

**STATE OF TEXAS
COUNTY OF BEXAR
CITY OF SAN ANTONIO**

A WORK SESSION AND REGULAR MEETING OF THE CITY COUNCIL OF THE CITY OF SAN ANTONIO WERE HELD IN THE MUNICIPAL PLAZA BUILDING, WEDNESDAY, JUNE 8, 2011 AND THURSDAY, JUNE 9, 2011, RESPECTIVELY.

The San Antonio City Council convened in a Work Session at 2:00 pm Wednesday, **June 8, 2011**, Municipal Plaza Building with the following Councilmembers present: Cisneros, Taylor, Ramos, Saldaña, Medina, Lopez, Rodriguez, Williams, Chan, Soules, and Mayor Castro. **ABSENT:** None.

1. PRESENTATION AND OVERVIEW OF THE CITY SERVICE BALLOT FOR POLICY DIRECTION TO BE USED IN CONNECTION WITH THE DEVELOPMENT OF THE CITY'S FY 2012 BUDGET.

Maria Villagomez presented an overview of the FY 2011 Adopted Budget, noting a Total Consolidated Budget of \$2.4 Billion. She outlined the General Fund Available Resources Distributed over Major Spending Areas, noting that Public Safety comprises 61% of the budget. She provided a General Fund Forecast Summary in which there is a projected shortfall for FY 2012 of \$8.5-\$19.9 million and \$78-\$90 million deficit for FY 2013. She indicated that Federal and State Budgets could impact the City's FY 2012 and beyond budgets.

Ms. Villagomez outlined the Federal and State Proposed Budget Impacts for FY 2011 and FY 2012 totaling \$37-\$42 million. She provided an overview of the General Fund Five-Year Forecast noting projected deficits for each year through FY 2016. She spoke of the Restricted/Enterprise Funds and mentioned that the Solid Waste Enterprise Fund was fee-based and not supported by Property Taxes. She stated that their FY 2011 Budget totaled \$84.8 million funded through a monthly service charge of \$18.74. She indicated that there was not a rate increase in FY 2011. She noted that the Storm Water Fund was also fee-based and their FY 2011 Budget totaled \$41.4 million. She stated that the revenue was generated from an average residential monthly fee of \$4.25 and that the FY 2011 Budget had not increased the Storm Water Fee. She indicated that the Aviation Fund Budget totaled \$89.6 million generated from Airline Fees, Parking, Leases, and Concessions. She noted that the Hotel Occupancy Tax supported the Convention and Visitor's Bureau; Convention, Sports, and Entertainment Facilities; Arts; and Historic Preservation with a \$47.7 million budget.

Ms. Villagomez spoke of the Capital Improvement Program totaling \$711 million for FY 2011. She stated that it supported the following: 2007 Bond Program; Airport Improvements Program; Public Safety Facilities; Advanced Transportation District Funded Projects; and HUD 108/CDBG Funded Projects.

Ms. Villagomez provided an overview of the Ballot for City Services and stated that it was an opportunity for staff to obtain policy direction, priorities, and changes to existing city services for FY 2012. She noted that individual City Councilmember ballot results would be anonymously tabulated and reviewed at the City Council Goal Setting Session on Wednesday, June 22, 2011. She indicated that there were two steps to be completed: 1) Create Your Budget for the City with less revenue than in prior years; and 2) Rate City Services and Revenues. She requested that the ballot be completed and returned to the Budget Director by June 15, 2011.

Ms. Villagomez reported that the proposed State Budget eliminates the Homeless Housing and Services Program Grant which provides Haven for Hope, Inc. with \$1.7 million. She stated that the proposed budget also impacts the Center for Health Care Services by up to \$2 million that would affect the Detox Center and Prospect Courtyard Operations. She indicated that the city funds 70 Delegate Agencies through the Consolidated Human Development Services Fund with a budget of \$21 million; \$17.5 from the General Fund. She noted that the FY 2012 CDBG Funding was reduced by \$435,000 and that recommendations to address the decrease would be presented during the budget process. She requested policy direction from the City Council regarding the Property Tax Rate and added that further discussion would occur at the Budget Goal Setting Session on June 22, 2011.

Mayor Castro thanked staff for the presentation and stated that difficult decisions would have to be made during the budget process. He stated that he was pleased that the gap was lower than projected and asked the City Council to take the projects that have been invested in such as SA 2020 into consideration when completing the ballot.

Councilmember Ramos thanked staff for the presentation and asked of the reduction exercise conducted by the City Council last year. Ms. Villagomez replied that the City Council had been asked to create a budget with \$9.85. Councilmember Ramos expressed concern with the large decrease to create a budget with \$9.50 for FY 2012, noting the great need for Public Safety, Infrastructure, and Animal Care Services in District 3. She asked of the current hiring practices. Ms. Sculley stated that staff was only filling essential positions and that all vacancies were reviewed by the JPAC Committee prior to advertisement. Councilmember Ramos asked if the Federal and State Proposed Budgets on Slide 6 included Haven for Hope, Inc. Ms. Villagomez confirmed that the reduction to Haven for Hope, Inc. was included in the projections. Councilmember Ramos spoke of ensuring that SA 2020 Initiatives were supported during the budget process.

Councilmember Williams asked of the difference in the Police and Fire Budgets on Slide 4 in the PowerPoint Presentation and the Ballot for City Services Document. Ms. Villagomez replied that the increased percentage in the Ballot for City Services included a portion for Park Police and Police-related expenses from the Non-Departmental Account. Councilmember Williams requested detailed information for the budget figures included in the Ballot for City Services as well as the programs and services impacted by the projected \$37-\$42 million Federal and State Proposed Budget reductions.

