

31 “Code” means the Internal Revenue Code of 1986.

32 “Escrow Agent” means U.S. Bank Trust Company, National Association, or
33 other financial institution specified in an Escrow Agreement.

34 “Escrow Agreement” means the agreement or agreements between the City
35 and the Escrow Agent or Agents as described in Section 24 of this Forty-Seventh
36 Supplement.

37 “Forty-Seventh Supplement” means this Ordinance No. 20240502-____
38 authorizing the issuance of the Bonds.

39 “Holders” means the registered owners or holders of the Bonds.

40 “Initial Bond” has the meaning set forth in Section 9 of the Forty-Seventh
41 Supplement.

42 “Master Ordinance” means Ordinance No. 000608-56A passed by council
43 on June 8, 2000.

44 “Paying Agent/Registrar” means U.S. Bank Trust Company, National
45 Association, or other financial institution specified in the Paying Agent/Registrar
46 Agreement.

47 “Paying Agent/Registrar Agreement” means the agreement between the City
48 and the Paying Agent/Registrar as described in Section 5 of this Forty-Seventh
49 Supplement.

50 “Previously Issued Parity Water/Wastewater Obligations” means the
51 outstanding (1) City of Austin, Texas, Water and Wastewater System Revenue
52 Bonds, Series 2010”, (2) “City of Austin, Texas, Water and Wastewater System
53 Revenue Refunding Bonds, Series 2010B (Direct Subsidy-Build America Bonds)”,
54 (3) “City of Austin, Texas, Water and Wastewater System Revenue Refunding
55 Bonds, Series 2012”, (4) “City of Austin, Texas, Water and Wastewater System
56 Revenue Refunding Bonds, Series 2013A”, (5) “City of Austin, Texas, Water and
57 Wastewater System Revenue Refunding Bonds, Series 2014”, (6) “City of Austin,
58 Texas, Water and Wastewater System Revenue Refunding Bonds, Series 2015A”,
59 (7) “City of Austin, Texas, Water and Wastewater System Revenue Refunding
60 Bonds, Series 2016”, (8) “City of Austin, Texas, Water and Wastewater System
61 Revenue Bonds, Series 2016A”, (9) “City of Austin, Texas, Water and Wastewater
62 System Revenue Refunding Bonds, Series 2017”, (10) “City of Austin, Texas,
63 Water and Wastewater System Revenue Bonds, Series 2017A”, (11) “City of
64 Austin, Texas Water and Wastewater System Revenue Bonds, Series 2018”, (12)
65 “City of Austin, Texas Water and Wastewater System Revenue Bonds, Series

66 2019”, (13) “City of Austin, Texas Water and Wastewater System Revenue Bonds,
67 Series 2020A”, (14) “City of Austin, Texas Water and Wastewater System
68 Revenue Bonds, Series 2020B”, (15) “City of Austin, Texas, Water and
69 Wastewater System Revenue Refunding Bonds, Series 2020C”, (16) “City of
70 Austin, Texas, Water and Wastewater System Revenue Bonds, Series 2020D”,
71 (17) “City of Austin, Texas, Water and Wastewater System Revenue Refunding
72 Bonds, Series 2021”, (18) “City of Austin, Texas, Water and Wastewater System
73 Revenue Bonds, Series 2021A”, (19) “City of Austin, Texas, Water and
74 Wastewater System Revenue Bonds, Series 2021B”, (20) “City of Austin, Texas,
75 Water and Wastewater System Revenue Bonds, Series 2021C”, (21) “City of
76 Austin, Texas, Water and Wastewater System Revenue Bonds, Series 2021D
77 (CWSRF)”, (22) “City of Austin, Texas, Water and Wastewater System Revenue
78 Bonds, Series 2021E (DWSRF)”, (23) “City of Austin, Texas, Water and
79 Wastewater System Revenue Refunding Bonds, Series 2022”, (24) “City of Austin,
80 Texas, Water and Wastewater System Revenue Bonds, Series 2022A (SWIRFT)”
81 (25) “City of Austin, Texas, Water and Wastewater System Revenue Bonds, Series
82 2022B (DWSRF)”, (26) “City of Austin, Texas, Water and Wastewater System
83 Revenue Bonds, Series 2022C (CWSRF)”, (27) “City of Austin, Texas, Water and
84 Wastewater System Revenue Refunding Bonds, Series 2023 (Forward Delivery)”,
85 and (28) “City of Austin, Texas Water and Wastewater System Revenue Bonds,
86 Series 2023A (SWIRFT).

