

**ORDINANCE NO. 2025-49**

**AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF SAN MARCOS, TEXAS AMENDING THE PROJECT PLAN AND REINVESTMENT ZONE FINANCING PLAN FOR THE TAX INCREMENT REINVESTMENT ZONE NO. 5 (DOWNTOWN TIRZ) TO INCREASE FUNDING IN SUPPORT OF AN ANNUAL DOWNTOWN OPERATIONS AND PROJECT PLAN; AUTHORIZING THE CITY MANAGER, OR DESIGNEE, TO EXECUTE THE AMENDMENT ON BEHALF OF THE CITY; INCLUDING PROCEDURAL PROVISIONS; AND DECLARING AN EFFECTIVE DATE.**

**RECITALS:**

**WHEREAS**, the City Council (the "Council") of the City of San Marcos, Texas (the "City") adopted Ordinance No. 2011-74, which designated the San Marcos, Texas Reinvestment Zone No. 5 (the "Zone") pursuant to Section 311.005(a) of the Tax Increment Finance Act, Texas Tax Code, Chapter 311, as amended (the "Act"); and

**WHEREAS**, the Board of Directors of the Zone (the "Zone Board") prepared and adopted a Project Plan and Reinvestment Zone Financing Plan (the "Project and Financing Plan") for the Zone pursuant to Section 311.011 of the Act, and

**WHEREAS**, the Council adopted Resolution No. 2011-145R on November 14, 2011, which gave effect to the Project and Financing Plan pursuant to Section 311.011(d) of the Act, and

**WHEREAS**, the City desires to amend the Project and Financing Plan to (i) include additional anticipated projects and cost estimates, all as set forth and further described in the Revised Project Plan and Reinvestment Zone Financing Plan (the "Amended Project and Financing Plan") attached as Exhibit A; and

**WHEREAS**, on September 18, 2025, the Zone Board approved the Amended Project and Financing Plan and recommended that the City approve the Amended Project and Financing Plan; and

**WHEREAS**, pursuant to the Act, the City must amend the Project and Financing Plan by ordinance; and

**WHEREAS**, notice of a public hearing to be held on December 02, 2025, was duly published in compliance with Section 311.003(c) of the Act; and

**WHEREAS**, a public hearing was held on December 02, 2025, at 6:00 p.m. (the "Hearing") to consider the amendment to the Project and Financing Plan at which time the City provided a reasonable opportunity for protest in accordance with Section 311.003(d) of the Act; and

**WHEREAS**, the Council hereby finds and determines that the adoption of this Ordinance is in the best interests of the citizens of San Marcos, Texas; and

**WHEREAS**, it is hereby officially found and determined that the meeting at which this Ordinance was passed was open to the public, and public notice of the time, place and purpose of said meeting was given, all as required by Chapter 551, Texas Government Code.

**NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN MARCOS, TEXAS:**

**SECTION 1.** The City, after conducting the Hearing and having heard such evidence and testimony, hereby finds, based upon the testimony presented, that the Hearing on the proposed Amended Project and Financing Plan has been properly called, held and conducted and that notice of the Hearing has been duly published at least seven days before the Hearing.

**SECTION 2.** The Project and Financing Plan is hereby amended pursuant to Section 311.011 of the Act to (i) include additional anticipated projects and cost estimates, all as set forth and further described in the Amended Project and Financing Plan.

**SECTION 3.** The Council hereby approves the Amended Project and Financing Plan for the Zone.

**SECTION 4.** The officers of the City are authorized to take any and all action necessary to carry out and consummate the transactions described in or contemplated by the documents approved hereby or otherwise to give effect to the actions authorized hereby and the intent hereof.

**SECTION 5.** The recitals contained in the preamble hereof are hereby found to be true, and such recitals are hereby made a part of this Ordinance for all purposes and are adopted as a part of the judgment and findings of the Council.

**SECTION 6.** All ordinances and resolutions, or parts thereof, which are in conflict or inconsistent with any provision of this Ordinance are hereby repealed to the extent of such conflict, and the provisions of this Ordinance shall be and remain controlling as to the matters resolved herein.

**SECTION 7.** This Ordinance shall be construed and enforced in accordance with the laws of the State of Texas.

**SECTION 8.** If any provision of this Ordinance or the application thereof to any circumstance shall be held to be invalid, the remainder of this Ordinance and the application thereof to other circumstances shall nevertheless be valid, as if such invalid provision had never

appeared herein, and this governing body hereby declares that this Ordinance would have been enacted without such invalid provision.

**SECTION 9.** It is officially found, determined, and declared that the meeting at which this Ordinance is adopted was open to the public and public notice of the time, place, and subject matter of the public business to be considered at such meeting, including this Ordinance, was given, all as required by Chapter 551, as amended, Texas Government Code.

**SECTION 10.** This Ordinance will take effect only upon its passage, approval and adoption on second reading.

**APPROVED ON FIRST READING** on December 02, 2025.

**APPROVED, PASSED AND ADOPTED ON SECOND READING** on December 16, 2025.

Jane Hughson  
Mayor

ATTEST:

Elizabeth Trevino  
City Clerk

APPROVED:

Samuel J. Aguirre  
City Attorney

**EXHIBIT A**

[Amended Project and Financing Plan]