Councilmember Medina asked if CPS Energy Revenues were utilized to replace infrastructure. Ms. Sculley replied that the funds were placed in the General Fund and that CPS Energy was responsible for any damage or repairs they made while working on a project. She stated that there was improved communication with the utility companies on construction projects so that work is accomplished in a coordinated effort. Councilmember Medina requested assistance with streets in need of additional lighting and asked of the responsibility of creekway maintenance. Nefi Garza of Public Works replied that they were Federally Mandated Channels that were managed by the Public Works Department. He spoke of the challenges with vegetation growth and stated that they hoped to replant the creeks with low-growth vegetation. Majed Al-Ghafry added that creekway maintenance occurs every other year and that the areas are mowed four times per year. Councilmember Medina spoke of the need to address issues with all Westside Creeks. He expressed concern with the reductions to Haven for Hope, Inc. and asked that the city be clear on the funding process for Delegate Agencies.

Councilmember Soules concurred with Councilmember Williams regarding the need for detailed budget information and requested actual figures for FY 2009 and 2010 for the Create Your Budget Exercise.

Councilmember Cisneros confirmed that each cent on the Create Your Budget Exercise equates to \$816,000 and expressed concern with potential reductions to Delegate Agencies. She asked of the City's No Kill Goal for stray animals. Ms. Sculley replied that the city would not reach the No Kill Goal by 2012 but was working on a plan with the Animal Care Services Advisory Board to address same. She stated that the issue would be discussed during the FY 2012 Budget Process. Councilmember Cisneros asked if there was a fee for dropping off an animal at a city facility. Erik Walsh confirmed that a surrender fee of \$40 was charged to individuals dropping off an animal but there was no charge for dropping off a stray animal. Councilmember Cisneros expressed concern with the potential increase to the Property Tax due to the challenging economic conditions. She recommended that the City Council review the potential to implement a one-week furlough for City Employees during the Christmas Holidays as a cost-saving measure. She requested information on the amount of grant funds solicited by the City's Grant Writer and spoke of the importance of the 2012 Bond Program.

Councilmember Lopez spoke of the challenge of allocating funding for Delegate Agencies on the Create Your Budget Exercise without having knowledge of other budget cuts they may have received from the Federal and State Budgets. Ms. Sculley stated that staff would work closely with the Delegate Agencies over the Summer and would make recommendations to the City Council. Councilmember Lopez stated that he was not in support of implementing a furlough for City Employees and recommended a furlough for the City Council during the month of December.

Councilmember Saldaña asked if the number of Police Officers would be increased to implement a new area of Problem Oriented Policing (POP). Ms. Sculley replied that new Police Officers would have to be hired to implement a new POP Area or resources could be shifted. She added that POP was not only about adding resources but about coordinating and being more efficient.

The Mayor and Councilmembers thanked staff for the presentation.

EXECUTIVE SESSION

Mayor Castro recessed the meeting at 3:36 pm to convene in Executive Session for the purposes of:

- A. DELIBERATIONS REGARDING ECONOMIC DEVELOPMENT NEGOTIATIONS, AND DISCUSS RELATED LEGAL ISSUES PURSUANT TO TEXAS GOVERNMENT CODE SECTIONS 551.087 (ECONOMIC DEVELOPMENT) AND 551.071 (CONSULTATION WITH ATTORNEY).**
- B. DELIBERATE THE PURCHASE, EXCHANGE, LEASE OR VALUE OF REAL PROPERTY AND DISCUSS RELATED LEGAL ISSUES PURSUANT TO TEXAS GOVERNMENT CODE SECTIONS 551.072 (REAL PROPERTY) AND 551.071 (CONSULTATION WITH ATTORNEY)**

CITIZENS TO BE HEARD

Mayor Castro reconvened the meeting at 6:00 pm and noted that the City Council had been briefed in Executive Session on the above-styled matters but took no action. He called upon the individuals registered to speak.

Mark Perez stated that he had been attending City Council Meetings in an effort to protect citizens. He referenced various businesses that were operating without Certificates of Occupancy and expressed concern with city staff of the Fire Department, City Manager's Office, Offices of the City Attorney and City Clerk, and Development Services Department.

Nazirite Ruben Flores Perez stated that he would be seeking a higher position and referenced a cartoon in the San Antonio Express News in which he noted that the GOP was left-wing. He indicated that negative publicity should be avoided and hoped that Mayor Castro becomes President of the United States someday. He spoke of the Book of Ezekiel in the Bible.

Julie Iris Oldham referenced the Election Code and expressed concern that the Mayor had endorsed a candidate for City Council. She spoke of an investigation being conducted of City Hall and asked of the funding that had been allocated to address River South. She noted that 70 individuals had expressed opposition to the Durango Street Renaming. She expressed concern with fluoride in the water, noting that it had caused her teeth to deteriorate.

Vincent Huizar addressed the City Council and requested that signage be placed at Don Pedro Huizar Park. He stated that he had spoken to Parks and Recreation Staff and they had provided him with a sample city sign. He showed a photo of a banner that he had purchased with the park name on it and noted that his two granddaughters were in the photo. He added that he cares about the park and its history and requested assistance from the City Council.

Nick Calzoncit spoke of a lady that he had met that was mentally challenged and expressed concern that she had been cited for being in Brackenridge Park after 11:00 pm. He noted that she had also been cited for sitting on the sidewalk and that the citation required her to perform eight hours of community service or pay a fine of \$220. He asked why the city would enforce these penalties on a homeless person.

Faris Hodge, Jr. submitted written testimony regarding the appeal of a prayer ruling by Medina Valley Independent School District. He wrote that 150 Driving While Intoxicated (DWI) Arrests were made during Fiesta weekend and that Shaquille O'Neal had announced his retirement from basketball. He referenced a grant in the amount of \$7.1 million received by VIA Metropolitan Transit and noted that Governor Perry was holding firm on the Rainy Day Fund. He wrote of Wal-Mart's gift of \$2 billion to various hunger relief agencies across the United States and that bike lanes were now in the fast lane for San Antonio.

ADJOURNMENT

There being no further discussion, Mayor Castro adjourned the meeting at 6:18 pm.

The San Antonio City Council convened in a Regular Meeting on Thursday, **June 9, 2011** at 9:00 am in the City Council Chambers.

