

**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
PROGRAM GRANT AGREEMENT WITH VICTORY CAPITAL
MANAGEMENT, INC., IN AN AMOUNT NOT TO EXCEED
\$500,000.00.**

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WHEREAS, Victory Capital Management, Inc. (“Victory Capital”) is an investment management firm who handles over \$63 billion assets, with over 275 franchises in nine investment franchises.

WHEREAS, Victory Capital has chosen to relocate its headquarters from Ohio to San Antonio in combination with its upcoming acquisition of USAA Asset Management Company (AMCO) and USAA Transfer Agency Company d/b/a USAA Shareholder Account Services (USAS) (collectively, the Acquired Companies).

WHEREAS, the relocation presents an opportunity to increase San Antonio’s public profile as a leading financial center, by securing the headquarters of an innovative, rapidly growing, publicly-traded, and globally recognized financial services company that creates high wage, highly-skilled jobs.

WHEREAS, the relocation will include the arrival of Victory Capital executive team members, the retention and creation of 350 highly-paid jobs, a partnership with the City relating to internships and financial literacy programs, and the investment of at least \$500,000 through a new headquarters and investment servicing center.

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 Victory Capital 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 a Chapter 380 Economic Development Program Grant Agreement with Victory Capital Management, Inc.

SECTION 2. The City Manager or her designee is authorized to execute a Chapter 380 Economic Development Program Grant Agreement with Victory Capital Management, Inc. in accordance with the terms and conditions of 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 in the amount of \$500,000.00 is available in Fund 29059000, Cost Center 1604010001 and General Ledger 5201040 as part of the Fiscal Year 2019 Budget.

SECTION 4. Payment not to exceed the budgeted amount is authorized to Victory Capital Management, Inc. (Victory Capital). Payments will be made over five years and is performance-based within the terms of this agreement.

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 _____ 2019.

M A Y O R
Ron Nirenberg

ATTEST:

APPROVED AS TO FORM:

Leticia M. Vacek, City Clerk

Andrew Segovia, City Attorney