

STATE OF TEXAS

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SEGUIN, TEXAS, AUTHORIZING EXECUTION OF THE THIRD AMENDMENT TO THE ECONOMIC DEVELOPMENT PERFORMANCE AGREEMENT BETWEEN THE SEGUIN ECONOMIC DEVELOPMENT CORPORATION (SEDC) AND MARUICHI STAINLESS TUBE TEXAS CORPORATION AND DECLARING AN EFFECTIVE DATE.

WHEREAS, on September 9, 2022, the Seguin Economic Development Corporation (SEDC) entered into an Economic Development Performance Agreement (the "Agreement") with Maruichi Stainless Tube Texas Corporation ("Maruichi") to provide performance-based incentives for a new manufacturing facility in Seguin; and

WHEREAS, Maruichi has fully met its capital investment obligations and completed the construction and commencement of business operations at its facility; and

WHEREAS, due to significant, unforeseen delays experienced by key customers in the semiconductor industry, Maruichi has requested modifications to the terms of the Agreement to reflect current operational and market conditions, an action previously addressed by a Second Amendment on December 12, 2024; and

WHEREAS, Maruichi has committed to maintaining the original total annual payroll obligation of \$4,770,000, which will result in higher average wages per employee due to the requested reduction in total headcount; and

WHEREAS, the SEDC Board of Directors approved the proposed Third Amendment by Resolution at its regular meeting on December 11, 2025; and

WHEREAS, the proposed Third Amendment reduces the overall financial obligation of the SEDC by \$59,834.91, decreasing the total grant allocation from \$958,064.74 to \$898,229.83; and

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

Part 1. The City Council hereby authorized execution of the Third Amendment to the Economic Development Performance Agreement between the Seguin Economic Development Corporation and Maruichi Stainless Tube Texas Corporation, substantially in the form presented to the City Council.

Part 2. This Resolution shall become effective immediately upon its passage and adoption.

PASSED AND ADOPTED this 16th day of December, 2025.

Donna Dodgen
Mayor

ATTEST: _____
Kristin Mueller
City Secretary