



Agenda Item Report

Legislative Board: City Council
Date: July 21, 2026
Contact: Angela Kennedy, Director
Agenda Item ID / Number: 2026-388- / H.10

ITEM TITLE: Adoption of a Resolution approving an Interlocal Agreement between Hays County and the City of Buda related to Old San Antonio Road and authorizing the City Manager to execute said agreement (Development Services Director/City Engineer Angela Kennedy, P.E., CFM)

1. EXECUTIVE SUMMARY

The purpose of this Interlocal Agreement (ILA) is to provide for the application of the City's roadway standards and regulations to Old San Antonio Road (OSR) from Main Street to Manchaca Springs Road and to partner with Hays County on a study for the roadway. The ILA will ensure that development projects currently planned along the roadway are only subject to City of Buda regulations and that future planned transportation infrastructure includes the facilities adopted as part of the 2026 Transportation Mobility Masterplan. The County agrees to deliver a draft and final roadway feasibility study and associated engineering services for OSR from Main Street to the Travis County line.

2. BACKGROUND/HISTORY

Old San Antonio Road (OSR) is a north-south regional roadway extending from Main Street to Manchaca Springs Road adjacent to the City Limits and continuing in the ETJ in Hays County jurisdiction to the Travis County line. The attached resolution and draft interlocal agreement describe the corridor as a regional transportation project. Much of the OSR project area is already located just outside the City Limits, in the ETJ, and under County jurisdiction. As a result, roadway planning for this corridor involves overlapping interests between the City and County, particularly where the future alignment must connect City and County segments into a continuous roadway facility. The City has identified improvements to OSR in its adopted 2026 Transportation Mobility Master Plan.

The need for coordinated action has increased as development activity continues in this area and traffic demands on the surrounding transportation network grow. The H-E-B planned along this roadway has heightened the importance of advancing corridor planning and identifying a clear framework for roadway improvements.

3. ANALYSIS

The purpose of this Interlocal Agreement (ILA) is to provide for the application of the City's roadway standards and regulations to Old San Antonio Road (OSR) from Main Street to Manchaca Springs Road and to partner with Hays County on a study for the roadway. The ILA will ensure that development projects currently planned along the roadway are only subject to City of Buda regulations and that future planned transportation infrastructure includes the facilities adopted as part of the 2026 Transportation Mobility Masterplan. This approach supports the City's interest in providing a single regulatory process for roadway improvements and related permitting, particularly as development activity is anticipated along the corridor, including a planned H-E-B.

The County agrees to deliver a draft and final roadway feasibility study and associated engineering services for OSR from Main Street to the Travis County line.

4. FINANCIAL IMPACT

The cost of maintenance for the portion of Old San Antonio Road south of Manchaca Springs Road to Main Street will be the responsibility of the City. However, Hays County is responsible for the cost of the feasibility study for a future infrastructure expansion project.

5. STRATEGIC PLAN/GOALS

IMPROVED MOBILITY

6. STRATEGIC PLAN OBJECTIVES

Reduce traffic congestion and improve traffic flow.

7. PROS AND CONS

Pros: Delegation of review and approval authority to the City for permit applications on portions of the roadway that are currently in Hays County jurisdiction will streamline the development process. Ability to control large truck traffic by ordinance in the portion of OSR within the City's jurisdiction.

Cons: Maintenance obligation for the current roadway and pressure to reconstruct the roadway as a City expense upon opening of the HEB.

8. ALTERNATIVES

The Council may choose not to participate in the Interlocal Agreement and leave the permitting, operations and maintenance responsibilities with Hays County.

9. REQUESTED ACTION / SUGGESTED MOTION / RECOMMENDATION

Staff recommends approval of the resolution as presented. This item was reviewed by the City Council Water/Wastewater/Drainage Committee.

Attachments:

[Resolution - Approving OSR ILA with County](#)

[Interlocal Agreement - Old San Antonio Road - Buda - Hays Co.](#)

[OSR Exhibit A.pdf](#)

[OSR Exhibit B.pdf](#)

[OSR Exhibit C.pdf](#)

[OSR Exhibit D.pdf](#)

[OSR Exhibit E.pdf](#)

[Presentation - I10 - OSR Interlocal.pdf](#)