

NOTICE OF INTENTION TO ISSUE CERTIFICATES OF OBLIGATION

NOTICE IS HEREBY GIVEN that the Board of Aldermen of the Village of Tiki Island, Texas (the "Village"), will meet at the Tiki Island Public Safety Building, 747 Tiki Drive, Tiki Island, Texas 77554 at 6:00 p.m. on the 20th day of September, 2022, 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 Village's certificates of obligation (the "Certificates"), in the maximum aggregate principal amount not to exceed \$9,750,000 payable from ad valorem taxes and from a limited pledge of a subordinate lien on the surplus park revenues of the Village, 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 Board of Aldermen of the Village at the time of issuance of the Certificates, and maturing over a period not to exceed twenty (20) years from the date of issuance, for the purposes of evidencing the indebtedness of the Village for all or any part of the costs associated with (i) construction of improvements to the Tiki Island canal system, including dredging existing canals, dredge material disposal and a sediment control structure, and (ii) the cost of professional services incurred in connection therewith. The estimated combined principal and interest required to pay the Certificates on time and in full is \$11,814,328. Such estimate is provided for illustrative purposes only and is based on an assumed interest rate of 3.75%. Market conditions affecting interest rates vary based on a number of factors beyond the control of the Village, and the Village cannot and does not guarantee a particular interest rate associated with the Certificates. As of the date of this notice, the aggregate principal amount of outstanding tax-supported debt obligations of the Village is \$1,070,000. Based on the Village'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 Village on time and in full is \$12,943,515.

WITNESS MY HAND AND THE OFFICIAL SEAL OF THE VILLAGE, this 4th day of August, 2022.

Brandee Lawther
City Secretary
Village of Tiki Island, Texas