

**NOTICE OF INTENTION TO ISSUE CITY OF BUDA, TEXAS
COMBINATION TAX AND LIMITED REVENUE CERTIFICATES OF OBLIGATION, SERIES
2021**

NOTICE IS HEREBY GIVEN that it is the intention of the City Council of the City of Buda, Texas, to issue interest bearing Certificates of Obligation of the City (the "Certificates") for the purpose of paying contractual obligations incurred or to be incurred by the City for: (1) constructing, improving, renovating, expanding and equipping City parks and recreation facilities, including Garison Park Phase I design; (2) constructing, improving and/or extending the City's waterworks and sewer system, including Old Black Colony water tank design and Sunfield effluent force main improvements, including the acquisition of any necessary easements or land; (3) constructing, improving, extending, expanding, upgrading and developing City streets and related traffic improvements including purchasing any necessary right-of-way, including for Cabela's Connector Drive; (4) acquiring land for future park improvements and roadway expansion; and (5) professional services including fiscal, engineering, architectural and legal fees and other such costs incurred in connection therewith including the costs of issuing the Certificates. The City Council tentatively proposes to consider for first and final reading at a meeting to commence at 6:00 p.m., on the 17th day of August, 2021 at Council Chambers located at 405 Loop Street, Building 100, Buda, Texas, 78610, the passage of an ordinance authorizing the Certificates. The maximum amount of the Certificates that may be authorized for such purpose is \$13,500,000. The City Council presently proposes to provide for the payment of the Certificates from the levy of ad valorem taxes and from a limited pledge of the surplus revenues derived from the operation of the City's combined waterworks and sewer system, after payment of all operation and maintenance expenses and all debt service, reserve and other requirements in connection with all of the City's revenue bonds or other obligations (now or hereafter outstanding) which are payable from all or any part of the revenues of the City's combined waterworks and sewer system, which amount shall not exceed \$1,000.

Due to the ongoing public health concerns regarding the COVID 19 virus, and as may be authorized by Executive Order of the Governor of Texas, such meeting regarding the Certificates to be held on August 17, 2021 may be conducted via a free public video conference or other lawful electronic means. In such event, information regarding how to access the meeting and public participation in the meeting will be available on the City's website and in the agenda posted no less than 72 hours before the meeting at the following internet address: <https://ci.buda.tx.us/>

The following information is required pursuant to Texas Local Government Code, Section 271.049: As of June 15, 2021, the aggregate principal amount of all outstanding debt obligations of the City secured by and payable from ad valorem taxes is \$93,140,000. As of June 15, 2021, the combined principal and interest required to pay all outstanding debt obligations of the City

secured by and payable from ad valorem taxes on time and in full is \$128,976,857. The estimated combined principal and interest required to pay the Certificates on time and in full is \$17,894,925. The estimated interest rate for the Certificates is 3.00%. Such estimates take into account a number of factors, including the issuance schedule, maturity schedule and the expected ratings of the proposed Certificates. Such estimated interest rate is provided as a matter of information, but is not a limitation on the interest rate at which the Certificates may be sold. The maximum maturity date of the Certificates is August 15, 2041.

CITY OF BUDA, TEXAS