

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

ORDINANCE

APPROVING THE EXECUTION OF A DEVELOPMENT AGREEMENT WITH ALAMO INN AND SUITES FOR THE ALAMO INN AND SUITES PROJECT IN AN AMOUNT NOT TO EXCEED ONE HUNDRED THIRTY THOUSAND DOLLARS AND ZERO CENTS (\$130,000.00) LOCATED AT 2203 EAST COMMERCE STREET IN CITY COUNCIL DISTRICT 2 AND WITHIN THE INNER CITY TAX INCREMENT REINVESTMENT ZONE (TIRZ).

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WHEREAS, tax increment financing is an economic development tool authorized by the Tax Increment Financing Act (the “Act”), Texas Tax Code 311; and

WHEREAS, in accordance with the Act the City of San Antonio (“City”) through City Council Ordinance No. 93101, established the Inner City TIRZ Board of Directors (“Board”) and authorized it with all the rights, powers, and duties provided by the Act to such boards in order to promote development and revitalization activities within the TIRZ; and

WHEREAS, the City and Board recognize the importance of their continued role in economic development, community development, planning and urban design; and

WHEREAS, the Board continues to support development activities and actively participates in funding of development projects that enhance the value of all the taxable real property in the TIRZ and that benefit the City; and

WHEREAS, in accordance with Section 311.010 of the Act, the Board and the City dedicate revenue from the tax increment fund to pay the costs of providing economic development; and

WHEREAS, on June 15, 2018, Alamo Inn and Suites submitted a request for TIRZ funding for the Alamo Inn & Suites Project to be located at 2203 East Commerce Street within District 2. The total development cost of the project is approximately One Million Six Hundred Sixty Thousand Dollars and Zero Cents (\$1,660,000.00), which includes public infrastructure improvements; and

WHEREAS, on August 14, 2018, the Board approved Resolution T11 2018-08-14-03R authorizing staff to negotiate a Development Agreement with Alamo Inn and Suites in an amount not to exceed One Hundred Thirty Thousand Dollars and Zero Cents (\$130,000.00) with Alamo Inn and Suites to provide reimbursement for eligible public infrastructure expenses to include: increasing the height of the building façade and improving the public right of way to include sidewalks, curbs, drainage improvements, storm drains, landscaping, exterior lighting, infrastructure repairs, architecture, and engineering; and

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WHEREAS, on December 7, 2018, the Board approved Resolution T11 2018-12-07-01R authorizing the execution of the Development Agreement with Alamo Inn and Suites to provide reimbursement in an amount not to exceed One Hundred Thirty Thousand Dollars and Zero Cents (\$130,000.00) for eligible public improvement expenses; **NOW THEREFORE:**

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

SECTION 1. City Council hereby approves the terms and conditions of the aforementioned Alamo Inn & Suites Development Agreement. The City Manager or his or her designee is authorized to execute this Agreement, a copy of which is set forth in **Attachment I**.

SECTION 2. This Ordinance authorizes the commitment in an amount not to exceed One Hundred Thirty Thousand Dollars and Zero Cents (\$130,000.00) in reimbursable tax increment financing from the Inner City TIRZ Tax Increment Fund to Alamo Inn and Suites for public infrastructure and public improvements.

SECTION 3. TIF Unit staff is authorized to amend the Inner City TIRZ Project and Finance Plans to include this Project.

SECTION 4. Funding in the amount of \$130,000.00 for this ordinance is available in Fund 29086007, Cost Center 070329001 and General Ledger 5201040, as part of the FY 2019 Budget.

SECTION 5. Payment not to exceed the budgeted amount is authorized to Alamo Inn and Suites and paid solely from the tax increment generated.

SECTION 6. 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 7. This Ordinance shall be effective immediately upon passage by eight affirmative votes; otherwise it shall be effective on the tenth day after passage.

PASSED AND APPROVED this 17th day of January 2019.

M A Y O R
Ron Nirenberg

ATTEST:

APPROVED AS TO FORM:

Leticia M. Vacek, City Clerk

Andrew Segovia, City Attorney