

City of San Antonio

Agenda Memorandum

File Number:

Agenda Item Number: {{item.number}}

Agenda Date: January 27, 2022

In Control: City Council A Session

DEPARTMENT: Neighborhood and Housing Services

DEPARTMENT HEAD:

COUNCIL DISTRICTS IMPACTED: District 2

SUBJECT:

An Ordinance approving a First Amendment to the Development Agreement between the Inner City TIRZ Board of Directors, the City of San Antonio, and Williams Historical National Museum for the Williams Historical National Museum Project, located at 506 Montana Street in Council District 2.

SUMMARY:

This ordinance authorizes the execution of a First Amendment to the Development Agreement between the Inner City TIRZ Board of Directors, the City of San Antonio, and Williams Historical National Museum for eligible public improvements and increasing the funding to a total amount not to exceed \$190,000 for the Williams Historical National Museum Project located at 506 Montana Street in Council District 2.

BACKGROUND INFORMATION:

On October 20, 2020, through Ordinance 2020-10-08-0739 City Council approved a Development agreement between the Inner City TIRZ Board of Directors, the City of San Antonio, and Williams Historical National Museum for an amount not to exceed \$90,000 to convert the historic St. Joseph's African Methodist Church into an interactive museum . To date Williams Historical

National Museum has been reimbursed the full amount of \$90,000.

On November 19, 2021, the Inner City TIRZ board approved Resolution T11 2021-11-19-06R authorizing a First Amendment to the Development Agreement between the Inner City TIRZ Board of Directors, the City of San Antonio, and the Williams Historical National Museum for an amount not to exceed \$100,000 and increasing the funding to a total amount not to exceed \$190,000.

ISSUE:

This project will convert the historic St. Joseph's African Methodist Church into an interactive museum that preserves the rich history of local African American leaders of the 20th and 21st century. The museum will introduce visitors to local nationally renowned leaders that brought growth and prosperity to the community. The museum plans on hosting group tours, on-site and on-line sale of artifacts, and host private events.

The total cost for the project was projected to be \$330,900 with a Inner City TIRZ contribution of \$90,000. Because of rising costs to material and labor caused by the COVID-19 pandemic, the projected cost of the project is now \$455,000 and the developer is seeking an additional \$100,000 for a total of \$190,000 in reimbursable funding in order to complete the project.

City Council consideration is requested for the approval of the First Amendment to the Development Agreement between the Inner City TIRZ Board of Directors, the City of San Antonio, and the Williams Historical National Museum.

ALTERNATIVES:

If City Council chooses not to approve the First Amendment to the Development Agreement, Williams Historical National Museum will need to seek an alternate funding source to help with the completion of the public improvements. This could potentially delay the completion of the Williams Historical National Museum Project.

FISCAL IMPACT:

This ordinance authorizes the execution of a First Amendment to the Development Agreement between the Inner City TIRZ Board of Directors, the City of San Antonio, and Williams Historical National Museum for eligible public improvements and increasing the funding to a total amount not to exceed \$190,000 for the Williams Historical National Museum Project located at 506

Montana Street in Council District 2. Funding for this agreement is available through the tax increment produced by the Inner City TIRZ.

RECOMMENDATION:

Staff recommends approval of the First Amendment to the Development Agreement with the Inner City TIRZ Board of Directors, the City of San Antonio, and the Williams Historical National Museum and increasing the funding to a total amount not to exceed \$190,000 for the Williams Historical National Museum Project located at 506 Montana Street in Council District 2.