

**CITY OF SAN ANTONIO
City Manager's Office
Interdepartmental Correspondence**

To: Mayor & City Council
Through: Terry M. Brechtel, City Manager
From: Christopher J. Brady, Assistant City Manager
Copies: File
Subject: Purchase of Cook Tract

DATE: October 23, 2003

Summary and Recommendation:

A Resolution by the Board of Directors for the City of San Antonio, Texas Starbright Industrial Development Corporation (IDC) to purchase up to 114 acres of land in the amount of up to \$513,000 as part of the previously approved Economic Development Agreement and the Starbright Agreement and authorizing the Executive Director to negotiate the final agreement on certain stated conditions.

Staff recommends approval.

Background Information:

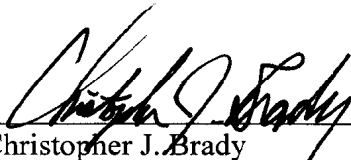
The Starbright Agreement between the City of San Antonio, Starbright IDC and Toyota was authorized May 22, 2003. The agreement states that the City is primarily responsible for acquiring the project site and conveying the property to Toyota. The City of San Antonio and the IDC, which was formed by City Council to carry out an Economic Development Agreement, have already purchased approximately 2,000 acres of the property needed to fulfill the agreement. The IDC will complete the acquisition using funds received from the sale of bonds. The bonds were successfully sold and the real estate transaction closed on July 18, 2003. This Resolution completes the acquisition process. The Resolution would allow the Executive Director to negotiate for the purchase of less than the total of approximately 114 acres at a proportionate reduction in price if the Corporation can fulfill its obligation under the Starbright Agreement.

Financial Impact:

Funds for property acquisition in the amount of up to \$513,000, will be paid from the City of San Antonio, Texas Starbright Industrial Development Corporation Contract Revenue Bonds, Series 2003 bond proceeds. There is no impact to the City's operating budget. The purchase price will be adjusted proportionately if less than the full 114 acres is purchased.

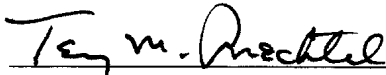
Coordination:

This ordinance has been coordinated with the Finance Department and City Attorney's office.



Christopher J. Brady
Assistant City Manager

Approved:



Terry M. Brechtel
City Manager