87 “Pricing Certificate” means a certificate setting forth certain details relating
88 to the pricing and sale of the Bonds and signed by a Pricing Officer.

89 “Pricing Officer” has the meaning set forth in Section 4(a) of the Forty-
90 Seventh Supplement.

91 “Prior Supplements” mean Ordinances Nos. 20091217-004, 20101118-074,
92 20120628-101, 20130620-074, 20140522-040, 20150604-038, 20160421-011,
93 20161020-002, 20170622-016, 20171012-002, 20181018-004, 20191003-002,
94 20200123-106, 20200123-107, 20200927-057, 20201029-041, 20201210-004,
95 20201210-005, 20211014-004, 20211014-005, 20211014-006, 20211014-009,
96 20220915-003, 20221013-002, 20221013-003 20221013-004 and 20231019-002
97 authorizing the issuance of the Previously Issued Parity Water/Wastewater
98 Obligations.

99 “Program Notes” means the City of Austin, Texas Combined Utility
100 Systems Tax-Exempt Program Notes, currently consisting of a Commercial Paper
101 Sub-Series and a Direct Purchase Sub-Series, up to an aggregate principal amount
102 of \$400,000,000 to finance the costs of additions, improvements and extensions to
103 the Water/Wastewater System and the City’s electric light and power system, as
104 such program may be expanded, amended and supplemented from time to time.

105 “Refunded Bonds” means the outstanding bonds of each series identified in
106 **Schedule I** attached to the Forty-Seventh Supplement and further specified in a
107 Bond Purchase Agreement or Pricing Certificate.

108 “Refunded Notes” means the principal amount of the Program Notes as
109 specified in the Bond Purchase Agreement.

110 “Refunded Obligations” means collectively, the Refunded Bonds and the
111 Refunded Notes.

112 “Security Register” shall have the meaning given in Section 5 of the Forty-
113 Seventh Supplement.

114 “Underwriters” means the investment banking firms purchasing the initial
115 offering of the Bonds, as described in the Bond Purchase Agreement.

116 The terms used in the Forty-Seventh Supplement and not otherwise defined
117 shall have the meanings given in the Master Ordinance or the Prior Supplements.

118 In accordance with the provisions of Chapter 1207, the City is authorized to
119 issue refunding bonds and deposit the proceeds of sale directly with any place of
120 payment for the Refunded Obligations, or other authorized depository, and this
121 deposit, when made in accordance with Chapter 1207, shall constitute the making
122 of firm banking and financial arrangements for the discharge and final payment of
123 the Refunded Obligations.

124 In accordance with the provisions of Chapter 1371, the City has authorized
125 by ordinance and provided for the issuance and sale of the Program Notes; and
126 council finds that the refunding of the Program Notes for the purposes of
127 converting the Refunded Notes into long-term fixed rate debt of the City and
128 restructuring the debt payable from the revenues of the Water/Wastewater System
129 is in the best interest of the City, and the manner in which the refunding of the
130 Refunded Notes is being executed does not make it practicable to make the
131 determinations otherwise required by Section 1207.008(a)(2), Texas Government
132 Code.

133 In accordance with the provisions of Chapter 1207 and Chapter 1371,
134 council is delegating to the Pricing Officer (as defined in Section 4 of the Forty-
135 Seventh Supplement) the authority to establish the terms and details related to the
136 issuance and sale of the Bonds including: (i) the principal amount of the Refunded
137 Bonds and the Refunded Notes to be refunded; (ii) the form and designation of the
138 Bonds; (iii) the issuance of the Bonds in one or more series; (iv) the principal
139 amount of the Bonds of a series and the amount of the Bonds to mature in each
140 year; (v) the dates, price, interest rates, interest payment dates, principal payment

141 dates, and redemption features of the Bonds of a series; and (vi) any other details
142 relating to the issuance, sale, delivery, and/or exchange of the Bonds, all within
143 certain specified parameters set forth in the Forty-Seventh Supplement. In a Bond
144 Purchase Agreement, the Pricing Officer shall determine, based upon advice
145 provided by the City’s financial advisor, that acceptance of the purchase price for
146 the Bonds of a series is in the best interests of the City.

