

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

AN ORDINANCE

AUTHORIZING A CHAPTER 380 ECONOMIC DEVELOPMENT INCENTIVE FUND (EDIF) GRANT AGREEMENT WITH IPSECURE, INC. IN AN AMOUNT NOT TO EXCEED \$420,000.00 FOR THE CREATION OF 60 NEW FULL-TIME JOBS PAYING AT LEAST \$100,000.00 ANNUALLY, 20 NEW FULL-TIME JOBS PAYING AT LEAST \$50,000.00 ANNUALLY, AND THE RETENTION OF 115 EXISTING FULL-TIME JOBS AT THE PORT AUTHORITY OF SAN ANTONIO.

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WHEREAS, IPSecure, Inc. (“IP Secure”) was founded in 2000, is headquartered at Port San Antonio, and provides primarily cybersecurity services to government and private sector companies; and

WHEREAS, IPSecure plans to expand at its current location at Port San Antonio investing approximately \$1.3 million over five years, retaining the 115 people it currently employs with average salaries of \$85,000.00 annually, and creating 80 new cybersecurity jobs of which 20 will earn \$50,000.00 or more annually, with the remaining 60 earning \$100,000.00 or more annually, exclusive of benefits (the “Project”); and

WHEREAS, pursuant to Chapter 380 of the Texas Local Government Code, the City of San Antonio (the “City”) is authorized to establish and provide for the administration of one or more programs, including programs for making grants of public money to promote state or local economic development and to stimulate business and commercial activity in the municipality; and

WHEREAS, in accordance with City Ordinance No. 100684, the City created an Economic Development Program (the “Program”) for the purpose of making grants available for economic development projects that the City finds will accomplish the purpose and goals of Chapter 380; and

WHEREAS, the City finds that the goals of Chapter 380 will be met by assisting IPSecure in undertaking and completing the Project and has identified economic development funds for use in carrying out this purpose; **NOW THEREFORE:**

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

SECTION 1. The City Council approves the terms and conditions of an Economic Development Incentive Fund (EDIF) Grant Agreement with IPSecure, Inc.

SECTION 2. The City Manager or her designee is authorized to execute an Economic Development Incentive Fund (EDIF) Grant Agreement with IPSecure, Inc. in accordance with this Ordinance. A copy of the Agreement, in substantially final form, is attached to this Ordinance as **Attachment I**. The final agreement shall be filed with this Ordinance upon execution.

SECTION 3. Funding for this Ordinance in the amount of \$420,000.00 is available in Fund 29059000, Cost Center 1604010001 General Ledger 5201040 as part of the Fiscal Year 2018 Budget.

SECTION 4. Payment not to exceed the budgeted amount is authorized to IPSecure and should be encumbered with a purchase order.

SECTION 5. The financial allocations in this Ordinance are subject to approval by the Director of Finance, City of San Antonio. The Director of Finance, may, subject to concurrence by the City Manager or the City Manager's designee, correct allocations to specific SAP Fund Numbers, SAP Project Definitions, SAP WBS Elements, SAP Internal Orders, SAP Fund Centers, SAP Cost Centers, SAP Functional Areas, SAP Funds Reservation Document Numbers and SAP GL Accounts as necessary to carry out the purpose of this Ordinance.

SECTION 6. This Ordinance shall become effective immediately upon its passage by eight (8) votes or more and upon ten (10) days following its passage if approved by fewer than eight (8) votes.

PASSED AND APPROVED this _____ day of March, 2018.

M A Y O R
Ron Nirenberg

ATTEST:

APPROVED AS TO FORM:

Leticia M. Vacek, City Clerk

Andrew Segovia, City Attorney

Attachment I

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