



Agenda Item Report

Legislative Board: City Council
Date: February 17, 2026
Contact: Blake Neffendorf, Public Works Director
Agenda Item ID / Number: 2026-155- / H.2

ITEM TITLE: Approval authorizing the City Manager to execute Amendment No. 3 to the Water Supply Agreement between the Guadalupe-Blanco River Authority and the City of Buda (Public Works Director Blake Neffendorf)

1. EXECUTIVE SUMMARY

GBRA is in the process of completing upgrades and life-cycle replacement of equipment associated with the delivery of raw water to the San Marcos Water Treatment Plant. Entities were given the option to cash fund or make pro-rata annual debt service payments to cover these costs. This Amendment specifies those debt service terms for the City.

2. BACKGROUND/HISTORY

The original Water Supply Contract was executed in 2002. Subsequent amendments were executed in 2011 for an increase in the daily amount of water received from GBRA and in 2012 related to the financing and repayment of debt issued for the project.

3. ANALYSIS

This project will replace 5 Variable Frequency Drive (VFDs) Pumps with new cabinets at Pump Station 2, install a new electrical disconnect at Pump Station 2, and replace 5 VFDs with new cabinets at Pump Station 3.

4. FINANCIAL IMPACT

Annual debt service payments for this Project will be \$31,500. This funding has been factored into the Utility Rate Model and FY26 budget. GBRA will be issuing the debt. This additional payment will apply for 15 years.

5. STRATEGIC PLAN/GOALS

BALANCED AND INTENTIONAL GROWTH

6. STRATEGIC PLAN OBJECTIVES

Secure long-term water supply with an effective water conservation system and expand water reuse system.

7. PROS AND CONS

Pros: Upgrade/replace aging equipment to improve reliability of the raw water delivery system.

Cons: Additional debt service payment.

8. ALTERNATIVES

N/A

9. REQUESTED ACTION / SUGGESTED MOTION / RECOMMENDATION

Authorize the City Manager to Execute Amendment #3 to the Water Supply Agreement between the

City of Buda and the Guadalupe Blanco River Authority.

Attachments:

[GBRA RRWDS Amendment - Buda.pdf](#)