

RESOLUTION NO. 2020-95

A RESOLUTION BY THE CITY COUNCIL OF THE CITY OF LEAGUE CITY, TEXAS, AUTHORIZING PUBLICATION OF NOTICE OF INTENTION TO ISSUE CERTIFICATES OF OBLIGATION; APPROVING THE PREPARATION OF A PRELIMINARY OFFICIAL STATEMENT; AND APPROVING OTHER MATTERS INCIDENTAL THERETO

THE STATE OF TEXAS §
COUNTY OF GALVESTON §
CITY OF LEAGUE CITY §

WHEREAS, the City Council of the City of League City, Texas (the “City”) deems it advisable to issue certificates of obligation (the “Certificates”) of the City in accordance with the notice hereinafter set forth; and

WHEREAS, the City desires to authorize the preparation of a preliminary official statement (the “Preliminary Official Statement”) in anticipation of its issuance of the Certificates; NOW, THEREFORE

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF LEAGUE CITY, TEXAS THAT:

Section 1. The findings, determinations, definitions and recitations set out in the preamble to this resolution are found to be true and correct and are hereby adopted by City Council and made a part hereof for all purposes.

Section 2. The City Secretary is hereby authorized and directed to cause to be published in the manner required by law and in substantially the form attached hereto as Exhibit A, a notice of the City’s intention to issue the Certificates (the “Notice”).

Section 3. The Notice shall be published once a week for two (2) consecutive weeks in a newspaper that is of general circulation in the City, the date of the first publication to be at least forty-six (46) days before the date tentatively set in the Notice for the passage of the ordinance authorizing the issuance of the Certificates. In addition, the Notice shall be posted continuously on the City’s website for at least forty-five (45) days before the date tentatively set in the Notice for the passage of the ordinance authorizing the issuance of the Certificates.

Section 4. For the purposes of the Notice, the City hereby designates as self-supporting those public securities listed in the attached Exhibit B, the debt service on which the City currently pays from sources other than ad valorem tax collections. The City plans to continue to pay these public securities based on this practice; however, there is no guarantee this practice will continue in future years.

Section 5. The City hereby authorizes the preparation and distribution of a Preliminary Official Statement relating to the Certificates and authorizes the Director of Finance or the City Manager to approve the contents of and deem final such Preliminary Official Statement within the

meaning and for the purposes of paragraph (b)(1) of Rule 15c2-12 under the Securities Exchange Act of 1934.

Section 6. The City's financial advisor, Hilltop Securities, Inc., and bond counsel, Bracewell LLP, are authorized and directed to proceed with the necessary arrangements for the sale of the Certificates in accordance with the aforesaid Preliminary Official Statement.

Section 7. The Mayor, City Manager, Director of Finance, City Secretary, and other officers and agents of the City are hereby authorized and directed to do any and all things necessary or desirable to carry out the provisions of this resolution.

Section 8. This resolution shall take effect immediately upon its passage.

[Execution Page to Follow]

PASSED AND APPROVED this 11th day of August, 2020.

Pat Hallisey, Mayor
City of League City, Texas

ATTEST:

Diana Stapp, City Secretary
City of League City, Texas

[SEAL]

APPROVED AS TO FORM:

Nghiem Doan, City Attorney
City of League City, Texas

EXHIBIT A

NOTICE OF INTENTION TO ISSUE CERTIFICATES OF OBLIGATION

NOTICE IS HEREBY GIVEN that the City Council of the City of League City, Texas (the "City"), will meet at 200 W. Walker Street, League City, Texas 77573 at 6:00 p.m. on the 13th day of October, 2020, which is the time and place tentatively set for the passage of an ordinance and such other action as may be deemed necessary to authorize the issuance of the City's Combination Tax and Revenue Certificates of Obligation, Series 2020, in the maximum aggregate principal amount not to exceed \$11,500,000, 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 waterworks and sewer system, bearing interest at any rate or rates not to exceed the maximum interest rate now or hereafter authorized by law, as shall be determined within the discretion of the City Council of the City at the time of issuance of the certificates of obligation, and maturing over a period not to exceed forty (40) years from the date of issuance, for the purposes of evidencing the indebtedness of the City for all or any part of the costs associated with providing all or part of the funds to pay contractual obligations to be incurred for the construction of any public work, purchase of materials, supplies, equipment, machinery, buildings, land, and rights-of-way for authorized needs and purposes, to wit: (i) acquisition, construction, extension and improvement of the waterworks and sewer system and (ii) payment of costs of professional services related thereto. The estimated combined principal and interest required to pay the Certificates on time and in full is \$13,960,270. Such estimate is provided for illustrative purposes only, and is based on an assumed interest rate of approximately 2.240272%. Market conditions affecting interest rates vary based on a number of factors beyond the control of the City, and the City cannot and does not guarantee a particular interest rate associated with the Certificates. As of the date of this notice, the aggregate principal amount outstanding of tax-supported debt obligations of the City (excluding public securities secured by an ad valorem tax but designated by the City as self-supporting in Resolution No. 2020-95, dated August 11, 2020, which resolution is available from the City upon request) is \$97,605,000. Based on the City's expectations, as of the date of this notice, the combined principal and interest required to pay all of the outstanding tax-supported debt obligations of the City (excluding public securities secured by an ad valorem tax but designated by the City as self-supporting) on time and in full is \$126,106,089.34.