147 The Refunded Notes should be refunded and refinanced into long term
148 obligations at this time to enable the City’s Water and Wastewater Department to
149 continue utilizing its allocated share of Program Notes and it is a public purpose
150 and in the best interests of the City to refund the Refunded Bonds in order to
151 achieve a present value debt service savings. The savings resulting from the
152 refunding of the Refunded Bonds shall be included in a Pricing Certificate, all in
153 accordance with the provisions of Section 1207.007, Texas Government Code, and
154 Section 4 of the Forty-Seventh Supplement.

155 The Bonds shall be secured by a lien on, and pledge of, the Net Revenues on
156 parity with the outstanding “Parity Water/Wastewater Obligations” issued in
157 accordance with and under the terms and provisions of the Master Ordinance and
158 the Prior Supplements. There are no Previously Issued Separate Lien Obligations
159 outstanding. Council affirms that the Master Ordinance provides that no additional
160 revenue obligations shall be issued on parity with the Prior Subordinate Lien
161 Obligations.

162 **SECTION 2: AUTHORIZATION – DESIGNATION – PRINCIPAL**
163 **AMOUNT - PURPOSE.** Revenue bonds of the City shall be and are authorized
164 to be issued in an amount not to exceed the maximum aggregate principal amount
165 determined as provided in Section 4 of the Forty-Seventh Supplement and
166 designated the “CITY OF AUSTIN, TEXAS, WATER AND WASTEWATER
167 SYSTEM REVENUE REFUNDING AND IMPROVEMENT BONDS” (the
168 “Bonds”), for the purpose of (i) refinancing and refunding the Refunded
169 Obligations identified in a Bond Purchase Agreement or Pricing Certificate, (ii)
170 financing the costs of acquisition and construction of improvements, additions and
171 extensions to the City’s Water/Wastewater System, and (iii) paying costs of
172 issuance, in conformity with the Constitution and laws of the State of Texas,
173 including Chapter 1207, Chapter 1371 and Chapter 1502. As provided in Section 1
174 of the Forty-Seventh Supplement, the Pricing Officer may determine the series
175 designation of Bonds of a series sold under authority of the Forty-Seventh
176 Supplement.

177 **SECTION 3: FULLY REGISTERED OBLIGATIONS–AUTHORIZED**
178 **DENOMINATIONS – STATED MATURITIES - DATE.** The Bonds of any
179 series shall be issued as fully registered obligations, without coupons, shall be

180 dated as stated in the FORM OF BOND set forth in **Exhibit A** to the Forty-
181 Seventh Supplement, and shall be in denominations of \$5,000 or any integral
182 multiple thereof (within a Stated Maturity), shall be numbered consecutively from
183 R-1 upward (except as provided in Section 9 of the Forty-Seventh Supplement)
184 and shall become due and payable on May 15 or November 15 in each of the years
185 and in principal amounts (the “Stated Maturities”) and bear interest at the rate(s)
186 per annum in accordance with the details of the Bonds of series as set forth in a
187 Bond Purchase Agreement.

188 The Bonds of a series shall bear interest on the unpaid principal amounts
189 from the date and at the rate(s) per annum as specified in a Bond Purchase
190 Agreement (calculated on the basis of a 360-day year of twelve 30-day months).
191 Interest on the Bonds shall be payable on May 15 and November 15 in each year,
192 commencing on the date specified in the Bond Purchase Agreement, until maturity
193 or prior redemption.

194 **SECTION 4: DELEGATION OF AUTHORITY TO PRICING**
195 **OFFICER.**

196 (a) As authorized by Chapter 1207 and Chapter 1371, the City Manager
197 or Chief Financial Officer of the City (any one of them, the “Pricing Officer”) is
198 authorized to act on behalf of the City in selling and delivering the Bonds and
199 carrying out the other procedures specified in the Forty-Seventh Supplement,
200 including selling Bonds in one or more series for the purposes described herein,
201 determining the amount of bonds to be issued for improvement projects, selection
202 of the Refunded Notes to be refunded, selection of the specified maturities or series
203 in whole or in part of the Refunded Bonds to be refunded, determining the
204 aggregate principal amount of the Bonds, the date of the Bonds, any additional or
205 different designation or title by which the Bonds of a series shall be known, the
206 price at which the Bonds will be sold, the years in which the Bonds will mature,
207 the principal amount to mature in each of such years, the rate of interest to be
208 borne by each such maturity, the first interest payment date, the price and terms
209 upon and at which the Bonds shall be subject to redemption prior to maturity at the
210 option of the City, as well as any mandatory sinking fund redemption provisions,
211 the designation of a paying agent/registrar, if different from the Paying
212 Agent/Registrar, the designation of an Escrow Agent, if different from the Escrow
213 Agent, and all other matters relating to the issuance, sale, and delivery of the
214 Bonds, all of which shall be specified in the Bond Purchase Agreement or a
215 certificate signed by a Pricing Officer (the “Pricing Certificate”), provided that:

