

CITY OF PALESTINE

NOTICE OF INTENTION TO ISSUE CERTIFICATES OF OBLIGATION

NOTICE IS HEREBY GIVEN that the City Council of the City of Palestine, Texas (the “City”), will meet at the City Council Chambers at the City Hall, 504 N. Queen Street, Palestine, Texas, at 5:30 p.m., on the 10th day of January, 2022 (unless alternative meeting arrangements are required to address public health concerns, which meeting arrangements will be specified in the notice of such meeting posted in accordance with applicable law), which is the time and place tentatively set for the passage of an ordinance or ordinances and such other action as may be deemed necessary to authorize the issuance and sale of one or more series of the City’s combination tax and revenue certificates of obligation (the “Certificates”) to the Texas Water Development Board, in the maximum aggregate principal amount not to exceed \$1,014,000, and payable from the levy of a direct and continuing ad valorem tax against all taxable property within the City sufficient to pay debt service on the Certificates, as authorized by Chapter 271, Subchapter C, Texas Local Government Code, as amended, and from the surplus revenues of the City’s waterworks and sewer system, bearing interest at any rate or rates not to exceed the maximum interest rate authorized by law, as shall be determined within the discretion of the City Council of the City at the time of issuance of the Certificates, being issued as tax-exempt or taxable obligations, and maturing not later than February 15, 2052, for the purposes of evidencing the indebtedness of the City for all or any part of the costs associated with (i) planning, designing, constructing and installing flood drainage improvements (the “Project”); and (ii) professional services incurred in connection with the Project. The estimated combined principal and interest required to pay the Certificates on time and in full is \$1,014,000. Such estimate is provided for illustrative purposes only, and is based on an assumed interest rate of approximately 0.00%. As of the date of this notice, the aggregate principal amount outstanding of tax-supported debt obligations of the City, including the City’s Combination Tax and Revenue Certificates of Obligation, Series 2022 (Forward Delivery) expected to be delivered on January 4, 2022, is \$23,925,000 (such amount excludes public securities secured by an ad valorem tax but designated by the City as self-supporting in Exhibit B attached hereto). Based on the City’s expectations, as of the date of this notice, the combined principal and interest required to pay all of the outstanding tax-supported debt obligations of the City (excluding public securities secured by an ad valorem tax but designated by the City as self-supporting) on time and in full is \$41,784,958.

THIS NOTICE is given in accordance with law and as directed by the City Council of the City of Palestine, Texas.

GIVEN THIS October 25, 2021.
/s/ April Jackson, City Secretary
City of Palestine, Texas