

## NOTICE OF INTENTION TO ISSUE CERTIFICATES OF OBLIGATION

NOTICE IS HEREBY GIVEN that the City Council of the City of Port Arthur, Texas (the "City") will meet in person at 10:00 a.m. on August 15, 2023, which is the time and place tentatively set for the passage of one or more ordinances and such other action as may be deemed necessary to authorize the issuance of the City's certificates of obligation, payable from ad valorem taxation and a limited (in an amount not to exceed \$10,000) subordinate pledge of certain revenues of the waterworks and sewer system of the City, in the maximum aggregate principal amount not to exceed \$25,500,000 for the purpose of evidencing the indebtedness of the City to pay all or any part of the contractual obligations to be incurred for the purpose of the construction of public works, more specifically, (1) the construction or reconstruction of City streets and other street related improvements, including but not limited to drainage and sidewalks on such street projects (2) a fire station, (3) water projects, (4) solid waste projects, (5) certain projects on Pleasure Island, including dock repairs, a disc golf course and Lakefront Park playscapes; and (6) any items related to items (1)-(5) hereto, and for the payment of contractual obligations for professional services incurred in connection with the construction of such public works.

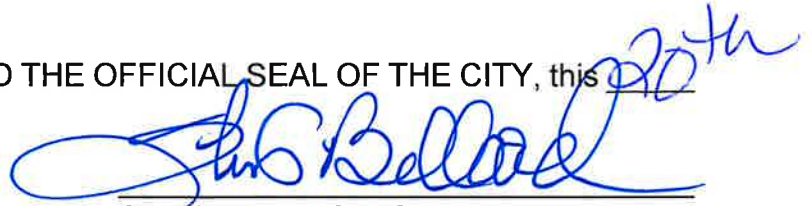
The City proposes to provide for the payment of such certificates of obligation from the levy and collection of ad valorem taxes in the City as provided by law and from a pledge of limited surplus revenues of the City's waterworks and sewer system, remaining after payment of all operation and maintenance 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 waterworks and sewer system. The certificates of obligation are to be issued, and this notice is given, under and pursuant to the provisions of Texas Local Government Code, Subchapter C of Chapter 271, as amended ("Chapter 271").

In accordance with the provisions of Chapter 271, the following information has been provided by the City (excludes \$65,144,990 principal amount of 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; provided, however, that in the event such self-supporting revenue sources are insufficient to pay debt service, the City is obligated to levy ad valorem taxes to pay such debt obligations): (i) the principal amount of all outstanding debt obligations of the City is \$44,050,010; (ii) the current combined principal and interest required to pay all outstanding debt obligations of the City on time and in full is \$59,444,360; (iii) the maximum principal amount of the certificates of obligation to be authorized is \$25,500,000; (iv) the estimated combined principal and interest required to pay the certificates of obligation to be authorized on time and in full is \$40,923,720; (v) the maximum interest rate for the certificates may not exceed the maximum legal interest rate; and (vi) the maximum maturity date of the certificates of obligation to be authorized is August 15, 2043.

The resolution designating certain outstanding debt obligations of the City as self-supporting for purposes of Chapter 271 is available upon request to the City noted above.

The public will also be able to view the Public Hearing via the City's website at [www.portarthurtx.gov](http://www.portarthurtx.gov). Any person may participate in the Public Hearing and address the City Council by dialing one of the Toll Free Numbers: (877) 853-5247 US Toll Free and (888) 788-0099 US Toll Free and Entering the Meeting ID: 876 6650 3850 and Participant ID: 248742.

WITNESS MY HAND AND THE OFFICIAL SEAL OF THE CITY, this 20<sup>th</sup>  
day of June, 2023.



Sherri Bellard, City Secretary  
City of Port Arthur, Texas

