

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

AN ORDINANCE

APPROVING A FUNDING AGREEMENT WITH THE SAN ANTONIO ECONOMIC DEVELOPMENT CORPORATION IN THE AMOUNT OF \$600,000.00 FOR THE ESTABLISHMENT AND IMPLEMENTATION OF A CAPACITY BUILDING AND BONDING ASSISTANCE PROGRAM. FUNDING IN THE AMOUNT OF \$550,000.00 IS AVAILABLE FROM THE FY2022 GENERAL FUND AND FUNDING IN THE AMOUNT OF \$50,000.00 IS SUBJECT TO CITY COUNCIL APPROVAL OF THE FY2023 GENERAL FUND BUDGET.

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WHEREAS, the City of San Antonio (“City”) established the San Antonio Economic Development Corporation (the “SAEDC”), a Type B corporation created pursuant to the authority of the Development Corporation Act, Title 12, Subtitle C1, as amended, Texas Local Government Code, for the purpose of undertaking certain economic development projects approved by the City’s governing board; and

WHEREAS, in 2010, the City established a Bonding Assistance Program, administered in partnership with Alamo Colleges District, which targeted eligible local small, minority, and woman-owned businesses and consisted of classes related to access to capital, credit repair, bonding/risk management, etc.; and

WHEREAS, the City and the SAEDC wish to enter into a funding agreement for the establishment and implementation of a new Capacity Building & Bonding Assistance Program (“Program”) to provide education, one-on-one consulting, bonding assessments, and to also create a pool of funds to help offset bonding requirements for small businesses when participating on City contracts; and

WHEREAS, on December 22, 2021, a Request for Proposal (RFP) was issued for program administration services for the Program. Two bids were received and an evaluation committee recommended the top-ranked bidder Alamo Surety Bonds; and

WHEREAS, on June 13, 2022, through Resolution No. 06-13-2022-01, the Board of Directors (the “Board”) of the SAEDC authorized execution of a Funding Agreement with the City in the amount of \$600,000.00 for the establishment and implementation of the Program; and

WHEREAS, at the same June 13, 2022 meeting, the Board authorized execution of a Professional Services Agreement with Alamo Surety Bonds for an amount not to exceed \$100,000, for a one-year term with an option to extend for an additional year, for program administration services; and

WHEREAS, City Council approval is necessary for SAEDC to contract for these purposes. **NOW THEREFORE:**

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

SECTION 1. The terms and conditions of a Funding Agreement with the San Antonio Economic Development Corporation in the amount of \$600,000.00 for the establishment and implementation of a Capacity Building & Bonding Assistance Program are hereby approved. A copy of the agreement is attached hereto in substantially final form as **Exhibit A**.

SECTION 2. The City Manager or his designee is hereby authorized to execute the Funding Agreement in accordance with this Ordinance.

SECTION 3. The SAEDC is hereby authorized to enter into a contract with Alamo Surety Bonds to provide administration services for the Program.

SECTION 4: RESERVED FOR FINANCIAL LANGUAGE

SECTION 5: 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 6. This Ordinance shall be effective upon passage by eight affirmative votes; otherwise it shall be effective on the tenth day after passage.

PASSED AND APPROVED this 23th day of June, 2022.

M A Y O R
Ron Nirenberg

ATTEST:

APPROVED AS TO FORM:

City Clerk

Andrew Segovia, City Attorney

ATTACHMENT A

DRAFT