



City of San Antonio

Agenda Memorandum

File Number:

Agenda Item Number: 16

Agenda Date: August 18, 2022

In Control: City Council A Session

DEPARTMENT: Parks & Recreation Department

DEPARTMENT HEAD: Homer Garcia III

COUNCIL DISTRICTS IMPACTED: Citywide

SUBJECT:

Edwards Aquifer Protection Program Acquisition – Dillingham Ranch

SUMMARY:

An ordinance authorizing payment in the amount of \$1,262,911.45 from Proposition 1 of the Edwards Aquifer Protection Sales Tax fund included in the FY 2022 - FY 2027 Capital Improvement Program, to Texas Heritage Services I, LTD as escrow agent for title on a conservation easement, due diligence and closing costs on a 687.066-acre tract of land known as the Dillingham Ranch located in Medina County, Texas.

This action also authorizes the execution of necessary documents to accomplish said acquisition.

BACKGROUND INFORMATION:

The purpose of the Edwards Aquifer Protection Program is to obtain property rights by fee simple purchase, conservation easements or donations of land over the sensitive zones of the Edwards Aquifer. This program was initiated in May 2000 when voters approved Proposition 3, a 1/8-cent sales tax venue up to \$45 million for the acquisition of lands over the Edwards Aquifer for parks and watershed protection. Proposition 3 ran from 2000 through 2005 and was limited to Bexar County.

The 2005 Proposition 1 program was an extension of the initial voter-approved Edwards Aquifer protection endeavor and was extended by voters in 2010 and renewed again in 2015. Changes in state legislation allowed watershed protection activities to expand outside of Bexar County.

The proposed purchase of the conservation easement on the Dillingham Ranch is located over the Edwards Aquifer Recharge and Contributing Zones and consists of 687.066 acres in Medina County, Texas. The property was initially identified through use of the Scientific Evaluation Team's GIS Spatial Model and subsequent site visits identified favorable recharge features on the property. The Dillingham Ranch is located within the Rocky Creek and Parkers Creek tributaries which feed into the Frio River watershed and contributes to significant recharge of the Edwards Aquifer. The Edwards Aquifer Authority issued a geological assessment of the property confirming that preservation would provide high-to-very high water quantity benefit and high water quality benefit for the City of San Antonio. This property is adjacent to the 2,636-acre Domino Ranch conservation easement, which was acquired under the 2010 Proposition 1 Program.

ISSUE:

This ordinance authorizes payment in the amount of \$1,262,911.45 to Texas Heritage Services I, LTD as escrow agent for title on a conservation easement, due diligence and closing costs on a 687.066-acre tract of land known as the Dillingham Ranch located in Medina County, Texas. Acquisition cost for this easement is consistent with the appraised value of the property.

Acquisition of this property is consistent with the policy for implementation of the Proposition 1 Edwards Aquifer Protection Venue Project as approved by voters and will increase the total protected lands under the City's aquifer protection program by 687.066 acres; the current protected acreage is 174,257 acres. The City Council-appointed Conservation Advisory Board has reviewed and recommended this acquisition.

ALTERNATIVES:

An alternative would be to defer this acquisition until a later date subject to the property owner's willingness to sell real estate interests and future market conditions. Additionally, other properties could be targeted for acquisition foregoing this conservation easement and losing the geological benefits and the protection of additional acreage within Rocky Creek and Parkers Creek tributaries which feed into the Frio River watershed in Medina County.

FISCAL IMPACT:

This acquisition is a one-time expenditure in the amount of \$1,262,911.45 for purchase of a 687.066-acre conservation easement located in Medina County over the Edwards Aquifer Recharge and Contributing Zones funded through the voter approved 2015 Sales Tax Proposition 1 Edwards Aquifer Protection Program. Funds for the acquisition of this conservation easement have been appropriated through Proposition 1 of the Edwards Aquifer Protection Sales Tax fund included in the FY 2022 - FY 2027 Capital Improvement Program.

RECOMMENDATION:

Staff recommends approval of the acquisition of a conservation easement on the 687.066-acre Dillingham Ranch in the amount of \$1,262,911.45 under the Proposition 1 Edwards Aquifer Protection Venue Project.

The Contracts Disclosure Form required by the Ethics ordinance is attached.