

RESOLUTION NO. 2026 – RXX

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF NEW BRAUNFELS, TEXAS APPROVING A RECOMMENDATION BY THE NEW BRAUNFELS ECONOMIC DEVELOPMENT CORPORATION FORGIVING \$644,770 - THE REMAINING BALANCE OF THE NEW BRAUNFELS NATIONAL AIRPORT'S LOAN - PURSUANT TO SECTION 501.103 OF THE TEXAS LOCAL GOVERNMENT CODE.

WHEREAS, on October 22, 2015 the NBEDC voted to provide an amount not to exceed \$2,400,000 to help support a taxiway extension project to allow for additional hangar construction and increased based aircraft space at the New Braunfels National Airport (formerly named New Braunfels Regional Airport); and

WHEREAS, a total of \$1,200,000 of the approved funds was provided to the Airport as a grant and the remaining \$1,200,000 was authorized as a 10-year amortizing loan at 3% by NBEDC Board on October 17, 2019; and

WHEREAS, the loan was not formally documented in writing between the NBEDC and the Airport; and

WHEREAS, the construction of the taxiway extension was completed in late 2019 and in FY21-22, the Airport started making a \$129,000 annual payment in accordance with the authorization on October 17, 2019; and

WHEREAS, the Airport has made five annual payments of \$129,000 to repay the NBEDC loan with \$644,770 remaining in the outstanding balance; and

WHEREAS, since completion of the taxiway extension project, private capital has delivered three new hangars with at least two additional hangars in the predevelopment process; and

WHEREAS, the New Braunfels National Airport is an enterprise fund; it does not receive general property or sales tax revenue support and must rely on its revenue generated to sustain itself; and

WHEREAS, the scale of ongoing capital infrastructure and facility needs – required to meet the growing demands and maintain existing assets – continues to outpace available funding; and

WHEREAS, forgiveness of the remaining loan balance would free up the five remaining annual payments of \$129,000 to be reinvested into operations and priority infrastructure projects that support the airport's continued growth and economic impact; and

WHEREAS, the NBEDC received an initial presentation on this project at its April 16, 2026 meeting; and

WHEREAS, after holding a public hearing on May 21, 2026, and discussing the request, recommended that the project expenditure be approved.

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

SECTION 1: That the recommendation of the NBEDC to forgive the New Braunfels National Airport's remaining loan balance of \$644,770 is hereby approved.

SECTION 2: That this resolution shall become effective from and after the date of its passage.

PASSED AND APPROVED by the City Council of the City of New Braunfels, Texas on this day 13th day of July 2026.

MICHAEL FRENCH, *Mayor*
City of New Braunfels, Texas

ATTEST:

Gayle Wilkinson, *City Secretary*
City of New Braunfels, Texas