

ORDINANCE

APPROVING A CONCESSION AGREEMENT WITH PARADIES LAGARDÈRE AT SAT, LLC TO OPERATE A STARBUCKS CONCEPT AND COSTA COFFEE KIOSK AT SAN ANTONIO INTERNATIONAL AIRPORT.

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WHEREAS, the Aviation Department has added two new gates in Terminal B of the San Antonio International Airport which resulted in two concession concepts, to include an existing Starbucks, to be removed; and

WHEREAS, Paradies and City entered into a six month lease agreement in September 2022 to operate a Starbucks kiosk and a Costa Coffee kiosk in Terminal B; and

WHEREAS, this concession agreement is for the continued operation of the Cost Coffee kiosk and the temporary Starbucks kiosk with the Starbucks kiosk being replaced with a permanent Starbuck location upon completion of the finish out of the permanent space; and

WHEREAS, the concession agreement if for 10 year term with an annual rental rate of \$290,000; and

WHEREAS, this Ordinance authorizes the execution of concession agreement with Paradies to operate a Starbucks concept and Costa Coffee Kiosk within Terminal B of the San Antonio International Airport for a term of 10 years; **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 Paradies Lagardère at SAT, LLC, a copy of which is set out in **Exhibit 1**.

SECTION 2. Funds received for this ordinance for lease agreement will be deposited in Fund 51001000, Internal Order 233000000166 and General Ledger 4405923.

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.

KRH
03/02/2023
Item No.

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

PASSED and APPROVED this _____ *day of* _____ 2023.

MAYOR
Ron Nirenberg

ATTEST:

APPROVED AS TO FORM:

Debbie Racca-Sittre, City Clerk

Andrew Segovia, City Attorney