

CITY COUNCIL A SESSION



HEB Hub Expansion

May 17, 2018

Rene Dominguez, Director, Economic Development Department

BACKGROUND



- HEB is Texas' largest private company and the #1 food retailer in South and Central Texas
- HEB has been headquartered in downtown San Antonio since 1985, and has 100,000 employees across 56 locations
- Annual revenue over \$21 billion
- \$100 million invested to create The Holdsworth Center in Austin, dedicated to training school district leaders from Texas

PROPOSED FEE WAIVERS



- Major expansion for distribution, manufacturing, and food processing center
- 871 acres located in the SW corner of East Houston and South Foster Road
- SAWS water and sewer impact fees up to \$500,000
- City of San Antonio development fees up to \$1,000,000

PROJECT BENEFITS



- \$130 million investment
- Create at least 300 new jobs over next five years
- Tax revenue for the City exceeding \$8 million over next 10 years
- Over \$20 million to other taxing jurisdictions, with more than \$14 million to the local school district

FISCAL IMPACT



- Up to \$500,000 impact to SAWS for fee waivers
- Up to \$1,000,000 impact to City for fee waivers

RECOMMENDATION



Approval of waiver of SAWS water and sewer impact fees in an amount up to \$500,000, and City of San Antonio development fees in an amount up to \$1,000,000



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