

City of San Antonio

Agenda Memorandum

File Number:

Agenda Item Number: 17

Agenda Date: April 6, 2023

In Control: City Council A Session

DEPARTMENT: Center City Development & Operations

DEPARTMENT HEAD: John Jacks

COUNCIL DISTRICTS IMPACTED: District 1

SUBJECT:

River Walk Lease Agreement with MD BevCo Inc., dba Mad Dogs British Pub

SUMMARY:

This ordinance authorizes a River Walk Lease Agreement between MD BevCo Inc., doing business as Mad Dogs British Pub, and the City of San Antonio for use of 145.5 square feet of River Walk patio space for food and beverage service. The initial term of the lease is two (2) years, commencing on May 1, 2023.

BACKGROUND INFORMATION:

In June 2022, the City of San Antonio approved a Temporary Use Agreement with MD BevCo Inc. for use of approximately 145.5 square feet of River Walk patio space.

Terms of this lease will provide for approximately 145.5 square feet of San Antonio River Walk patio space. The initial term of the lease is two (2) years, commencing on May 1, 2023, and includes one (1) additional term of one (1) year. The rental rate for the initial term will be \$2.56 per square foot or \$372.48 per month with a 2.5% annual increase.

ISSUE:

Approval of this ordinance is consistent with the City's policy of leasing River Walk space to adjacent businesses for outdoor dining and beverages alongside the San Antonio River.

ALTERNATIVES:

The City may elect not to approve the Lease Agreement, which would result in continuation and eventual termination of the temporary use agreement.

FISCAL IMPACT:

This lease agreement is for an initial term of two (2) years, commencing on May 1, 2023, and includes one additional one-year term. As a result of this agreement, additional revenue of \$13,747.31 over the three years will be received by the City and deposited in the Riverwalk Capital Improvement Fund.

Term	Rate	Monthly Amount	Annual Amount
5/1/2023 - 4/30/2024	\$2.56	\$372.48	\$4,469.76
5/1/2024 - 4/30/2025	\$2.62	\$381.79	\$4,581.50
5/1/2025 - 4/30/2026	\$2.69	\$391.34	\$4,696.04

RECOMMENDATION:

Staff recommends approval of the lease agreement between MD BevCo Inc.and the City of San Antonio, for approximately 145.5 square feet of patio space on the San Antonio River Walk level located at 123 Losoya Street for the service of food and beverages.