ROLL CALL

City Clerk, Leticia M. Vacek, took the Roll Call and noted a quorum of the Council with the following present: Cisneros, Taylor, Ramos, Saldaña, Medina, Lopez, Rodriguez, Williams, Chan, Soules, and Mayor Castro. **ABSENT:** None.

Item 1. The Invocation was delivered by Fr. Luis Gerardo Belmonte Luna, OCD, Basilica of the National Shrine of the Little Flower, guest of Mayor Julián Castro.

Item 2. Mayor Castro led the Pledge of Allegiance to the Flag of the United States of America.

Item 3. MINUTES

Councilmember Cisneros moved to approve the Minutes for the May 18-19, 2011 City Council Meetings. Councilmember Lopez seconded the motion.

The motion prevailed by the following vote: **AYES:** Cisneros, Taylor, Ramos, Saldaña, Medina, Lopez, Rodriguez, Williams, Chan, Soules, and Mayor Castro. **NAY:** None. **ABSENT:** None.

ITEMS FOR INDIVIDUAL CONSIDERATION

At this time, Mayor Castro announced that the San Antonio City Council would recess and convene as the San Antonio Education Facilities Corporation Board of Directors to consider Item 4A.

The City Clerk read the Resolution for Item 4A:

Item 4. CONSIDERATION OF THE FOLLOWING RESOLUTIONS BY THE CITY OF SAN ANTONIO, TEXAS EDUCATION FACILITIES CORPORATION AND THE CITY COUNCIL TO ISSUE TAX-EXEMPT FINANCING FOR PRIVATE NON-PROFIT EDUCATIONAL INSTITUTIONS SUCH AS TRINITY UNIVERSITY:

EFC 2011-06-09-0001R

A.A RESOLUTION OF THE CITY OF SAN ANTONIO, TEXAS EDUCATION FACILITIES CORPORATION AUTHORIZING THE ISSUANCE OF UP TO \$21,000,000.00 IN TAX EXEMPT HIGHER EDUCATION REVENUE BONDS TO REFINANCE A PORTION OF SIMILAR BONDS ISSUED IN 2002 FOR TRINITY UNIVERSITY TO FUND EDUCATIONAL AND HOUSING FACILITIES.

Director Saldaña recused himself from Items 4A and 4B by exiting the Council Chambers and noting he submitted the recusal forms to the City Clerk.

Rene Dominguez presented and stated that the City of San Antonio Texas Education Facilities Corporation was considering a Resolution to authorize the issuance of up to \$21 million in tax exempt higher education revenue bonds for Trinity University. He reported that in 2002, the City Council approved issuance of \$32 million in tax-exempt revenue bonds for Trinity University. He indicated

that the funds were used to demolish the main administrative building; renovate residence halls; and make improvements to Laurie Auditorium. He stated that the current bonds are bearing interest at daily variable rates and mature in 2033. He noted that refinancing 60% of the bonds will allow Trinity University to take advantage of fixed-rate financing and eliminate the current volatility and risk associated with daily variable-rate financing. He mentioned that the Internal Revenue Code authorizes the City of San Antonio, Texas Education Facilities Corporation to issue tax exempt Higher Education Revenue Bonds to assist private, non-profit universities fund improvements to educational and residential facilities.

Mr. Dominguez stated that neither the city nor the Education Facilities Corporation are obligated in any manner to pay the debt issued by the Education Facilities Corporation and that the City of San Antonio would receive an application fee of \$2,500 from Trinity University. He noted that the Education Facilities Corporation would receive \$20,000 in processing and closing fees which would be deposited into their account.

Mayor Castro confirmed that this had been done in the past and that there was no risk to the City of San Antonio. Mr. Dominguez confirmed same.

Mayor Castro called upon the individuals registered to speak.

Nazirite Ruben Flores Perez addressed the City Council and spoke of the division of law. He expressed concern with the tax exemptions in the State of Texas noting that they were causing many problems.

Jack M. Finger expressed opposition to the Resolutions for Items 4A and 4B, noting that Trinity University had lost its Christian roots. He spoke of their promotion of homosexuality and stated that they were a pro-abortion campus. He asked why the refinancing of bonds was necessary and if the projects had been completed over the past nine years. He also asked why the city was getting involved in a State matter.

Director Cisneros moved to approve the Resolution for Item 4A. Director Williams seconded the motion.

The motion prevailed by the following vote: **AYES:** Cisneros, Taylor, Ramos, Medina, Lopez, Rodriguez, Williams, Chan, Soules, and Mayor Castro. **ABSTAIN:** Saldaña. **NAY:** None. **ABSENT:** None.

At this time, Mayor Castro adjourned the San Antonio Education Facilities Corporation Board of Directors Meeting and reconvened the meeting of the San Antonio City Council.

The City Clerk read the Resolution for Item 4B:

2011-06-09-0019R

B. A RESOLUTION OF THE CITY COUNCIL APPROVING THE ISSUANCE OF UP TO \$21,000,000.00 IN TAX EXEMPT HIGHER EDUCATION REVENUE BONDS BY THE CITY OF SAN ANTONIO TEXAS EDUCATION FACILITIES CORPORATION FOR TRINITY UNIVERSITY.

Councilmember Cisneros moved to approve the Resolution for Item 4B. Councilmember Williams seconded the motion.

The motion prevailed by the following vote: **AYES:** Cisneros, Taylor, Ramos, Medina, Lopez, Rodriguez, Williams, Chan, Soules, and Mayor Castro. **ABSTAIN:** Saldaña. **NAY:** None. **ABSENT:** None.

CONSENT AGENDA ITEMS 5-25

Consent Agenda Items 5, 8, 20, 22, 23, and 25 were pulled for Individual Consideration. Mayor Castro announced that Items 14 and 18 were pulled from the agenda by staff.

Councilmember Cisneros moved to approve the remaining Consent Agenda Items. Councilmember Chan seconded the motion.

