

CERTIFICATE FOR RESOLUTION

THE STATE OF TEXAS §
COUNTY OF DENTON §
THE CITY OF SANGER §

We, the undersigned officers of the City of Sanger, Texas (the “City”), hereby certify as follows:

1. The City Council of the City convened in a regular meeting on May 15, 2023 at the regular meeting place thereof, within the City, and the roll was called of the duly constituted officers and members of the City Council, to wit:

Thomas Muir	Mayor
Marissa Barrett	Councilmember, Place 1
Gary Bilyeu	Councilmember, Place 2
Dennis Dillon	Councilmember, Place 3
Allen Chick	Councilmember, Place 4
Victor Gann	Councilmember, Place 5

and all of such persons were present, except _____ thus constituting a quorum. Whereupon, among other business, the following was transacted at said meeting: a written

RESOLUTION AUTHORIZING PUBLICATION OF NOTICE OF INTENTION TO ISSUE CERTIFICATES OF OBLIGATION, SERIES 2023B AND TAXABLE SERIES 2023C AND AUTHORIZING CERTAIN OTHER MATTERS RELATING THERETO

(the “Resolution”) was duly introduced for the consideration of the City Council and read in full. It was then duly moved and seconded that such Resolution be adopted; and, after due discussion, the motion, carrying with it the adoption of the Resolution, prevailed and carried by the following vote:

AYES: _____ NAYS: _____ ABSTENTIONS: _____

2. That a true, full and correct copy of the Resolution adopted at the meeting described in the above and foregoing paragraph is attached to and follows this certificate; that the Resolution has been duly recorded in the City Council’s minutes of such meeting; that the above and foregoing paragraph is a true, full and correct excerpt from the City Council’s minutes of such meeting pertaining to the adoption of the Resolution; that the persons named in the above and foregoing paragraph are the duly chosen, qualified and acting officers and members of the City Council as indicated therein; that each of the officers and members of the City Council was duly and sufficiently notified officially and personally, in advance, of the date, hour, place and subject of the aforesaid meeting, and that the Resolution would be introduced and considered for adoption at such meeting, and each of such officers and members consented, in advance, to the holding of such meeting for such purpose; that such meeting was open to the public in compliance with the advisory issued by the Office of the Governor; and that public notice of the date, hour, place and

subject of such meeting was given as required by the Open Meetings Law, Chapter 551, Texas Government Code.

SIGNED this May 15, 2023.

City Secretary
City of Sanger, Texas

Mayor
City of Sanger, Texas

CITY OF SANGER, TEXAS

RESOLUTION NO. 2023-08

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SANGER, TEXAS, AUTHORIZING PUBLICATION OF NOTICE OF INTENTION TO ISSUE CERTIFICATES OF OBLIGATION, SERIES 2023B AND TAXABLE SERIES 2023C AND AUTHORIZING CERTAIN OTHER MATTERS RELATING THERETO

THE STATE OF TEXAS §
COUNTY OF DENTON §
THE CITY OF SANGER §

WHEREAS, the City Council (the “City Council”) of the City of Sanger, Texas (the “City”), is authorized to issue certificates of obligation to pay contractual obligations (1) to finance the purchase of approximately 450 acres of land situated northeast of Rector Road and southeast of the City, (2) to finance water, wastewater, and electric system improvements, and (3) to pay for professional services pursuant to Subchapter C of Chapter 271, Texas Local Government Code, as amended;

WHEREAS, the City Council has determined that it is in the best interests of the City and otherwise desirable to issue certificates of obligation in a principal amount not to exceed \$6,000,000.00 styled “City of Sanger, Texas Certificates of Obligation, Series 2023B” and certificates of obligation in a principal amount not to exceed \$11,000,000.00 styled “City of Sanger, Texas Certificates of Obligation, Taxable Series 2023C” (the “Certificates”);

WHEREAS, in connection with the Certificates, the City Council intends to publish notice of intent to issue the Certificates (the “Notice”) in a newspaper of general circulation in the City; and

WHEREAS, the City Council has been presented with and has examined the proposed form of Notice and finds that the form and substance thereof are satisfactory, and that the recitals and findings contained therein are true, correct and complete.

BE IT THEREFORE RESOLVED BY THE CITY COUNCIL OF THE CITY OF SANGER, TEXAS:

SECTION 1. Preamble. The facts and recitations contained in the preamble of this Resolution are hereby found and declared to be true and correct.

