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

MAT 04/08/21 Item No.

## **ORDINANCE**

APPROVING A CONCESSION AGREEMENT WITH PREPANGO, LLC FOR VENDING MACHINES AND/OR KIOSKS FOR THE SAN ANTONIO INTERNATIONAL AIRPORT FOR A TERM OF FIVE YEARS AND GENERATING 15% (PPE) AND 20% (SOUND MACHINES) OF GROSS SALES IN REVENUE FOR THE AVIATION OPERATING AND MAINTENANCE FUND.

\* \* \* \* \*

WHEREAS, in July 2020, the City entered into a short-term lease agreement with Prepango, LLC to install personal protective equipment (PPE) vending machines in each terminal at the San Antonio International Airport; and

WHEREAS, the Aviation Department would like to continue utilizing PPE vending machines throughout the terminal facilities and would also like to utilize Sound Machines--vending machines/kiosks that sell headphones and other audio equipment which Prepango offers; and

WHEREAS, this agreement will authorize a concession agreement with Prepango to install vending machines and/or kiosks in the terminal facilities at the San Antonio International Airport for a five-year term commencing on February 1, 2021; and

WHEREAS, the concessionaire agrees to pay the Aviation Department 15% of the gross sales from the PPE machines and 20% of the gross sales from the Sound Machines, annually, which will be deposited into the Airport Operating and Maintenance Fund; NOW THEREFORE:

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

**SECTION 1.** The City Manager or designee is authorized to execute the Concession Agreement with Prepango, LLC, a copy of which is set out in **Exhibit 1.** 

**SECTION 2.** Fiscal information to be added upon receipt

**SECTION 3.** The financial allocations in this Ordinance are subject to approval by the Deputy Chief Financial Officer, City of San Antonio. The Deputy Chief Financial Officer may, subject to concurrence by the City Manager or the City Manager's designee, correct allocations to specific Cost Centers, WBS Elements, Internal Orders, General Ledger Accounts, and Fund Numbers as necessary to carry out the purpose of this Ordinance.

**SECTION 4.** This Ordinance is effective immediately upon the receipt of eight affirmative votes; otherwise, it is effective ten days after passage.

**PASSED and APPROVED** this 8th day of April 2021.

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M A Y O R Ron Nirenberg

ATTEST:	APPROVED AS TO FORM:
Tina J. Flores, City Clerk	Andrew Segovia, City Attorney

## EXHIBIT 1 PREPANGO, LLC CONCESSION AGREEMENT

