Councilmember Perry requested a report regarding slide four to indicate what the other departments were that make up the \$292.1 million. He asked for a breakdown of amounts for each line item and the same breakdown under the revenue slide and describe what the other resources were. He requested a report of what the other resources were regarding the \$230 million and include a breakdown of each item.

Councilmember Perry questioned slide 17 and the number of authorized number of Police positions and asked how they could be over 50 authorized Police positions. He stated that this was a point of contention that he had raised and asked if that included cadets. Ms. Villagomez reported that was correct regarding the cadets. Councilmember Perry suggested that the cadets be removed from the authorized positions because they were in training for six months. Ms. Villagomez reported that there are two cadet classes of roughly 116 cadets that were in training and had not graduated yet. Councilmember Perry asked how many cadets graduated and were out in the field. Ms. Villagomez stated that she would provide a report of training officers and those in training. Ms. Villagomez stated that the two classes of cadets were scheduled to graduate in December thus filing positions and reducing the overtime Police budget.

Councilmember Perry stated that he was concerned with attrition as the workforce of Police Officers were older and many were eligible for retirement.

Councilmember Perry highlighted Street Maintenance and the \$50 million that was reduced from the FY 2020 budget. He noted that \$50 million of the \$110 million budget was deferred to balance the budget. He added that the PCI scores aggregate started to improve over the past three years, and he did not want that going in the opposite direction. Councilmember Perry stated that streets and drainage issues were top priorities for his constituents.

Councilmember Andrews-Sullivan stated that the San Antonio Water System (SAWS) revenue transfer to the City was increased during the last budget process. She requested a report or an update of that that revenue stream and how COVID impacted the SAWS revenue to the City. Ms. Villagomez reported that COVID had minimal impact on the SAWS revenue which they anticipated to be approximately \$600,000 for the Fiscal Year.

Councilmember Treviño asked that additional Arts Funding be considered. He questioned what the City Staff recommendation was for Fiscal Year 2021 regarding the Risk Mitigation Fund. Ms. Villagomez reported that the forecast assumes the same level of funding as the adopted budget for Fiscal Year 2020. Ms. Villagomez added that there was approximately \$9.5 million in the General Fund for Affordable Housing in Fiscal Year 2020 when the budget was adopted. She noted that was also included in the financial forecast and was augmented with our allocations with the Community Development Block Grants (CDBG) Funds.

Councilmember Sandoval stated that she agreed with Councilmember Perry regarding streets and sidewalks. She noted that was a major concerns and topic of many constituent calls. She asked what the Trail Budget assumed regarding streets and sidewalks. Ms. Villagomez reported that was approximately \$17 million. Ms. Villagomez added that the adopted budget for 2020 was \$18 million, but FY 2021 was approximately \$17 million due to COVID-19 resulting in \$1

million reduction.

Councilmember Viagran thanked the Budget Staff for preparing the Financial Forecast. She advocated for the Arts, Gardens, especially Community Gardens, Streets, and Trauma Informed Care.

Councilmember Perry asked how the community would provide input this budget cycle. City Manager Walsh reported that several events would be held including a community survey.

Acting City Clerk Flores read the caption for Item 21.

2020-06-18-0424

- 21.** Ordinance approving an amendment to a Professional Services Agreement with The DeBerry Group for 2020 Census Social Media Consulting, extending the initial term of the agreement to September 30, 2020, for an amount not to exceed \$75,900.00. Funding is available from the Government & Public Affairs FY 2020 General Fund budget. [Carlos Contreras, Assistant City Manager; Jeff Coyle, Director, Government & Public Affairs]

Councilmember Rocha Garcia questioned what efforts would take place regarding the funding agreement. Jeff Coyle, Director of GPA reported that this was an extension of a relatively small contract to assist the Census effort with the social media component. He added that data would be used to geo target demographics and psychographics of interest and behaviors of people the Census was trying to reach. Mr. Coyle noted that the Census collection period was extended allowing for the extension of this contract for a few months. He added that the original contract amount was \$49,000 and the extension was \$26,000 for a total contract amount of \$75,000. He noted that of the \$26,000; \$15,000 was going towards the actual social media buy with the remaining budget being spent on developing additional creative content and managing the campaign for the City.