Mayor Castro called upon the individuals registered to speak on the Consent Agenda.

Nazirite Ruben Flores Perez expressed support for the five-year lease agreement with R&D Brands for use of Riverwalk Patio Space. He stated that the San Antonio River Authority was reviewing the potential for a Rainy Day Fund and asked that no more taxes be imposed on taxpayers.

Jack M. Finger spoke in opposition to the lease agreement with H H Aviation, LLC in Item 7 due to their campaign contributions to the City Council. He noted that he was opposed to the tax abatement for Maxim in Item 22 since they had not fulfilled their original agreement and were not located in the Inner City. He expressed opposition to the non-annexation agreements in Item 23. He also spoke in opposition to the tax abatement for Camden Medical Center in Item 25 due to the fee waivers and grant funds.

Faris Hodge, Jr. submitted written testimony for Items 4-11, 13, 14, and 17-21. He wrote in support of Items 12, 16, 23, and 24. He wrote in opposition to Items 22 and 25. He requested that back-up information be provided for the City Manager's Report.

The motion to approve the remaining Consent Agenda Items prevailed by the following vote: **AYES:** Cisneros, Taylor, Ramos, Saldaña, Medina, Lopez, Rodriguez, Williams, Chan, Soules, and Mayor Castro. **NAY:** None. **ABSENT:** None.

2011-06-09-0475

Item 6. AN ORDINANCE AUTHORIZING A FIVE-YEAR LEASE AGREEMENT WITH NATIONAL FLIGHT SERVICES, INC. FOR 11,988 SQUARE FEET OF LAND AT THE SAN ANTONIO INTERNATIONAL AIRPORT FOR THE ANNUAL RENTAL RATE OF \$4,195.80.

2011-06-09-0476

Item 7. AN ORDINANCE AUTHORIZING A FIVE-YEAR LEASE AGREEMENT WITH H H AVIATION, LLC FOR OFFICE/WAREHOUSE SPACE AND GROUND SPACE AT THE SAN ANTONIO INTERNATIONAL AIRPORT FOR THE ANNUAL RENTAL RATE OF \$25,442.98.

2011-06-09-0478

Item 9. AN ORDINANCE AUTHORIZING THE ACQUISITION THROUGH NEGOTIATION OR CONDEMNATION OF 3.252 ACRES OF ONE PARCEL OF PRIVATELY OWNED VACANT REAL PROPERTY LOCATED WITHIN NCB 13808 IN COUNCIL DISTRICT 10, FOR THE RANDOLPH-WEIDNER DRAINAGE IMPROVEMENTS PHASE II PROJECT; DECLARING IT TO BE A PUBLIC PROJECT AND A PUBLIC NECESSITY FOR THE ACQUISITION; AND AUTHORIZING THE EXPENDITURE OF \$24,500.00 FOR THE ACQUISITION, AVAILABLE FROM AUTHORIZED STORM WATER REGIONAL FACILITIES FUNDS.

2011-06-09-0479

Item 10. AN ORDINANCE AUTHORIZING THE ACQUISITION OF A DRAINAGE EASEMENT OUT OF LOTS 3 AND 8, BLOCK 4, NCB 16475 LOCATED WITHIN THE HIDDEN CREEK SUBDIVISION THROUGH NEGOTIATION, DEDICATION OR CONDEMNATION AS PART OF THE RUSTLERS CREEK DRAINAGE IMPROVEMENT PROJECT IN COUNCIL DISTRICT 8; DECLARING IT TO BE A PUBLIC PROJECT AND A PUBLIC NECESSITY FOR THE ACQUISITION; AND AUTHORIZING THE EXPENDITURE OF \$800.00 FOR RECORDING FEES FOR THE ACQUISITION FUNDED BY STORM WATER OPERATING FUND.

2011-06-09-0480

Item 11. AN ORDINANCE AUTHORIZING A FIVE YEAR LEASE WITH R&D BRANDS DBA BELLA ON THE RIVER FOR USE OF RIVER WALK PATIO SPACE ADJACENT TO 106 E. RIVER WALK.

Item 12. CONSIDERATION OF THE FOLLOWING ORDINANCES RELATING TO THE RUNWAY 3/21 EXTENSION PROJECT, AN AUTHORIZED FEDERAL AVIATION ADMINISTRATION GRANT AND PASSENGER FACILITY CHARGES FUNDED PROJECT, AT SAN ANTONIO INTERNATIONAL AIRPORT:

2011-06-09-0481

A. AN ORDINANCE AUTHORIZING THE SUBMISSION OF A GRANT APPLICATION AND THE ACCEPTANCE OF UP TO \$13,333,333.00 WITH THE FEDERAL AVIATION ADMINISTRATION PROVIDING 75% OF THE FUNDING, OR A NOT TO EXCEED AMOUNT OF \$10,000,000.00 UPON AWARD, FOR PHASE III OF THE RUNWAY 3/21 PROJECT, AN AIRPORT IMPROVEMENT PROJECT.

2011-06-09-0482

B. AN ORDINANCE AUTHORIZING AN AMENDMENT TO THE MEMORANDUM OF AGREEMENT BETWEEN THE FEDERAL AVIATION ADMINISTRATION AND THE CITY OF SAN ANTONIO.

2011-06-09-0483

C. AN ORDINANCE AUTHORIZING A CITY-REQUESTED CHANGE ORDER WITH YANTIS COMPANY IN THE AMOUNT OF \$826,095.16 TO RELOCATE THE CPS ENERGY GAS PIPELINE THAT IS CURRENTLY LOCATED IN THE PROPOSED RUNWAY SAFETY AREA OF THE PROJECT.

2011-06-09-0484

Item 13. AN ORDINANCE AUTHORIZING THE SUBMISSION OF A GRANT APPLICATION TO AND THE ACCEPTANCE OF UP TO \$13,450.00, UPON AWARD, FOR A FORKLIFT GRANT INITIATIVE GRANT FROM THE TEXAS EMISSIONS REDUCTION PLAN.

