

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

ORDINANCE

APPROVING THE EXECUTION OF AN AMENDMENT IN THE INCREASED AMOUNT OF \$118,040.32 FOR A TOTAL REIMBURSEMENT AGREEMENT AMOUNT OF \$403,740.32 FOR ADDITIONAL COSTS INCURRED BY CITGO PRODUCTS PIPELINE COMPANY RELATED TO THE LOWERING OF A HIGH-PRESSURE GAS PIPELINE IN ADVANCE OF CONSTRUCTION OF THE PEGGY DRIVE AREA DRAINAGE PROJECT, LOCATED IN COUNCIL DISTRICT 2. FUNDS ARE AVAILABLE FROM THE 2022 GENERAL OBLIGATION BOND PROGRAM.

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WHEREAS, on May 7, 2022, as part of the 2022-2027 Bond Program San Antonio voters approved \$20,000,000 under Proposition B, Drainage and Flood Control for the Peggy Drive Area Drainage Project.

WHEREAS, this project includes the regrading of an existing earthen channel and installation of an underground storm drain system and associated reconstruction of streets with curbs, sidewalks, and driveway approaches. Project construction is anticipated to begin in Spring 2026 and is estimated to be completed by Fall 2027; and

WHEREAS, on November 21, 2024, the City Council approved a Reimbursement Agreement between the City of San Antonio and CITGO Products Pipeline Company in the amount of \$285,700 for design and construction costs related to the lowering of a high-pressure gas pipeline in advance of the Peggy Drive Area Drainage Project, a 2022 Bond funded project.

This proposed amendment will increase the Reimbursement Agreement capacity by \$118,040.32 to a revised agreement amount of \$403,740.32. This will be the first amendment to this agreement.

The following table illustrates the proposed amendment since the execution of this agreement:

Item	Amount
Original Reimbursement Agreement Value	\$285,700.00
Proposed Reimbursement Amendment	\$118,040.32
Revised Reimbursement Value	\$403,740.32

This proposed amendment authorizes and compensates CITGO Products Pipeline Company for additional costs incurred related to the lowering of a high-pressure gas pipeline in advance of the Peggy Drive Area Drainage Project, a 2022 Bond funded project; and

WHEREAS, this ordinance approves the execution of an amendment in the increased amount of \$118,040.32 for a total Reimbursement Agreement amount of \$403,740.32 for additional costs incurred by CITGO Products Pipeline Company related to the lowering of a high-pressure gas pipeline in advance of the Peggy Drive Area Drainage Project, located in Council District 2. Funds are available from the 2022 General Obligation Bond Program; **NOW THEREFORE:**

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

SECTION 1. The City Manager or designee, or the Director of the Public Works Department or designee, is authorized execute an amendment in the increased amount of \$118,040.32 for a total Reimbursement Agreement amount of \$403,740.32 for additional costs incurred by CITGO Products Pipeline Company related to the lowering of a high-pressure gas pipeline in advance of the Peggy Drive Area Drainage Project, located in Council District 2.

SECTION 2. Additional funds for this contract amendment in the amount of \$118,040.32 are available in Fund 45099000, Project 23-03940, WBS Element 23-03940-05-02-01 and GL Account 5201140.

SECTION 3. Payment for this contract amendment not to exceed \$118,040.32 is authorized to be encumbered with a purchase order and made payable to CITGO Products Pipeline Company. Payment is for the lowering of a high-pressure gas pipeline in advance of construction of the Peggy Drive Area Drainage Project. Funds are available from General Obligation bond funds.

SECTION 4. The financial allocations in this Ordinance are subject to approval by the Chief Financial Officer, City of San Antonio. The Chief Financial Officer may, subject to concurrence by the City Manager or the City Manager's designee, correct allocations to specific Fund Numbers, Project Definitions, WBS Elements, Internal Orders, Fund Centers, Cost Centers, Functional Areas, Funds Reservation Document Numbers, and GL Accounts as necessary to carry out the purpose of this Ordinance.

SECTION 5. This Ordinance is effective immediately upon the receipt of eight affirmative votes; otherwise, it is effective ten days after passage.

PASSED AND APPROVED this ____th day of June, 2025.

M A Y O R
Ron Nirenberg

ATTEST:

APPROVED AS TO FORM:

Debbie Racca-Sittre, City Clerk

Andrew Segovia, City Attorney

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