Councilmember Rocha Garcia requested additional consideration of how much \$15,000 was going to social media buys and consideration of other methods of communication. Mr. Coyle reported this was purely a social media buy and that they look across all different types of mediums such as TV, radio, and print to package up the buy.

Councilmember Gonzales asked if the social media buy went to individuals social Facebook or twitter accounts; if they can click directly on that source to complete the Census questionnaire. Ms. Bertha Rodriguez reported that the link takes individuals directly to the Census webpage because there was additional education materials provided.

Councilmember Gonzales asked how many outside sources had been hired. Ms. Bertha Rodriguez reported that this was the only outside source had been hired and that all the work had been done in-house with City Employees. Councilmember Gonzales expressed concern with the undercount being in areas not involved with social media and with the Census data only being in one language.

Councilmember Sandoval requested clarification regarding the click-through measures. Ms. Bertha Rodriguez reported that they measured impressions, engagements, and click-throughs when someone visited the City's Census webpage. Ms. Rodriguez noted that there had been approximately 9,700 click-throughs since the campaign started and close to 5 million impressions, and approximately 17,000 engagements; all of which she would confirm and report to Council.

Councilmember Sandoval asked if Ms. Rodriguez and her Census team were working with Bexar County since many people without Wi-fi lived in surrounding areas of San Antonio. Ms. Rodriguez reported that she was working closely with Bexar County to ensure everyone was counted. Councilmember Sandoval asked if Bexar County was investing funds for our collaborative efforts to ensure everyone was counted including those within Bexar County. Ms. Rodriguez reported that Bexar County had invested approximately \$70,000 but that she would report the exact amount to the Council. Ms. Rodriguez reported that she was working with Duane Robinson whom was her counterpart with Bexar County and that Mr. Robinson was responsible for reaching the surrounding counties and suburban cities that were not in San Antonio.

Councilmember Sandoval asked if Census Outreach was part of the initial budget approved this fiscal year. Ms. Rodriguez reported that the funding was from the original budgeted amount and that they were adjusting line items within the budget to cover the proposed extension of the Contract and the proposed expense before Council for this Item.

Councilmember Rocha Garcia asked what the additional media support was added from the City such as investing in radio stations. Ms. Rodriguez reported that the adjustment requested today did not include broadcast. Ms. Rodriguez added that radio and television coverage was complete; the decision was made to look at other mediums such as print, over-the-street banners, texting strategies, and cash register receipt messaging among others.

Councilmember Courage moved to approve Item 21. Councilmember Perry seconded the motion. The motion prevailed by the following vote:

AYE: 8 - Mayor Nirenberg, Treviño, Andrews-Sullivan, Viagran, Cabello Havrda, Sandoval, Courage, and Perry

NAY: 2 - Rocha Garcia and Gonzales

ABSENT: 1 - Pelaez

CONTINUED UNTIL AUGUST 6, 2020

Z-4. ZONING CASE Z-2020-10700023 CD (Council District 1): Ordinance amending the Zoning District Boundary from "R-4 AHOD" Residential Single-Family Airport Hazard Overlay District to "R-4 CD AHOD" Residential Single-Family Airport Hazard Overlay District with Conditional Use for a Professional Office on Lot 9 and Lot 10, Block 7, NCB 2800, located at 116 Annie Street. Staff recommends Approval. Zoning

Commission recommends Denial.

Melissa Ramirez, Assistant Director of Development Services noted that the applicant was requesting a continuance.

Councilmember Treviño moved to continue Item Z-4 until August 6, 2020. Councilmember Courage seconded the motion. The motion prevailed by the following vote:

AYE: 9 - Mayor Nirenberg, Treviño, Andrews-Sullivan, Viagran, Gonzales, Cabello Havrda, Sandoval, Courage, and Perry

ABSENT: 2 - Rocha Garcia and Pelaez

The following Items were pulled by staff and were not considered.

PULLED BY STAFF

22. ALCOHOL VARIANCE # AV2020-002 (Council District 7): Ordinance waiving the application requirements of City Code 4-6 and granting a variance authorizing the sale of alcoholic beverages to Balwinder Ghotra for a liquor store on Lot 1 and Lot 2, Block 1, NCB 18307, located at 9094 Guilbeau Road for off-premise consumption within three-hundred (300) feet of Stevenson Middle School, a public education institution in Northside Independent School District.

