



City of San Antonio

Agenda Memorandum

File Number:

Agenda Item Number: 13

Agenda Date: November 21, 2024

In Control: City Council A Session

DEPARTMENT: Aviation Department

DEPARTMENT HEAD: Jesus H. Saenz Jr.

COUNCIL DISTRICTS IMPACTED: Citywide

SUBJECT:

Peer-to-Peer Vehicle Sharing Operating Agreement at the San Antonio International Airport

SUMMARY:

This Ordinance authorizes the Peer-to-Peer Vehicle Sharing Operating agreement to allow a new category of ground transportation companies to operate at the San Antonio International Airport. Peer-to-Peer (P2P) utilize an online application to allow vehicle owners to rent their personal vehicles to patrons. The agreement outlines the responsibilities of both parties and has an initial term of one year with the option to extend for two additional one-year periods. As part of the agreement, 10% of the gross receipts will be deposited into the Airport Operating and Maintenance Fund.

BACKGROUND INFORMATION:

Ground transportation operations have rapidly evolved from the initial offerings of taxis, private limousine, public transportation or hotel shuttles. Over the past 10 years, rideshare or transportation network companies have entered the industry and now P2P operators have begun to rise in popularity with consumers. The P2P concept is similar to an Airbnb, where an individual

rents their personal vehicle to others. The P2P operator facilitates the transaction through a P2P platform which verifies the essential information from both parties and manages the payments to the vehicle owner and any taxes that are owed.

Over the past two years, the City of San Antonio has worked with Turo, the predominant P2P operator in San Antonio, to negotiate an agreement for operating at the San Antonio International Airport. Turo currently has operating agreements with over 130 airports in the United States including eight in Texas. Under the agreement, the parking exchange areas are identified and the vehicle owner agrees to allow the vehicles to be inspected. RVs, trailers, cargo haulers and similar vehicle types are not allowed under this agreement. The P2P operator agrees to provide monthly data reporting along with 10% of gross receipts for all transactions at the San Antonio International Airport. The parking fee is also the responsibility of the operator.

The Transportation and Infrastructure Council Committee was briefed on the agreement at the October 15, 2024 meeting and approved the agreement forward to the full City Council for consideration.

ISSUE:

This Ordinance approves the Peer-to-Peer Vehicle Sharing Operating Agreement at the San Antonio International Airport to allow this category of ground transportation company to operate legally at the Airport for an initial term of one year with the option to extend for two additional one-year periods. Revenues generated from this agreement will be deposited into the Airport Operating and Maintenance Fund.

ALTERNATIVES:

City Council could chose not to approve this agreement. This agreement is similar to other operating agreements with P2P operators at other airports and offers another alternative for visitors to San Antonio who wish to utilize the services of a P2P.

FISCAL IMPACT:

This Ordinance approves the Peer-to-Peer Vehicle Sharing Operating Agreement at the San Antonio International Airport to allow this category of ground transportation company to operate legally at the Airport for an initial term of one year with the option to extend for two additional one-year periods. Each operator agrees to pay 10% of their gross receipts to the San Antonio International Airport which will be deposited into the Airport Operating and Maintenance Fund.

RECOMMENDATION:

Staff recommends the approval of the Peer-to-Peer Vehicle Sharing Operating Agreement at the San Antonio International Airport