PULLED FROM THE AGENDA

Item 14. AN ORDINANCE AMENDING THE PUBLIC ART SAN ANTONIO POLICIES AND PROCEDURES BY INCREASING THE FUNDING ALLOCATED TO PUBLIC ART FROM "UP TO ONE PERCENT" OF THE CAPITAL IMPROVEMENT PROGRAM TO "ONE PERCENT" AND REQUIRING THAT FUTURE PUBLIC ART PROJECTS AND DONATIONS MEET THE REQUIREMENTS FOR CONSERVATION AND MAINTENANCE.

Item 15. CONSIDERATION OF THE FOLLOWING BOARD, COMMISSION AND COMMITTEE APPOINTMENTS FOR THE REMAINDER OF UNEXPIRED TERMS OF OFFICE TO EXPIRE MAY 31, 2013, TO BE EFFECTIVE IMMEDIATELY UPON THE RECEIPT OF EIGHT AFFIRMATIVE VOTES, OR, IN THE EVENT EIGHT AFFIRMATIVE VOTES ARE NOT RECEIVED, TEN DAYS AFTER APPOINTMENT; OR FOR TERMS AND EFFECTIVENESS AS OTHERWISE INDICATED BELOW:

- A. APPOINTING LESTER W. SCOTT AND DALE SLINKARD TO THE TAX INCREMENT REINVESTMENT ZONE NUMBER 29, KNOWN AS ROSILLO RANCH.
- B. APPOINTING KAREN F. MATSON (DISTRICT 8) TO THE COMMISSION FOR CHILDREN AND FAMILIES.
- C. APPOINTING JOSEPH M. GUERRA (DISTRICT 6) AND REAPPOINTING MONA R. THAXTON (DISTRICT 8) TO THE ANIMAL CARE SERVICES ADVISORY BOARD.
- D. REAPPOINTING MICHAEL A. HOGAN (DISTRICT 6, CATEGORY: REAL ESTATE/BUILDING INDUSTRY) AND MARK R. JOHNSON (DISTRICT 8, CATEGORY: REAL ESTATE/BUILDING INDUSTRY) TO THE CAPITAL IMPROVEMENTS ADVISORY COMMITTEE.
- E. REAPPOINTING KRISTIN N. SRAMEK (DISTRICT 6) AND LORETTA VAN COPPENOLLE (DISTRICT 8) TO THE CITIZENS' ENVIRONMENTAL ADVISORY COMMITTEE.
- F. REAPPOINTING HOMERO J. RODRIGUEZ (DISTRICT 6, CONSUMER OF HANDICAPPED SERVICES) AND LEO G. RAMOS, JR. (DISTRICT 8, CATEGORY: CONSUMER OF HANDICAPPED SERVICES) TO THE DISABILITY ACCESS ADVISORY COMMITTEE.

- G. REAPPOINTING CHARLES P. SAXER (DISTRICT 8) TO THE ETHICS REVIEW BOARD FOR THE REMAINDER OF AN UNEXPIRED TERM OF OFFICE TO EXPIRE APRIL 25, 2013.
- H. REAPPOINTING TERRY CLARK (DISTRICT 8) TO THE LINEAR CREEKWAY PARKS ADVISORY BOARD.
- I. REAPPOINTING FRANCINE S. ROMERO (DISTRICT 8) TO THE PARKS AND RECREATION BOARD.
- J. REAPPOINTING ELLEN H. PFEIFFER (DISTRICT 8) TO THE MAYOR'S COMMISSION ON THE STATUS OF WOMEN.
- K. APPOINTING ALEXIS J. RAMOS (DISTRICT 8) AND REAPPOINTING SELINA A. ROSALES (DISTRICT 6) AND CRISTINA CIBRIAN (DISTRICT 8) TO THE SAN ANTONIO YOUTH COMMISSION.
- L. REAPPOINTING PATRICK T. ABSHER (DISTRICT 6, CATEGORY: TOUR/CHARTER/SHUTTLE REPRESENTATIVE) AND SHERRY M. CHAUDHRY (DISTRICT 8, CATEGORY: CONVENTION AND VISITORS COMMISSION) TO THE TRANSPORTATION ADVISORY BOARD.
- M. REAPPOINTING ANDREW M. OZUNA (DISTRICT 8) TO THE ZONING BOARD OF ADJUSTMENT.
- N. REAPPOINTING BILLY J. TILLER (DISTRICT 8) TO THE ZONING COMMISSION.
- O. APPOINTING PATTY ORTIZ (AT-LARGE, CATEGORY: NONPROFIT ORGANIZATION) TO THE WESTSIDE DEVELOPMENT CORPORATION FOR THE REMAINDER OF AN UNEXPIRED TERM OF OFFICE TO EXPIRE NOVEMBER 28, 2012.

2011-06-09-0485

Item 16. AN ORDINANCE AUTHORIZING A PROFESSIONAL SERVICE AGREEMENT WITH KIMLEY-HORN & ASSOCIATES, INC. IN AN AMOUNT UP TO \$228,358.00 FOR CONSULTING SERVICES FOR THE PARKING REVENUE CONTROL SYSTEM AT THE SAN ANTONIO INTERNATIONAL AIRPORT FUNDED THROUGH AIRPORT IMPROVEMENT AND CONTINGENCY FUNDS.

2011-06-09-0486

Item 17. AN ORDINANCE AUTHORIZING A PROFESSIONAL SERVICE AGREEMENT WITH BQR ADVERTISING AND PUBLIC RELATIONS, INC. IN AN AMOUNT NOT TO EXCEED \$1,425,922.00 FOR MARKETING AND PROMOTIONAL SERVICES FOR THE AIR SERVICE DEVELOPMENT INCENTIVE AND CONCESSIONS MARKETING PROGRAMS AT THE SAN ANTONIO INTERNATIONAL AIRPORT FUNDED THROUGH AIRPORT OPERATING AND MAINTENANCE FUND.