PULLED BY STAFF

Z-11. ZONING CASE Z-2020-10700057 (Council District 2): Ordinance amending the Zoning District Boundary from "R-5 AHOD" Residential Single-Family Airport Hazard Overlay District to "IDZ-1 AHOD" Limited Intensity Infill Development Zone Airport Hazard Overlay District with uses permitted for a Professional Office and one (1) residential unit on Lot 3, Block 5, NCB 1298, located at 1810 North Interstate 35. Staff recommends Denial. Zoning Commission recommends Approval.

PULLED BY STAFF

Z-19. ZONING CASE Z-2020-10700055 CD (Council District 6): Ordinance amending the Zoning District Boundary from "R-6 MLOD-2 MLR-1 AHOD" Residential Single-Family Lackland Military Lighting Overlay Military Lighting Region 1 Airport Hazard Overlay District to "C-2NA CD MLOD-2 MLR-1 AHOD" Commercial Nonalcoholic Sales Lackland Military Lighting Overlay Military Lighting Region 1 Airport Hazard Overlay District with a Conditional Use for Motor Vehicle Sales (Full Service) on Lot 2, Block 16, NCB 16526, located at 2206 Pinn Road. Staff and Zoning Commission recommend Approval, with Conditions.

CITY MANAGER'S REPORT

23. City Manager's Report

City Manager Walsh recognized the Office of the City Clerk (OCC) for being awarded the Texas Municipal Clerks Achievement of Excellence Award. He noted that the City of San Antonio was one of 18 City Clerk Office's that were recognized out of 595 Cities in Texas. He added that the Achievement of Excellence Award recognized San Antonio OCC for compliance with Federal, State, and Local Statutes; including specific standards within the office.

Mayor Nirenberg read the Citation presented to OCC. "In recognition of receiving the inaugural 2020 Achievement of Excellence Award by the Texas Municipal Clerk's Association. This is a testament of compliance with Federal, State, and Local Statutes that govern standards necessary to fulfill the duties and responsibilities of the office. Your commitment to the requirements and demands for the effective and efficient management of resources by Municipal Clerk's Office is truly worthy of commendation." Mayor Nirenberg extended his sincere appreciation of the Office of the City Clerk for their dedicated service in the community and offers best wishes and more awards to come.

City Manager Walsh provided an Employee Spotlight Video highlighting David Torres whom ensured the public was safe at each City Council Meeting. Mr. Torres, Maintenance Worker has been with the City for 13 years. He noted that his family had been serving the City for many years including his father whom retired after 25 years; his mother whom worked for the Solid Waste Department for 18 years; and his brother Michael Torres works for Parks & Recreation. He added that his family loved public service and providing the best clean atmosphere for the public.

Mayor Nirenberg thank David and his family for serving the public.

Councilmember Sandoval congratulated Acting City Clerk Flores and the entire City Clerk's Office for achieving the Excellence Award. She thanked David for his work and thanked his family for serving the public.

Councilmember Viagran stated that the City of San Antonio was winning with Fire Chief Hood being recognized as Fire Chief of the Year and the Office of the City Clerk being recognized for the Excellence Award. She added that the City had an excellent team and recognized David Torres and his family for their work which was the reason why she fought hard for City Employees.

EXECUTIVE SESSION

Mayor Nirenberg recessed the meeting at 1:55 pm to discuss the following items:

- A. Economic development negotiations pursuant to Texas Government Code Section 551.087 (economic development).
- B. The purchase, exchange, lease or value of real property pursuant to Texas Government Code Section 551.072 (real property).

- C. Legal issues related to collective bargaining pursuant to Texas Government Code Section 551.071 (consultation with attorney).
- D. Legal issues related to litigation involving the City pursuant to Texas Government Code Section 551.071 (consultation with attorney).
- E. Discuss legal issues relating to COVID-19 preparedness pursuant to Texas Government Code Section 551.071 (consultation with attorney)].

Mayor Nirenberg reconvened the meeting at 3:07 pm and announced that no action was taken.

ADJOURNMENT

There being no further discussion, Mayor Nirenberg adjourned the meeting at 3:07 pm.

APPROVED

RON NIRENBERG
Mayor

Attest:

TINA J. FLORES
Acting City Clerk