

**NOTICE OF INTENTION REGARDING
THE ISSUANCE OF
CITY OF ELGIN, TEXAS
COMBINATION TAX AND REVENUE CERTIFICATES OF OBLIGATION, SERIES
2021A**

NOTICE is hereby given that it is the intention of the City Council of the City of Elgin, Texas to issue a series of interest bearing certificates of obligation of the City entitled "City of Elgin, Texas Combination Tax and Revenue Certificates of Obligation" (the "Certificates") for the purpose of providing funds for paying contractual obligations incurred or to be incurred by the City for: (i) constructing, improving and equipping City parks; (ii) constructing, improving, extending, expanding, upgrading and/or developing streets, roads, bridges, sidewalks, intersections and related costs including water, wastewater and drainage improvements, utility relocation, signage, landscaping, irrigation and purchasing any necessary rights-of-way including County Line road widening project, completion of the Roy Rivers Road and public roads connected thereto and constructing and renovating downtown sidewalks; (iii) constructing, improving and equipping a new police station including the purchase of any necessary land and utilities or renovating, expanding, improving and equipping the existing police station; and (iv) professional services including fiscal, engineering, architectural and legal fees and such other 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 special meeting to commence at 6:30p.m. on the 16th day of November, 2021 at its regular meeting place in City Council Chambers at Elgin Public Library, 404 North Main Street, Elgin, Texas, the passage of an ordinance authorizing the issuance of the Certificates. The maximum amount of the Certificates that may be authorized for such purpose is \$12,500,000.00. The City Council presently proposes to provide for the payment of such Certificates from the levy and collection of ad valorem taxes upon all taxable property within the City as provided by law and from the surplus revenues of the City's utility system in an amount not to exceed \$1,000, remaining after payment of all operation and maintenance expenses thereof, 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 net revenues of the City's utility system. The following information is required pursuant to Texas Local Government Code, Section 271.049(b)(4): As of September 21, 2021, principal of all outstanding debt obligations of the City is \$48,070,000.00. As of September 21, 2021, combined principal and interest required to pay all outstanding debt obligations of the City on time and in full is \$68,774,817.00. The maximum principal amount of the Certificates to be authorized is \$12,500,000.00. The estimated combined principal and interest required to pay the Certificates to be authorized on time and in full is \$22,306,347.22. The estimated interest rate for the Certificates to be authorized is 5.00%. Such estimate takes into account a number of factors, including the issuance schedule, maturity schedule and the expected bond ratings of the proposed bonds. Such estimated maximum interest rate is provided as a matter of information but is not a limitation on the interest rate at which the certificates, of any series thereof, may be sold. The maximum maturity date of the Certificates to be authorized is July 15, 2046.