

RESOLUTION NO. 2026-RXX

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF NEW BRAUNFELS, TEXAS, APPROVING A CHAPTER 380 ECONOMIC DEVELOPMENT AGREEMENT WITH THE NEW BRAUNFELS HOTEL COMPANY, A PROJECT CONSISTENT WITH THE GENERAL STATEMENT OF PURPOSE OF THE CITY'S CHAPTER 380 ECONOMIC DEVELOPMENT PROGRAM POLICIES AND PROCEDURES.

WHEREAS, the City of New Braunfels's ("City") Chapter 380 Economic Development Program (the "Policy"), in accordance with Chapter 380 of the Texas Local Government Code, allows municipalities to make loans or grants of public funds to promote local economic development and to stimulate business and commercial activity; and

WHEREAS, the Policy was originally adopted in 2015 and modified in early 2026 to simplify the policy, expand the number and types of businesses/organizations eligible to receive public funds; and

WHEREAS, the New Braunfels Hotel Company (the "Company") has invested or plans to invest approximately \$10 million cumulative toward a renovation, improvement, and expansion of the Faust Hotel located at 240 S. Seguin Avenue (the "Property" or "Faust Hotel") and furniture and fixtures (collectively, the "Project") all to be located within the city limits of New Braunfels; and

WHEREAS, the Faust Hotel opened in 1929 and is within walking distance of the New Braunfels Civic/Convention Center; and

WHEREAS, the Faust Hotel is within the Downtown Historic District of the City of New Braunfels, is designated a local historic landmark, a Recorded Texas Historic Landmark, and is on the National Register of Historic Places; and

WHEREAS, the development of the Project is estimated to result in a significant increase in ad valorem tax base for the City and will preserve a historically significant building in the City's Downtown area; and

WHEREAS, the City Council of the City of New Braunfels, Texas finds that the proposed Chapter 380 Agreement and Project will bring benefits to the City as it remains consistent with the Policy's General Purpose of stimulating business and commercial activity.

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

Section 1: That the City Council finds that The New Braunfels Hotel Company project will bring benefits to the City consistent with the General Statement of Purpose and Policy.

Section 2: That the City Council authorizes the City Manager to execute the corresponding Chapter 380 Economic Development Agreement with The New Braunfels Hotel Company for the Faust Hotel project.

PASSED, ADOPTED, AND APPROVED THIS 9th day of March, 2026.

CITY OF NEW BRAUNFELS

NEAL LINNARTZ, Mayor

ATTEST:

GAYLE WILKINSON, City Secretary