

**NOTICE OF INTENTION TO ISSUE  
CERTIFICATES OF OBLIGATION**

NOTICE is hereby given that it is the intention of the City Council (the "City Council") of the City of Dilley, Texas (the "City") to adopt an Ordinance providing for the issuance of interest-bearing obligations of the City presently contemplated to be designated and known as the "CITY OF DILLEY, TEXAS CERTIFICATES OF OBLIGATION, SERIES 2020" (the "Certificates of Obligation") for the purpose of providing for the payment of contractual obligations to be incurred in connection with the design, planning, purchasing, acquisition, construction, equipping, expansion, repair, renovation, and/or rehabilitation of certain City-owned public property, including (1) water meters; (2) HVAC systems for City buildings; (3) electrical lighting systems for the City buildings; (4) equipment for the City's wastewater facilities; and (5) payment of contractual obligations for professional services in connection therewith (to wit: consulting, engineering, financial advisory, and legal). The City Council tentatively proposes to authorize the issuance of the Certificates of Obligation at its regular meeting place at City Hall, 116 East Miller, Dilley, Texas, at a meeting of the City Council to be commenced at 6:30 p.m. on October 20, 2020, in an amount expected not to exceed \$2,000,000. The City Council proposes to provide for payment of the Certificates of Obligation by the pledge of an annual ad valorem tax levied upon all taxable property within the City, within the limits prescribed by law, and by a limited and subordinate pledge of the net revenues of the City's waterworks and sewer system. Copies of the official actions of the City Council making such designation are available upon request from the City Secretary.

The current principal of all outstanding debt obligations of the City is \$9,437,000, the combined principal and interest required to pay all currently outstanding debt obligations of the City on time and in full is \$12,386,701, the estimated combined principal and interest required to pay the Certificates on time and in full is \$2,439,556, the estimated interest rate for the Certificates is 3.00%, and the maximum maturity date of the Certificates is September 1, 2035. 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.

/s/ Mary Ann Obregon  
Mayor, City of Dilley, Texas