

NOTICE OF INTENTION TO ISSUE CERTIFICATES OF OBLIGATION

NOTICE IS HEREBY GIVEN that the City Council of the City of Florence, Texas (the "City"), will meet in the City Hall, P.O. Box 430, 106 South Patterson, Florence, Texas 76527 at 6:00 p.m. on the 27th day of October, 2020, to adopt an Ordinance and take such other action as may be deemed necessary to authorize the issuance of the City of Florence, Texas Certificates of Obligation, payable from City ad valorem taxes and net revenues of the waterworks and sewer system of the City, in the maximum aggregate principal amount of \$1,700,000, 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, and maturing over a period of years not to exceed forty (40) years from the date thereof, for the purpose of evidencing the indebtedness of the City for all or any part of the cost of (i) purchase and renovation of a building to be used for a new City Hall, courtroom facilities, police department, and other City offices, and (ii) purchase and renovation of a second building to be used for the City's public works department and a utility shop, and the costs of all professional services related thereto.

The public is further hereby notified as follows:

(a) As of the date of this notice the current principal balance of all outstanding debt obligations of the City is \$1,060,699.64

(b) As of the date of this notice the combined principal and interest required to pay all outstanding debt obligations of the City on time and in full (which is based on the City's expectations related to the interest due on any variable rate debt of the City) is \$1,230,384.15

(c) The maximum principal amount of Certificates of Obligation to be issued is \$1,700,000.

(d) The estimated combined principal and interest required to pay the Certificates of Obligation to be authorized on time and in full is \$2,666,553.

(e) The estimated interest rate for the Certificates of Obligation to be issued is 2.375% per annum. Such interest rate may vary based on market conditions but will not exceed the maximum legal interest rate.

(f) The maximum maturity date of the Certificates of Obligation to be authorized is 40 years from the date of issuance, currently estimated to be November 1, 2060.

WITNESS MY HAND, this 1st day of September, 2020

CITY OF FLORENCE, TEXAS
By: Mary Condon, Mayor