PULLED FROM THE AGENDA

Item 18. AN ORDINANCE AUTHORIZING THE COLLECTION OF A CUSTOMER FACILITY CHARGE ON RENTAL CAR TRANSACTIONS FOR THE FINANCING OF RENTAL CAR FACILITIES AT THE SAN ANTONIO INTERNATIONAL AIRPORT.

Item 19. CONSIDERATION OF THE FOLLOWING ORDINANCES RELATED TO THE COMMUNICATIONS INFRASTRUCTURE MODERNIZATION PROGRAM TO PROVIDE SUPPORT DURING THE TERMINAL A RENOVATIONS ASSESSMENT PROJECT AT THE SAN ANTONIO INTERNATIONAL AIRPORT:

2011-06-09-0487

- A. AN ORDINANCE AUTHORIZING THE AMENDMENT TO A PROFESSIONAL SERVICES AGREEMENT WITH BARICH, INC. TO INCREASE THE CONTRACT BY UP TO \$31,900.00 FOR INFORMATION SERVICES DESIGN SERVICES DURING THE TERMINAL A RENOVATIONS PROJECT.

2011-06-09-0488

- B. AN ORDINANCE AUTHORIZING THE AMENDMENT TO A PROFESSIONAL SERVICES AGREEMENT WITH XIP CONSULTING, LLC TO INCREASE THE CONTRACT BY UP TO \$15,600.00 FOR INFORMATION SERVICES OVERSIGHT SERVICES DURING THE TERMINAL A RENOVATIONS PROJECT.

2011-06-09-0490

Item 21. AN ORDINANCE AUTHORIZING A PROFESSIONAL SERVICES AGREEMENT WITH DAVIS VISION, INC. FOR THE ADMINISTRATION AND MANAGEMENT OF THE CITY'S VOLUNTARY VISION INSURANCE PLAN FOR CIVILIAN EMPLOYEES AND ELIGIBLE DEPENDENTS IN AN ESTIMATED ANNUAL AMOUNT OF \$592,987.56 FUNDED BY THE EMPLOYEE BENEFITS FUND.

2011-06-09-0493

Item 24. AN ORDINANCE AUTHORIZING A NON-BINDING MEMORANDUM OF UNDERSTANDING WITH ACCION TEXAS REGARDING AN APPLICATION FOR A NEW MARKET TAX CREDIT ALLOCATION.

[CONSENT ITEMS CONCLUDED]

ITEMS PULLED FOR INDIVIDUAL CONSIDERATION

The City Clerk read the following Ordinance:

2011-06-09-0474

Item 5. AN ORDINANCE AWARDED A CONSTRUCTION CONTRACT TO TEXAS STERLING CONSTRUCTION COMPANY IN THE AMOUNT OF \$3,954,830.30 FOR THE FREDERICKSBURG ROAD CONGESTION MITIGATION PROJECT, AN AUTHORIZED 2007-

2012 GENERAL OBLIGATION BOND FUNDED PROJECT, LOCATED IN COUNCIL DISTRICTS 1, 7, AND 8.

Councilmember Rodriguez asked of the project scope. Mike Frisbie stated that they would be improving traffic signal systems for the entire area and stated that the project was coordinated with VIA Metropolitan Transit. Councilmember Rodriguez asked of the selected bidder. Mr. Frisbie replied that the lowest bidder was deemed non-responsive due to the lack of a Subcontractor Supplier Utilization Plan and had negotiated a contract with Texas Sterling Construction Company. Councilmember Rodriguez stated that he was pleased with Texas Sterling Construction Company's small business utilization goal of 76%.

Councilmember Williams asked of the change to the Bus Rapid Transit Project. Mike Frisbie replied that a dedicated lane for VIA was removed and that they would travel along existing traffic lanes. Councilmember Williams asked of the control of traffic signals by VIA Buses. Mr. Frisbie replied that the technology in place would allow buses to have priority for signals but would not disrupt traffic. Councilmember Williams asked of the timeline for the project. Mr. Frisbie stated that the project was scheduled for completion in May 2012.

Councilmember Rodriguez moved to adopt the proposed Ordinance. Councilmember Chan seconded the motion.

The motion prevailed by the following vote: **AYES:** Cisneros, Taylor, Ramos, Saldaña, Medina, Lopez, Rodriguez, Williams, Chan, Soules, and Mayor Castro. **NAY:** None. **ABSENT:** None.

The City Clerk read the following Ordinance:

2011-06-09-0477

Item 8. AN ORDINANCE AUTHORIZING A FIVE-YEAR LEASE WITH THE SAN ANTONIO HOUSING AUTHORITY, FOR CONTINUED USE OF CLINIC SPACE FOR THE CITY'S HEALTH DEPARTMENT'S WOMEN, INFANT, AND CHILDREN PROGRAM SERVICES FOR AN ANNUAL ESTIMATED COST OF \$3,000.00; AUTHORIZING A PAYMENT OF \$10,500.00 FOR THE CITY'S SHARE OF A \$42,000 SECURITY UPGRADE PROJECT; AND, AUTHORIZING A CORRESPONDING TENANT COST ALLOCATION AND COOPERATION AGREEMENT WITH THE BEXAR COUNTY HOSPITAL DISTRICT D/B/A UNIVERSITY HEALTH SYSTEM AND THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER DENTAL SCHOOL FOR MAINTENANCE COSTS RELATED TO THE CO-OPERATION OF THE RICARDO SALINAS HEALTH CENTER LOCATED AT 630 SOUTH GENERAL MCMULLEN IN COUNCIL DISTRICT 5.

Councilmember Medina asked of the services provided at the clinic. Charles Pruski replied that there were three entities housed at the clinic and that the city provided Women, Infant, and Children (WIC) services to 4,000 individuals on a monthly basis. He stated that the UT Health System operates a Dental School that serves 4,500 individuals monthly and the University Health System performs preventive health services to low-income families. He reported that rental cost was shared among the entities based on square footage and that the security system upgrade was needed due to vandalism and recent break-in attempts.

