RESOLUTION NO. 2026-

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LEAGUE CITY, TEXAS, CONSENTING TO THE ISSUANCE AND SALE BY GALVESTON COUNTY MUNICIPAL UTILITY DISTRICT NO. 73 OF ITS UNLIMITED TAX BONDS, SERIES 2026, IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED $6,000,000; IMPOSING CONDITIONS ON THE CITY'S CONSENT; AND PROVIDING AN EFFECTIVE DATE

WHEREAS, the City of League City, Texas (the "City") and Galveston County Municipal Utility District No. 73 (the "District") are parties to a Utility Agreement dated January 22, 2019 (the "Utility Agreement"), which requires City Council approval before the District may advertise or sell bonds payable from ad valorem taxes; and

WHEREAS, the Utility Agreement establishes requirements governing the issuance of the District's bonds, including the requirement in Section 4.01(f) that the projected debt service tax rate for any bond issue not exceed $1.00 per $100 of assessed valuation; and

WHEREAS, the District has requested the City's consent to the issuance and sale of its Unlimited Tax Bonds, Series 2026, in an aggregate principal amount not to exceed $6,000,000 (the "Bonds"), and the City Council finds that consent should be granted only upon the District's continued compliance with all requirements of the Utility Agreement.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF LEAGUE CITY, TEXAS, as follows:

Section 1. The foregoing recitals are found to be true and correct and are incorporated into this Resolution for all purposes.

Section 2. Subject to the conditions stated in this Resolution, the City consents to the issuance and sale by the District of its Unlimited Tax Bonds, Series 2026, in an aggregate principal amount not to exceed $6,000,000.

Section 3. The City's consent is expressly conditioned upon the following:

1. The District shall comply with all terms and conditions of the Utility Agreement applicable to the Bonds.
2. Following the sale of the Bonds and before their issuance and delivery, the District shall provide the City with written certification from the District's financial advisor that the combined projected maximum debt service tax rate, including the Bonds and the District's outstanding bonds, does not exceed $1.00 per $100 of assessed valuation, calculated in accordance with Section 4.01(f) of the Utility Agreement.

Section 4. The City Manager is authorized to execute, and the City Secretary to attest, any certificate or other document reasonably necessary to evidence the City's conditional consent, provided that such document is consistent with this Resolution and the Utility Agreement.

Section 5. All resolutions and agreements and parts of resolutions and agreements in conflict herewith are hereby repealed to the extent of the conflict only.

Section 6. It is hereby found and determined that the meeting at which this resolution was passed was open to the public and that advance public notice of the time, place and purpose of said meeting was given as required by law.

Section 7. This Resolution shall take effect immediately upon its passage.

PASSED AND APPROVED the_____day of__________________, 2026.

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NICK LONG
Mayor

ATTEST:

____
DIANA STAPP
City Secretary

APPROVED AS TO FORM:

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MICHELLE L. VILLARREAL
City Attorney (mv)