

**NOTICE OF INTENTION TO ISSUE
CERTIFICATES OF OBLIGATION
OF THE CITY OF JOSEPHINE, TEXAS**

NOTICE IS HEREBY GIVEN that the City Council of the City of Josephine, Texas, at its meeting to commence at 7:00 P.M. on September 8, 2025, at the Josephine City Hall, 201 Main Street, Josephine, Texas, tentatively proposes to adopt an ordinance authorizing the issuance of interest bearing certificates of obligation, in one or more series, in an amount not to exceed \$15,700,000 for paying all or a portion of the City's contractual obligations incurred in connection with (i) acquiring, constructing, installing, and equipping additions, improvements, extensions, and equipment for the City's waterworks and sewer system, including water treatment plant and wastewater treatment plant, storage facilities, water and sewer lines, pumps, valves, fittings, manholes, lift stations, service connections, and related infrastructure improvements, including the acquisition of land and rights-of-way therefore; (ii) designing, constructing and installing of flood control, storm water and drainage improvements within the City and (iii) legal, fiscal and engineering fees in connection with such projects. The maximum interest rate for the certificates may not exceed the maximum legal interest rate. The maximum maturity date for the certificates shall not exceed the maximum maturity permitted by law. The estimated combined principal and interest required to pay the certificates to be authorized on time and in full is \$27,495,397. The current principal of all outstanding debt obligations of the City is \$19,678,000. The current combined principal and interest required to pay all outstanding debt obligations of the City on time and in full is \$30,137,892. The City proposes to provide for the payment of such certificates of obligation from the levy and collection of ad valorem taxes in the City as provided by law and from a pledge of certain surplus revenues of the City's waterworks and sewer system, remaining after payment of all operation and maintenance expenses thereof, and all debt service, reserve, and other requirements in connection with all of the City's revenue bonds or other obligations (now or hereafter outstanding), which are payable from all or any part of the net revenues of the City's waterworks and sewer system. The certificates of obligation are to be issued, and this notice is given, under and pursuant to the provisions of V.T.C.A., Local Government Code, Subchapter C of Chapter 271.

CITY OF JOSEPHINE, TEXAS