

RESOLUTION 2026-R

A RESOLUTION OF THE NEW BRAUNFELS CITY COUNCIL AUTHORIZING THE REALLOCATION OF \$202,500 IN FUNDING FROM THE U.S. DEPARTMENT OF THE TREASURY'S CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS PROGRAM UNDER THE AMERICAN RESCUE PLAN ACT TO SUPPORT EXISTING PUBLIC TRANSPORTATION AND PEDESTRIAN MOBILITY PROJECTS, DUE TO A NONPROFIT GRANTEE'S REQUESTED WITHDRAWAL, AND AUTHORIZING THE CITY MANAGER TO ACT ON BEHALF OF THE CITY IN ALL MATTERS RELATED TO THIS FUNDING, INCLUDING THE EXECUTION OF ALL RELATED DOCUMENTS.

WHEREAS, the City of New Braunfels has received an allocation of funding provided by the U.S. Department of the Treasury's (Treasury) Coronavirus State and Local Fiscal Recovery Funds (SLFRF) program, a part of the American Rescue Plan Act (ARPA) in the amount of \$10,995,314 to support the City in its response to, and recovery from, the COVID-19 public health emergency; and

WHEREAS, the Treasury requires that all ARPA-SLFRF funding be obligated by the City of New Braunfels for eligible uses by December 31, 2024; and

WHEREAS, the Treasury requires that all obligated ARPA-SLFRF funding be expended by the City of New Braunfels by December 31, 2026; and

WHEREAS, an agreement was executed by the City of New Braunfels and Comal County Habitat for Humanity on September 22, 2023 to provide funds from the American Rescue Plan Act of 2021 ("ARPA") for a specific project to be completed by the Grantee on Grantee's real property for the purpose of providing housing for income-eligible future homeowners;

WHEREAS, Grantee commenced the project by clearing the property for the project and received \$5,000 of ARPA funds as reimbursement;

WHEREAS, Grantee subsequently was not able to make further progress on the project and determined it would not meet the contractual timeline requirements;

WHEREAS, on February 12, 2026 Grantee submitted a request to terminate the Agreement so that the ARPA funding could be used on another project in the Community;

WHEREAS, the Grantor and Grantee mutually agree to terminate the Agreement and relieve the Grantee of any obligation to reimburse funds already expended on the project, as the Grantee intends to continue improving the property for its original public purpose;

WHEREAS, the Finance and Audit Committee recommended the reallocation of the \$202,500 related to grantee's requested program withdrawal to support the City's existing Public Transportation and Pedestrian Mobility Projects;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF NEW BRAUNFELS, TEXAS:

THAT, the City of New Braunfels' City Council approves the reallocation of Comal County Habitat for Humanity's SLFRF-ARPA funding to support the City's Public Transportation and Pedestrian Mobility Projects in accordance with all related and necessary documents.

ADOPTED AND APPROVED on this the 13th day of April 2026.

City of New Braunfels, Texas

NEAL LINNARTZ, Mayor

Attest:

GAYLE WILKINSON, City Secretary