

NOTICE OF INTENTION TO ISSUE COMBINATION TAX AND REVENUE
CERTIFICATES OF OBLIGATION OF THE TOWN OF PANTEGO, TEXAS

NOTICE IS HEREBY GIVEN that the Town Council of the Town of Pantego, Texas, at its meeting to commence at 6:00 p.m. on September 22, 2025, at its regular meeting place in the Town Council Chamber, 1614 S, Bowen Road, Pantego, Texas, tentatively proposes to adopt an ordinance authorizing the issuance of interest bearing certificates of obligation, in one or more series, in an amount not to exceed \$3,300,000 for paying all or a portion of the Town's contractual obligations incurred in connection with: (i) acquiring, constructing, installing and equipping additions, extensions, renovations and improvements to the Town's waterworks and sewer system, including wells, treatment facilities, storage facilities, water and sewer lines, lift stations, manholes, pumps, valves, SCADA systems and related infrastructure improvements; and (ii) paying legal, fiscal and engineering fees in connection with such projects. The maximum interest rate for the certificates may not exceed the maximum legal interest rate. The maximum maturity date for the certificates shall not exceed the maximum maturity permitted by law. The estimated combined principal and interest required to pay the certificates to be authorized on time and in full is \$5,629,002.00. The current principal of all outstanding debt obligations of the Town is \$14,285,000.00. The current combined principal and interest required to pay all outstanding debt obligations of the Town on time and in full is \$21,063,506.25. The Town proposes to provide for the payment of such certificates of obligation from the levy and collection of ad valorem taxes in the Town as provided by law and from a pledge of certain surplus revenues of the Town'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 Town's revenue bonds or other obligations (now or hereafter outstanding), which are payable from all or any part of the net revenues of the Town'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 V.T.C.A., Local Government Code, Subchapter C of Chapter 271.

TOWN OF PANTEGO, TEXAS