Councilmember Medina moved to adopt the proposed Ordinance. Councilmember Cisneros seconded the motion.

The motion prevailed by the following vote: **AYES:** Cisneros, Taylor, Ramos, Saldaña, Medina, Lopez, Rodriguez, Williams, Chan, Soules, and Mayor Castro. **NAY:** None. **ABSENT:** None.

The City Clerk read the following Ordinance:

2011-06-09-0489

Item 20. AN ORDINANCE AUTHORIZING AN AGREEMENT WITH THE TEXAS A&M RESEARCH FOUNDATION RELATED TO THE PREVENTION OF LIVER CANCER IN AN AMOUNT UP TO \$334,540.00 FOR A PERIOD BEGINNING JUNE 9, 2011 AND ENDING ON JUNE 30, 2014.

Councilmember Ramos asked of the pilot program and targeted zip codes. Charles Pruski stated that the program would be focused on the Westside of San Antonio noting that there was a higher incidence of liver cancer in that area. He noted that they would be locating individuals with a high number of aflatoxin in their bloodstream to see if they can bring the levels down. He indicated that 500 individuals would be targeted. Councilmember Ramos thanked staff for their work and requested a list of statistics of those with high level liver cancer and related diseases by zip code.

Councilmember Ramos moved to adopt the proposed Ordinance. Councilmember Cisneros seconded the motion.

The motion prevailed by the following vote: **AYES:** Cisneros, Taylor, Ramos, Saldaña, Medina, Lopez, Rodriguez, Williams, Chan, Soules, and Mayor Castro. **NAY:** None. **ABSENT:** None.

The City Clerk read the following Ordinance:

2011-06-09-0491

Item 22. AN ORDINANCE AUTHORIZING A SECOND AMENDMENT TO THE CITY'S TAX PHASE-IN AGREEMENT WITH MAXIM INTEGRATED PRODUCTS, INC. TO REDUCE THE AMOUNT OF THE TAX ABATEMENT FROM 100% TO 85% FOR THE REMAINING FOUR YEARS OF THE TERM OF THE AGREEMENT AND TO LOWER THE JOB REQUIREMENT FROM 800 TO 575 JOBS.

Councilmember Ramos recognized Maxim for their commitment to San Antonio and asked of the amendments to the tax phase-in agreement. Rene Dominguez stated that Maxim would not meet their job commitment number due to the challenging economy and efficiencies in their production of semi-conductors. He noted that as a compromise, they would invest an additional \$50 million in the facility and have partnered with the UTSA College of Engineering to establish internships. Councilmember Ramos asked of the average salary at Maxim. Mr. Dominguez replied that it was approximately \$45,000 per year. Councilmember Ramos thanked staff and the Economic and Community Development Council Committee for their work on said item.

Councilmember Ramos moved to adopt the proposed Ordinance. Councilmember Chan seconded the motion.

The motion prevailed by the following vote: **AYES:** Cisneros, Taylor, Ramos, Saldaña, Medina, Lopez, Rodriguez, Williams, Chan, Soules, and Mayor Castro. **NAY:** None. **ABSENT:** None.

The City Clerk read the following Ordinance:

2011-06-09-0492

Item 23. AN ORDINANCE AUTHORIZING THE SECOND AMENDMENT TO THE "AGREEMENT TO EXTEND LIMITED PURPOSE ANNEXATION AND TO FIX THE DATE FOR FULL-PURPOSE ANNEXATION" FOR THE CROSSWINDS AT SOUTHLAKE SPECIAL IMPROVEMENT DISTRICT LOCATED IN COUNCIL DISTRICT 4.

Councilmember Saldaña noted that the agreement was executed in 2006 and asked of the timeline. T.C. Broadnax stated that there were two dates; the first is when they submit for and/or receive their first building permit on the site. The second date is January 1, 2014 and they would have 30 years from that date to complete the entire project and not invoke the city's annexation powers as it relates to the agreement to non-annex them. Councilmember Saldaña asked the developer of the development that has occurred to date. Daniel Ortiz stated that the property was located within City South and that the first non-annexation agreement was issued and has been amended once. He noted that one issue that has drawn focus is the donation of two and one-half acres that was included in the original agreement. He indicated that the city and property owner were working to address the issue and that the amendment strengthens the donation by providing a cash in lieu option and specifies a fair market value. Councilmember Saldaña asked of the average price of homes in the area. Mr. Ortiz replied that the single-family residential homes would be placed on 240 of the 530 acres with homes costing \$150,000 to \$300,000. Councilmember Saldaña stated that the development of high quality homes was needed in the area.

Councilmember Ramos asked of the donation of two and one-half acres. Mr. Broadnax replied that they had been working on the issue for approximately three years and that the city had only been shown one piece of property along Applewhite Road that the city was not interested in. Councilmember Ramos spoke of the importance of development in the area and recommended a shorter timeframe for dedication of the two and one-half acres to the city.

Councilmember Saldaña moved to adopt the proposed Ordinance. Councilmember Cisneros seconded the motion.

Councilmember Ramos made a friendly amendment to shorten the timeframe for dedication of the two and one-half acres to the City of San Antonio to January 1, 2014. Councilmembers Saldaña and Cisneros accepted the friendly amendment.

The motion with the friendly amendment prevailed by the following vote: **AYES:** Cisneros, Taylor, Ramos, Saldaña, Medina, Lopez, Rodriguez, Williams, Chan, Soules, and Mayor Castro. **NAY:** None. **ABSENT:** None.

The City Clerk read the following Ordinance:

2011-06-09-0494

Item 25. AN ORDINANCE AUTHORIZING A TEN-YEAR 100% TAX ABATEMENT AGREEMENT AND CHAPTER 380 ECONOMIC DEVELOPMENT GRANT AGREEMENT WITH GABLG, LLC IN THE AMOUNT OF \$623,775.68 FOR THE CAMDEN MEDICAL CENTER PROJECT, LOCATED IN COUNCIL DISTRICT 1.

