SENT TO COUNCIL:

MAR 0 6 2008

by City Manager's Office

Memorandum



TO: HONORABLE MAYOR AND

CITY COUNCIL

FROM: William F. Sherry, A.A.E.

Paul Krutko

SUBJECT: PUBLIC ART IN THE AIRPORT

PUBLIC PARKING GARAGE

DATE: 03-03-08

Approved

Date

3/5/08

INFORMATION

Staff presented the Airport Capital Development Quarterly Report to the Transportation and Environment Committee on December 3, 2007. Staff noted that the Consolidated Rental Car Garage design has been expanded to better address industry needs, providing both additional space and improved functionality for operators; the Consolidated Rental Car Garage budget has been increased from \$128 million to \$237.5 million. Most of this increase will be funded through increased Customer Facility Charges (CFCs) collected by rental car companies operating at the Airport, with some contribution from the rental car companies through facility rent. In addition, on February 26th Council approved amendments to the rental car leases that would allow for additional revenues from the rental car companies to be applied to construction of the Consolidated Rental Car Garage. In total, the rental car companies will contribute approximately \$58 million in capital costs through facility rent.

During Committee discussion, staff was asked whether increased public art funding would be realized through the Consolidated Rental Car Garage budget increase. Public art funding cannot be leveraged on the CFC revenue. However, the City's Public Art Policy does apply to the rental car companies' \$58 million capital contribution, and staff estimates that an additional \$1,167,780 will be available for public art.

The Consolidated Rental Car Garage is very large and will be highly visible from the Guadalupe Freeway. Because of its prominence, the garage was earmarked as a public art opportunity by the Airport Art Program Oversight Committee, Arts Commission, and Airport Department. Existing public art funds were used to commission a highly qualified artist to collaborate with the Consolidated Rental Car Garage's architectural team to design a façade that will be built within the existing construction budget. The design is now nearly 60% complete and the public art component is within its budgeted amount.

PAUL KRUTKO
Chief Development Officer

WILLIAM F. SHERRY, A.A.E. Director, Aviation Department