



Agenda Item Report

Legislative Board: City Council
Date: February 3, 2026
Contact: Alicia Ramirez, City Clerk
Agenda Item ID / Number: 2026-144- / I.2

ITEM TITLE: Deliberation and possible action to adopt a Resolution approving the second City Hall Facility Use and License Agreement with the Buda Economic Development Corporation (City Manager Micah Grau) [PUBLIC TESTIMONY]

1. EXECUTIVE SUMMARY

The Buda EDC has outgrown the space in City Hall and is exploring other options. Approval of this item would amend the facility license agreement for the space in City Hall.

2. BACKGROUND/HISTORY

The City and Economic Development Corporation entered into a Facility Use Agreement for office and storage space on March 21, 2018. A first amendment was approved in 2023 to expand their footprint in City Hall.

This item would give greater flexibility to the EDC in providing notice of their intent to terminate the agreement.

Subsection 9.2 of the License is hereby amended to read as follows:

9.2 Termination by Either Party. It is further understood and agreed that either Party may terminate this License by providing written notice to the other Party on or before June 1 of any year. If such notice is given, the Corporation shall continue paying rent through September 30 of the year in which notice is provided. Effective October 1 of that year, the License shall convert to a month-to-month occupancy and shall continue on that basis until the Corporation vacates the Premises. Notwithstanding the foregoing, during any month-to-month occupancy and use of the Premises, the Corporation shall provide the City with not less than thirty (30) days' prior written notice of its intent to vacate the premises.

3. ANALYSIS

The amendment still provides sufficient notice to the City to adjust planned budget revenues.

4. FINANCIAL IMPACT

The current annual total base and O&M amount is \$61,188.67.

5. STRATEGIC PLAN/GOALS

EXCEPTIONAL CITY SERVICES WITH A LOW TAX RATE

6. STRATEGIC PLAN OBJECTIVES

Leverage City resources through partnerships, grants and other outside funding sources

7. PROS AND CONS

Not applicable.

8. ALTERNATIVES

The Council may choose not to approve the amendment.

9. REQUESTED ACTION / SUGGESTED MOTION / RECOMMENDATION

The BEDC Board recommended approval of Amendment 2 at their January 12, 2026 meeting.

Attachments:

[Resolution - Second Amendment.pdf](#)

[BEDC Facility Use License 2018-0306.pdf](#)

[Second Amendment - BEDC Facility License Agreement.docx](#)