Councilmember Cisneros stated that she was pleased to bring the item forward and recognized Dr. Ganeshappa.

Dr. Ganeshappa spoke of his experiences in the City of San Antonio, noting that he came to the city in 1983 to practice Gastroenterology. He stated that he had solicited two partners and they had grown the business. He indicated that they started with four employees and now employ 84 individuals within three divisions. He noted that their medical research has become internationally recognized and were pleased to expand their services.

Bebb Francis, Legal Counsel provided a handout to the City Council with information on the new office plaza that they were developing. He highlighted the fact that they would bring 40 new jobs with a payroll of \$2.7 million. He spoke of the great economic impact to the city and stated that they were proud to support the Inner City.

Councilmember Cisneros moved to adopt the proposed Ordinance with the following conditions for the Camden Medical Center Incentive Package:

• ICRIP Grant (\$6,000 per job)	= \$240,000.00
• ICRIP City Fee Waivers	= \$ 9,036.00
• ICRIP SAWS Fee Waivers	= \$ 19,370.00
• Tax Abatement (1-10 years)	= \$309,802.00
• Chapter 380 Grant (11-20 years – O&M)	= \$193,973.46
TOTAL INCENTIVE PACKAGE	= \$772,181.46

Councilmember Chan seconded the motion.

Councilmember Chan congratulated Dr. Ganeshappa and his partners regarding the success of their business and thanked him for his work in digestive diseases and Hepatitis C Research. She stated that she was pleased that jobs would be created in the Downtown Area.

Councilmember Williams stated that this was a great project and requested a staff presentation.

Pat DiGiovanni stated that said Ordinance would authorize a 10-Year, 100% Tax Abatement Agreement and 10-Year Chapter 380 Economic Development Grant Agreement with GABLG, LLC in the amount of \$623,775.68 for the Camden Medical Center Project. He noted that the Camden Medical Center was a 22,000 square-foot, \$5.7 million medical practice in Council District 1 that would create 40 new jobs. He spoke of the services that would be provided, noting that the Hepatitis C Research Facility within the Camden Medical Center would conduct research to develop a cure for

Hepatitis C. He presented photos of the proposed Medical Office and added that the developer was requesting City Incentives to make the project a viable investment.

Councilmember Williams stated that it was important to ensure that everyone seeking incentives is treated fairly and asked of a comparison of these incentives to other projects. Mr. DiGiovanni provided a list of projects and incentives that have been approved in the Inner City over the last several years. Councilmember Williams thanked staff for the information and stated that he was pleased to support the ICRIP Grant at \$6,000 per job created since they were high level positions.

Councilmember Lopez thanked GABLG, LLC for their investment and work in San Antonio.

Mayor Castro also thanked GABLG, LLC for their investment in San Antonio and noted their great success.

The motion with conditions prevailed by the following vote: **AYES:** Cisneros, Taylor, Ramos, Saldaña, Medina, Lopez, Rodriguez, Williams, Chan, Soules, and Mayor Castro. **NAY:** None. **ABSENT:** None.

Item 26. CITY MANAGER'S REPORT

A. PUBLIC SAFETY UPDATE

Ms. Sculley provided an update on the four fire stations that would be opening within the next few months. She stated that Fire Stations 1 and 19 were replacement stations and Fire Stations 50 and 51 were new stations. She noted that Fire Station 19 is located at 2703 Vance Jackson Road and scheduled for completion this month; and Fire Station 1 is located at 1515 N. Cherry Street and scheduled for completion in October. She reported that Fire Station 50 is located at 15000 Applewhite Road and would be completed in October, while Fire Station 51 is located at 5040 Beckwith Boulevard and is also scheduled for completion in October. She noted that Fire Stations 50 and 51 would be LEED Certified and had utilized Stimulus Funds.

She reported that Phase I of the Police Department In-Car Video Project was implemented and equips all Traffic Section Vehicles with in-car video cameras. She stated that the project would increase Officer Safety and provide high-quality documentation of Police activity in the field. She noted that Phase II would be implemented this month and scheduled for completion in October.

B. PARKS AND RECREATION UPDATE

Ms. Sculley stated that Pool Season would begin on Saturday, June 11, 2011 and that pools would be open from 1:00-7:00 pm Tuesday through Sunday. She noted that pools would be open through August 24, 2011 and that four regional pools would be open through Labor Day. She added that the Summer Youth Program was scheduled to begin on Monday, June 13, 2011 and would operate through August 5, 2011. She indicated that the eight-week activity-based program was offered at 63 locations and operated Monday through Friday from 7:30 am to 5:30 pm.

POINT OF PERSONAL PRIVILEGE

Councilmember Rodriguez recognized Kenny Vacek, Jr., son of City Clerk Leticia M. Vacek for receiving the Eagle Scout Award. He stated that the award was prestigious in that only 2% of Boy Scouts accomplish this goal. He noted that Kenny was a member of Troop 233 and was the youngest of the four Boy Scouts honored at a ceremony held on May 28, 2011. He added that Kenny had received letters of congratulations from President Obama and Governor Perry. Councilmember Ramos offered her congratulations to Kenny Vacek, Jr. for receiving the Eagle Scout Award. She recognized Councilmembers Rodriguez and Clamp for being Library Honorees for their work on the "One in a Million Campaign." Mayor Castro extended his congratulations to Kenny Vacek, Jr. for achieving the rank of Eagle Scout and recognized parents Leticia and Kenny Vacek.

ADJOURNMENT

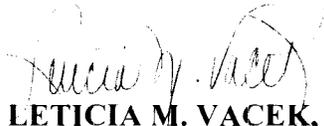
There being no further discussion, Mayor Castro adjourned the meeting at 10:48 am.

APPROVED



JULIAN CASTRO
MAYOR

Attest:



LETICIA M. VACEK, TRMC/CMC
City Clerk