

MEMORANDUM

TO: Honorable Mayor and City Council

FROM: Steve Parker, City Manager

DATE: April 29, 2026

RE: Authorization to Execute First Amendment to Interlocal Agreement – Meadow Lake WCID No. 1

Executive Summary

City Council is asked to authorize the City Manager to execute the First Amendment to the Interlocal Cooperative Agreement (ILA) between the City of Seguin and the Meadow Lake Water Control and Improvement District No. 1 (the "District"). This amendment extends the deadline for the commencement of the Nolte Dam repair project to December 31, 2027, allowing the District additional time to secure necessary funding and finalize engineering designs.

Background


On April 2, 2024, the City and the District entered into an Interlocal Agreement regarding the City's financial contribution toward the repair and rehabilitation of the Nolte Dam. A key provision in the original agreement (Section 4) stipulated that if construction of the project did not commence by May 1, 2026, the District would be obligated to repay the City's contribution. The District has been actively working toward the restoration of the dam; however, the complexities involved with pursuit of state and federal permitting have necessitated a longer lead time than originally anticipated.

Fiscal Impact

This amendment has no immediate impact on the City's budget. It preserves the status of the City's existing contribution while providing the District the necessary time to ensure the project is fully funded and properly designed before breaking ground.

Recommendation

Staff recommends that City Council authorize the City Manager to execute the First Amendment. The restoration of Nolte Dam is a project of significant importance to the residents of Meadow Lake and the broader Seguin community. Providing this extension supports the District's efforts to complete this



critical infrastructure project successfully. Earlier in the agenda, Meadowlake representatives will be on hand to give an update on the status of the project.