WITNESS MY HAND AND THE OFFICIAL SEAL OF THE CITY, this 11th day of August, 2020.

Diana Stapp
City Secretary
City of League City, Texas

EXHIBIT B

SELF-SUPPORTING DEBT

\$126,055,000 Total Principal Amount Designated as Self-Supporting

The total principal amount of self-supporting debt is comprised of some or all of the debt from the following series of obligations:

Series Designation	Principal Amount Designated as Self- Supporting
Combination Tax and Revenue Certificates of Obligation, Series 2010	\$ 660,000
General Obligation Refunding Bonds, Series 2011A	2,170,000
Combination Tax and Revenue Certificates of Obligation, Series 2011A	31,300,000
General Obligation Refunding Bonds, Series 2012	3,970,000
Combination Tax and Waterworks and Sewer System Revenue Certificates of Obligation, Series 2012B	13,395,000
General Obligation Refunding Bonds, Series 2013A	500,000
General Obligation Refunding Bonds, Series 2014A	775,000
General Obligation Refunding Bonds, Series 2015	11,725,000
Combination Tax and Revenue Certificates of Obligation, Series 2015	11,905,000
General Obligation Refunding Bonds, Series 2016	16,355,000
Combination Tax and Revenue Certificates of Obligation, Series 2016	3,145,000
General Obligation Refunding Bonds, Series 2016A	8,740,000
Combination Tax and Revenue Certificates of Obligation, Series 2017	9,890,000
General Obligation Refunding and Improvement Bonds, Series 2019	11,525,000

CERTIFICATE FOR RESOLUTION

THE STATE OF TEXAS §
COUNTY OF GALVESTON §

I, the undersigned officer of the City Council of the City of League City, Texas, hereby certify as follows:

1. The City Council of the City of League City, Texas, convened in a [regular/special] meeting on the 11th day of August, 2020, at the regular meeting place thereof, within said City, and the roll was called of the duly constituted officers and members of said City Council, to wit:

Pat Hallisey	Mayor
Andy Mann	Council Member, Position 1
Hank Dugie	Council Member, Position 2
Larry Millican	Council Member, Position 3
Todd Kinsey	Council Member, Position 4
Greg Gripon	Council Member, Position 5
Chad Tressler	Council Member, Position 6
Nick Long	Council Member, Position 7

and all of said persons were present, except the following absentee(s): _____, thus constituting a quorum. Whereupon, among other business, the following was transacted at said meeting: a written

RESOLUTION NO. 2020-95

A RESOLUTION BY THE CITY COUNCIL OF THE CITY OF LEAGUE CITY, TEXAS, AUTHORIZING PUBLICATION OF NOTICE OF INTENTION TO ISSUE CERTIFICATES OF OBLIGATION; APPROVING THE PREPARATION OF A PRELIMINARY OFFICIAL STATEMENT; AND APPROVING OTHER MATTERS INCIDENTAL THERETO

was duly introduced for the consideration of said City Council. It was then duly moved and seconded that said resolution be adopted; and, after due discussion, said motion, carrying with it the adoption of said resolution, prevailed and carried by the following vote:

_____ Member(s) of City Council shown present above voted "Aye."

_____ Member(s) of City Council shown present above voted "No."

_____ Member(s) of City Council shown present above abstained from voting.

2. A true, full and correct copy of the aforesaid resolution adopted at the meeting described in the above and foregoing paragraph is attached to and follows this certificate; that said resolution has been duly recorded in said City Council's minutes of said meeting; that the above and foregoing paragraph is a true, full and correct excerpt from said City Council's minutes of said meeting pertaining to the adoption of said resolution; that the persons named in the above and foregoing paragraph are the duly chosen, qualified and acting officers and members of said City Council as indicated therein; that each of the officers and members of said City Council was duly and sufficiently notified officially and personally, in advance, of the date, hour, place and purpose of the aforesaid meeting, and that said resolution would be introduced and considered for adoption at said meeting, and each of said officers and members consented, in advance, to the holding of said meeting for such purpose; that said meeting was open to the public as required by law; and that public notice of the date, hour, place and subject of said meeting was given as required by Chapter 551, Texas Government Code.

SIGNED AND SEALED this 11th day of August, 2020.

[SEAL]

City Secretary
City of League City, Texas