NOTICE OF INTENTION TO ISSUE
CERTIFICATES OF OBLIGATION

TAKE NOTICE that the City Council of the City of Nederland, Texas (the "City"), shall convene at 4:30 o'clock p.m. on May 8, 2023, during its regular meeting place in the City Hall, 207 N. 12th Street, Nederland, Texas, 77627, and during such meeting, such City Council will consider the passage of an ordinance authorizing the issuance of certificates of obligation to be issued in one or more series in an amount not to exceed $6,000,000 for the purpose of paying contractual obligations to fund study, design, acquisition, construction, installation, equipping, renovation, extension, and improvement of (1) streets and for the purchase of materials, supplies, machinery, land, and rights-of-way related thereto, (2) drainage and detention facilities, and for the purchase of materials, supplies, machinery, land, and rights-of-way related thereto; and (3) certain other costs related and incidental thereto. The certificates of obligation will be payable from the levy of an annual ad valorem tax, within the limits prescribed by law, upon all taxable property within the City and from a pledge of certain available net revenues derived from the operation of the City's water and sanitary sewer system. The certificates of obligation are issued, and this notice is given, under and pursuant to the provisions of Texas Local Government Code, Section 271.049, as amended. In accordance with Texas Local Government Code Section 271.049, (i) the current principal amount of all of the City's outstanding debt obligations is $20,215,000; (ii) the current combined principal and interest required to pay all of the City's outstanding debt obligations on time and in full is $24,579,971; (iii) the estimated combined principal and interest required to pay the certificates of obligation to be authorized on time and in full is $7,283,389; (iv) the maximum interest rate for the certificates may not exceed the maximum legal interest rate; and (v) the maximum maturity date of the certificates to be authorized is September 1, 2038. If prior to its approval of the proposed certificates of obligation on May 8, 2023, the City Clerk receives a petition signed by at least five percent of the qualified voters of the City protesting the issuance of the certificates of obligation, the City may not authorize the issuance of the certificates of obligation unless the issuance is approved at an election ordered, held, and conducted in the manner provided for bond elections under Texas Government Code, Chapter 1251.

/s/ Don Albanese
Mayor