

SUPPLEMENT TO NOTICE OF INTENTION TO ISSUE CERTIFICATES OF OBLIGATION

Dated: December 10, 2025

At its meeting on December 9, 2025, the City Council of the City of Bay City did not have a quorum present. At 6:00 p.m., the City Manager announced to the members of the public and members of the City Council present at the meeting that consideration of an ordinance “Ordinance authorizing the issuance of the City of Bay City, Texas, Tax and Revenue Certificates of Obligation, Series 2026 (DWSRF); Authorizing execution and delivery of paying agent/registrant agreement and an escrow agreement relating to such certificates; Prescribing the form of said certificates; Levying a tax and pledging surplus revenues of the Water and Sewer System in payment thereof; and enacting other provisions relating thereto” would be postponed to a meeting tentatively scheduled to be held on Tuesday, December 16, 2025 at 5:00 pm.

The City’s Notice of Intention to Issue Certificates of Obligation is hereby supplemented to provide the public with notice that the City Council of the City of Bay City, Texas, will meet at City Hall, 1901 5th Street, Bay City, Texas 77414 at 5:00 p.m. on the 16th day of December, 2025, 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 Tax and Surplus Revenue Certificates of Obligation, Series 2026 (DWSRF).

NOTICE OF INTENTION TO ISSUE CERTIFICATES OF OBLIGATION

(City of Bay City, Texas Resolution No. 2025-030/Series 2026 DWSRF)

NOTICE IS HEREBY GIVEN that the City Council of the City of Bay City, Texas (the “City”), will meet at City Hall, 1901 5th Street, Bay City, Texas 77414 at 6:00 p.m. on the 9th day of December, 2025, 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 Tax and Surplus Revenue Certificates of Obligation, Series 2026 (DWSRF), in the maximum aggregate principal amount not to exceed \$3,735,000, payable from ad valorem taxes and from a pledge of a lien on the surplus revenues of the City’s water and sewer system, 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 of the City at the time of issuance of the certificates of obligation, and maturing over a period not to exceed forty (40) years from the date of issuance, for the purposes of evidencing the indebtedness of the City for all or any part of the costs associated with improvements to the City’s water system, including the planning, acquisition, design and construction of (i) two water plants, including water wells, ground storage tanks, hydropneumatic tanks, booster pump stations, disinfection equipment, and related infrastructure and equipment, (ii) water transmission lines, (iii) water meter replacements, and (iv) the costs of professional services related thereto. The Certificates are being issued to evidence the receipt of financial assistance from the Texas Water Development Board under the Drinking Water State Revolving Fund. The estimated combined principal and interest required to pay the Certificates on time and in full is \$5,417,443. Such estimate is provided for illustrative purposes only and is based on an assumed interest rate of approximately 3.15%. 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 outstanding of tax-supported debt obligations of the City (excluding public securities secured by an ad valorem tax but designated by the City as self-supporting in Resolution No. R-2025-030, dated October 14, 2025, which resolution is available from the City upon request) is \$19,557,832. 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 (excluding public securities secured by an ad valorem tax but designated by the City as self-supporting) on time and in full is \$30,608,698.

WITNESS MY HAND AND THE OFFICIAL SEAL OF THE CITY, this 14th day of October, 2025.

Jeanna Thompson
City Secretary
City of Bay City, Texas