



Agenda Item Report

Legislative Board: City Council
Date: January 20, 2026
Contact: Austin Messerli
Agenda Item ID / Number: 2026-45- / I.8

ITEM TITLE: Adoption of a Resolution repealing Resolution #2025-R-63 and adopting a Resolution authorizing for the City Manager to execute an Advanced Funding Agreement (AFA) for Main Street Improvements Project; authorizing the City Manager to enter into an agreement with Texas Department of Transportation (TxDOT) and commit funding for the project to support up-front project expenditures, required match, and initial direct payment for project administration (Assistant City Manager Wendy L. Smith and Capital Improvements Program Manager Austin Messerli, P.E.)

1. EXECUTIVE SUMMARY

This resolution is to improve our CAMPO application with specific language and action compared to the previous resolution 2025-R-63 from December 2025. This resolution intends to repeal the previous resolution.

As part of the 2030 Comprehensive Plan, the City of Buda Transportation Mobility Master Plan recommends improving Main Street east from IH-35 to Firecracker Drive to provide additional travel lanes and create bicycle and pedestrian facilities to improve safety, promote active transportation and reduce congestion.

The Main Street Improvements proposes the expansion of Main Street from a 3-lane collector to a 5-lane arterial and establishes much-needed multimodal facilities for the community east of IH-35 to access a growing commercial center along the corridor. Regionally, Main Street outside of the Buda City Limits will be extended as a 5-lane arterial east to Turnersville Road as a part of the Sunfield Municipal Utility District (MUD) development. The Main Street Improvements will ensure that the transportation facilities within the City of Buda provide continuity of capacity to the Main Street connection with IH-35. The complete arterial will provide a regional benefit, improving access to IH-35 and SH 45 for commuters and local distribution businesses such as US Foods and Amazon and improved safety and travel times for school buses.

2. BACKGROUND/HISTORY

This project is M47 in the 2026-2030 CIP, and it is included in the Regional Transportation Plan.

While preparing the CAMPO application, additional details and language emerged that should make our project application more competitive and better prepared. This additional language emphasizes specific actions and commitments to completing the Main Street Improvements Project, whereas the previous resolution issued a broad directive. This resolution intends to repeal the previous resolution 2025-R-63 from December 2025.

3. ANALYSIS

No analysis.

4. FINANCIAL IMPACT

If awarded, the local match would be \$2,462,700.56, which is 20% of the total estimated project cost of \$12,313,502.79.

5. STRATEGIC PLAN/GOALS

IMPROVED MOBILITY

6. STRATEGIC PLAN OBJECTIVES

Reduce traffic congestion and improve traffic flow

7. PROS AND CONS

Pros: The project contributes to the City's Strategic Plan, multi-modal connectivity supported in the City's master plans, and the Regional Transportation Plan. Additionally, 80% of the cost would be paid through grant funds.

Cons: The local match is estimated to be \$2,462,700.56, which will need to be budgeted if the grant is awarded.

8. ALTERNATIVES

The City Council may choose not to submit the application.

9. REQUESTED ACTION / SUGGESTED MOTION / RECOMMENDATION

Adopt a Resolution authorizing the City to enter into an Advanced Funding Agreement (AFA) for Main Street Improvements Project; and authorizing the City Manager to enter into an agreement with Texas Department of Transportation (TxDOT) and commit funding for the project to support up-front project expenditures, required match, and initial direct payment for project administration

Attachments:

[Resolution - CAMPO E Main Street.pdf](#)