NOTICE OF INTENTION TO ISSUE CITY OF DEL RIO, TEXAS COMBINATION TAX AND REVENUE CERTIFICATES OF OBLIGATION

The City of Del Rio, Texas (the "City") does hereby give notice of intention to issue Certificates of Obligation, in one or more series, in the maximum principal amount not to exceed $17,005,000 for the purpose of paying, in whole or in part, contractual obligations incurred for the purpose of (i) planning, designing, acquiring, constructing, equipping, and improving the City's water system, including (1) repairing the San Felipe East Springs containment wall and (2) expanding the water treatment plant's capacity, and for (ii) paying all or a portion of the professional services rendered by engineers, attorneys, and financial advisors in connection with the above projects and the costs of issuance related to the Certificates of Obligation. 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 limited lien on and pledge of surplus revenues of the City's combined Waterworks and Sewer System. The Certificates of Obligation are to be purchased by the Texas Military Value Revolving Fund in connection with providing financial assistance to the City for a project that will enhance the military value of a military facility located in, near, or adjacent to the City. In accordance with Section 271.049, as amended, Texas Local Government Code, (i) the current principal amount of all of the City's outstanding public securities secured by and payable from ad valorem taxes is $91,300,000; (ii) the current combined principal and interest required to pay all of the City's outstanding public securities secured by and payable from ad valorem taxes on time and in full is $118,036,670.12; (iii) the estimated combined principal and interest required to pay the Certificates to be authorized on time and in full is $32,084,827.29; (iv) the maximum interest rate for the Certificates may not exceed the maximum legal interest rate; and (v) the maximum maturity date of the Certificates to be authorized is June 1, 2056. The City Council intends to consider an Ordinance authorizing the issuance of City of Del Rio, Texas Certificates of Obligation at 5:30 p.m. on Tuesday, January 13, 2026, at a Special Meeting, at the City Hall, Del Rio, Texas.

/s/ Alvaro Arreola
Mayor, City of Del Rio, Texas