

**RESOLUTION DIRECTING PUBLICATION OF NOTICE OF INTENTION TO ISSUE  
CERTIFICATES OF OBLIGATION; AND RESOLVING OTHER MATTERS  
RELATING TO THE SUBJECT**

**THE STATE OF TEXAS  
COUNTY OF BROWN  
CITY OF BROWNWOOD**

**WHEREAS**, the City Council of the City of Brownwood, Texas (the “City”), deems it advisable to give notice of intention to issue certificates of obligation of the City (the “Certificates of Obligation”) payable from ad valorem taxes and from a limited pledge of the surplus revenues of the City’s Waterworks and Sewer System (the “System”), as provided herein and in **Exhibit A** hereto; and

**WHEREAS**, it is hereby officially found and determined that the meeting at which this Resolution 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 RESOLVED BY THE CITY COUNCIL OF THE CITY OF BROWNWOOD, TEXAS:**

**Section 1.** Attached hereto and marked **Exhibit A** is the form of Notice of Intention to Issue Certificates of Obligation of the City (the “Notice”), the form and substance of which are hereby passed and approved.

**Section 2.** The City Secretary shall cause the Notice, in substantially the form attached hereto, to be published in a newspaper of general circulation in the City and published in the City, once a week for two consecutive weeks, the date of the first publication thereof to be before the forty-fifth (45<sup>th</sup>) day before the date tentatively set for the passage of the ordinance or ordinances authorizing the issuance of the Certificates of Obligation.

**Section 3.** The City Secretary shall cause the Notice, in substantially the form attached hereto, to be posted continuously on the City’s Internet website for at least forty-five (45) days before the date tentatively set for the passage of the ordinance or ordinances authorizing the issuance of the Certificates of Obligation.

**Section 4.** The City expects to pay, or have paid on its behalf, expenditures in connection with the design, planning, acquisition and construction of the projects described in the Notice (the “Projects”) prior to the issuance of the Certificates of Obligation described herein as tax-exempt obligations. This Resolution is intended to establish official intent to reimburse the City for such costs of the Projects all as set forth in section 1.150-2 of the United States Treasury Regulations.

**Section 5.** This Resolution shall be effective immediately upon adoption.

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## **Exhibit A**

### **NOTICE OF INTENTION TO ISSUE CERTIFICATES OF OBLIGATION OF THE CITY OF BROWNWOOD, TEXAS**

NOTICE IS HEREBY GIVEN that the City Council of the City of Brownwood, Texas (the “City”), at its meeting to commence at 9:00 a.m. on September 13, 2022, in the Council Chambers, City Hall, 501 Center Avenue, Brownwood, Texas, tentatively proposes to adopt one or more ordinances authorizing the issuance of interest-bearing certificates of obligation, in one or more series, in an amount not to exceed \$20,000,000, for the purpose of paying all or a portion of the City’s contractual obligations incurred in connection with (i) constructing improvements to the City’s landfill, including new landfill cells and improvements necessary and related thereto; and (ii) paying legal, fiscal and engineering fees in connection with such projects. The City proposes to provide for the payment of such certificates of obligation from the levy and collection of ad valorem taxes in the City as provided by law and from a limited pledge of the surplus revenues of the System that remain after payment of all operation and maintenance expenses thereof, and after all debt service, reserve and other requirements in connection with all revenue bonds or other obligations (now or hereafter outstanding) of the City have been met, to the extent that such obligations are payable from all or any part of the net revenues of the System. The certificates of obligation are to be issued, and this notice is given, under and pursuant to the provisions of V.T.C.A., Local Government Code, Subchapter C of Chapter 271.

The following information is provided to comply with Tex. H.B. 477, 86 Leg., R.S. (2019): (i) the current principal of all outstanding debt obligations of the City is \$18,460,000; (ii) the current combined principal and interest required to pay all outstanding debt obligations of the City on time and in full is \$22,336,025; (iii) the maximum principal amount of the certificates of obligation to be authorized is \$20,000,000; (iv) the estimated combined principal and interest required to pay the certificates of obligation to be authorized on time and in full is \$31,778,902; (v) the maximum interest rate for the certificates of obligation may not exceed the maximum legal interest rate; and (vi) the maximum maturity date of the certificates of obligation to be authorized is March 15, 2044. The above information does not exclude any outstanding debt obligations the City has designated as self-supporting and which the City reasonably expects to pay from revenue sources other than ad valorem taxes.

**CITY OF BROWNWOOD, TEXAS**