SECTION 2. Authorization of Notice. The City Secretary is hereby authorized and directed to execute and deliver the Notice set forth in Exhibit A hereto and to publish such Notice on behalf of the City once a week for two (2) consecutive weeks in a newspaper which is of general circulation in the City, the date of the first publication of the Notice to be at least forty-six (46) days before the date tentatively set in the Notice for the passage of the ordinance authorizing the issuance of the Certificates. In addition, the Notice shall be posted continuously on the City’s

website for at least forty-five (45) days before the date tentatively set in the Notice for the passage of the ordinance authorizing the issuance of the Certificates.

SECTION 3. Designation of Self-Supporting Securities. For the purposes of the Notice, the City hereby designates as self-supporting those public securities listed in the attached Exhibit B, the debt service on which the City currently pays from sources other than ad valorem tax collections. The City plans to continue to pay these public securities based on this practice; however, there is no guarantee this practice will continue in future years.

SECTION 3. Engagement of Professionals. This City Council hereby approves the engagement of Orrick, Herrington & Sutcliffe LLP, as bond counsel (“Bond Counsel”) in connection with the issuance of the Certificates.

SECTION 4. Authorization of Other Matters Relating Thereto. The Mayor, City Secretary and other officers and agents of the City are hereby authorized and directed to do any and all things necessary or desirable to carry out the provisions of this Resolution.

SECTION 5. Effective Date. This Resolution shall take effect immediately upon passage.

SECTION 6. Public Meeting. It is officially found, determined and declared that the meeting at which this Resolution is adopted was open to the public in compliance with the advisory issued by the Office of the Governor and public notice of the time, place and subject matter of the public business to be considered at such meeting, including this Resolution, was given all as required by the Texas Government Code, Chapter 551, as amended.

PASSED AND APPROVED this 15th day of May, 2023.

APPROVED:

ATTEST:

Thomas E. Muir, Mayor

Kelly Edwards, City Secretary

APPROVED TO FORM:

Hugh Coleman, City Attorney

EXHIBIT A
NOTICE OF INTENTION TO ISSUE CERTIFICATES

NOTICE IS HEREBY GIVEN that the City Council of the City of Sanger, Texas (the “City”) will hold a meeting at its regular meeting place at the Historic Church Building, 403 N. 7th Street, Sanger, Texas at 7:00 p.m. on the 17th day of July, 2023, 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 City’s certificates of obligation in two series (Series 2023B and Taxable Series 2023C), payable from an annual ad valorem taxation, as well as a limited (in an amount not to exceed \$1,000) pledge of certain revenues of the water and sewer system, in the maximum aggregate principal amount of \$6,000,000 for Series 2023B and \$11,000,000 for Series 2023C, 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 at the time of issuance 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 (1) to finance the purchase of approximately 450 acres of land situated northeast of Rector Road and southeast of the City, (2) to finance water, wastewater, and electric system improvements, and (3) to pay for professional services pursuant to Subchapter C of Chapter 271, Texas Local Government Code, as amended. The estimated combined principal and interest required to pay the Certificates on time and in full is \$11,429,390 for Series 2023B and \$24,354,053 for Series 2023C. Such estimate is provided for illustrative purposes only and is based on an assumed interest rate of 4.25% for Series 2023B and 6.00% for Series 2023C. 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. As of the date of this notice, the aggregate principal amount of public securities of the City secured by and payable from ad valorem taxes (excluding public securities secured by an ad valorem tax but designated by the City as self-supporting) is \$34,997,400 and based on the City’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 City secured by and payable from ad valorem taxes (excluding public securities secured by an ad valorem tax but designated by the City as self-supporting) on time and in full is \$7,493,317.

City Secretary
City of Sanger, Texas

EXHIBIT B
SELF-SUPPORTING DEBT

Principal Amount Designated as Self Supporting	Principal Amount Designated as Tax Supported	Series Designation
\$ 389,400	\$ 200,600	Certificates of Obligation, Series 2007
176,000	24,000	Certificates of Obligation, Series 2013
4,670,000	0.00	Certificates of Obligation, Series 2015
9,055,000	0.00	Certificates of Obligations, Series 2017
0.00	925,000	General Obligation Refunding Bonds, Series 2019
18,265,000	0.00	General Obligation, Series 2021A
2,442,000	333,000	General Obligation, Series 2021B
0.00	5,065,000	Limited Tax Note, Series 2023A
\$34,997,400	\$6,547,600	Total Principal Amount