

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

ORDINANCE

**AUTHORIZING THE MUTUAL TERMINATION OF AN ECONOMIC
DEVELOPMENT AGREEMENT WITH PETCO ANIMAL SUPPLIES,
INC (PETCO).**

* * * * *

WHEREAS, in 2010 City and Petco entered into an economic development agreement (Agreement) that included a ten-year, 100% real and personal property tax abatement for a new facility and an Economic Development Incentive Fund (EDIF) grant; and

WHEREAS, Petco is in year ten of the ten-year abatement term, has met all wage requirements, and has significantly exceeded the original investment requirement with a cumulative total of \$21.8 million to date; and

WHEREAS, Petco is a good corporate partner with the Petco Foundation having invested \$1 million over a five-year period for programs and efforts to enhance animal welfare at Animal Care Services (ACS); and

WHEREAS, additionally, the Petco Foundation invested \$2 million in K9s for Warriors, a Florida-based nonprofit dedicated to transforming shelter dogs into service pets for our nation's veterans, a portion of which will be used to erect a training facility in San Antonio where ACS dogs will be transformed into service animals; and

WHEREAS, Petco has created 250 of the 400 jobs required pursuant to the Agreement, however, due to changes in business operations and condition, Petco is not intending on hiring additional positions; and

WHEREAS, because Petco has been a good corporate citizen to the City and the larger community, has made significant investments in the City, and continues to meet the Living Wage and All-Industry Wage requirements, City and Petco have mutually agreed to terminate the Agreement without recapturing funds; **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 a Mutual Termination Agreement with Petco Animal Supplies, Inc. terminating the 2010 economic development agreement. A copy of the Agreement, in substantially final form, is attached to this Ordinance as **Attachment I**.

SECTION 2. 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.

KRH
06/03/2021
Item No. _____

PASSED and APPROVED this _____ day of _____, 2021.

M A Y O R

Ron Nirenberg

ATTEST:

APPROVED AS TO FORM:

Tina J. Flores, City Clerk

Andrew Segovia, City Attorney

Attachment I

DRAFT