

Anthea W. Moran
Managing Director

September 7, 2024

Ms. Kimberly Corell
Director of Finance
City of League City
300 W. Walker
League City, Texas 77573

Re: Galveston County Municipal Utility District No. 36
\$4,715,000 Unlimited Tax Road Bonds, Series 2024

Dear Ms. Corell,

On August 29, 2024, the Board of Directors of the Galveston County Municipal Utility District No. 36 (the "District") authorized its consultants to proceed with the issuance of its Unlimited Tax Road Bonds, Series 2024 to reimburse the developers in the District for the construction of roads pursuant to an agreement between the District and the developers. The Bonds are the second installment of bonds, but the first installment of road bonds, issued by the District.

Under the terms of the Utility Agreement between the District and the City dated April 24, 2018, Bonds may be sold by the District only with the approval of the City Council. The terms and conditions of the Bonds and expenditure of funds are in compliance with the Utility Agreement. Therefore, the District respectfully requests Council consideration and approval at the earliest possible Council Meeting. The following information has been included for staff review:

1. Debt Service Schedule;
2. No Growth Cash Flow showing economic feasibility; and
3. Tentative Schedule of Events.

Proceeds of the sale of the Bonds will be used by the District to finance (i) a portion of the paving to serve Westland Ranch, Sections 1 and 3, Maple Leaf Drive and Muldoon Parkway; (ii) land costs; (iii) developer interest; (iv) costs associated with engineering; and (v) pay for administrative and issuance costs, including legal fees, financial advisor fees, a fee to the Attorney General of Texas, and certain financing costs related to the issuance of the Bonds.

It is anticipated that the issuance of the Bonds will result in no increase to the District's current tax rate, which is \$1.15/\$100 A.V.

Thank you very much for your consideration of our request. If you have any questions, please feel free to call me at 713.814.0552.

Sincerely,

Managing Director



Anthea W. Moran