216 (i) the aggregate original principal amount of the Bonds issued for the
217 purposes described herein shall not exceed \$500,000,000;

218 (ii) the Bonds of a series shall bear interest at a rate not greater than
219 15.0% per annum and the net effective interest rate (as defined in Chapter 1204)
220 for the Bonds shall not exceed 15.0%;

221 (iii) with respect to the Bonds of a series issued to refund Refunded
222 Bonds, the refunding must produce a net present value debt service savings of at
223 least 4.25%, net of any contribution by the City;

224 (iv) the maximum maturity for the Bonds of a series shall not extend
225 beyond November 15, 2054; and

226 (v) the maximum principal amount of Bonds that may be issued for the
227 purpose set forth in Section 2(ii) of the Forty-Seventh Supplement shall not exceed
228 \$50,000,000.

229 The execution of a Bond Purchase Agreement shall evidence the sale date of
230 the Bonds of a series by the City to the Underwriters.

231 (b) In establishing the aggregate principal amount of the Bonds of all
232 series of Bonds sold, the Pricing Officer shall establish an amount not exceeding
233 the amount authorized in Subsection (a)(i) above, which shall be sufficient in
234 amount to provide for the purposes for which the Bonds are authorized and to pay
235 costs of issuing the Bonds. This delegation shall expire if not exercised by the
236 Pricing Officer on or prior to the one year anniversary of the date of adoption of
237 this Forty-Seventh Supplement. The Bonds shall be sold by negotiated or
238 competitive sale to the Underwriters, at the price, and with and subject to the
239 terms, as set forth in a Bond Purchase Agreement.

240 **SECTION 5: TERMS OF PAYMENT - PAYING AGENT**
241 **/REGISTRAR.** The principal of, premium, if any, and the interest on the Bonds,
242 due and payable by reason of maturity, redemption or otherwise, shall be payable
243 only to the Holders appearing on the registration and transfer books maintained by
244 the Paying Agent/Registrar and the payment shall be in any coin or currency of the
245 United States of America, which at the time of payment is legal tender for the
246 payment of public and private debts, and shall be without exchange or collection
247 charges to the Holders.

248 The selection and appointment of the Paying Agent/Registrar for the Bonds
249 is approved and confirmed. Books and records relating to the registration,
250 payment, exchange and transfer of the Bonds (the "Security Register") shall at all
251 times be kept and maintained on behalf of the City by the Paying Agent/Registrar,
252 all as provided in the Forty-Seventh Supplement, in accordance with the terms and
253 provisions of a Paying Agent/Registrar Agreement, substantially in the form of
254 paying agent agreements previously approved by council in connection with the

255 issuance of public securities, and such reasonable rules and regulations as the
256 Paying Agent/Registrar and the City may prescribe. The Pricing Officer is
257 authorized to execute and deliver the Paying Agent/Registrar Agreement in
258 connection with the delivery of the Bonds. The City covenants to maintain and
259 provide a Paying Agent/Registrar at all times until the Bonds are paid and
260 discharged, and any successor Paying Agent/Registrar shall be a bank, trust
261 company, financial institution or other entity qualified and authorized to serve in
262 such capacity and perform the duties and services of Paying Agent/Registrar.
263 Upon any change in the Paying Agent/Registrar for the Bonds, the City agrees to
264 promptly cause a written notice of the change to be sent to each Holder by United
265 States Mail, first class postage prepaid, which notice shall also give the address of
266 the new Paying Agent/Registrar.

267 Principal of and premium, if any, on the Bonds shall be payable at the Stated
268 Maturities or redemption of the Bonds, only upon presentation and surrender of the
269 Bonds to the Paying Agent/Registrar at its designated office as set forth in the
270 Paying Agent/Registrar Agreement (the "Designated Payment/Transfer Office").
271 Interest on the Bonds shall be paid to the Holders whose names appear in the
272 Security Register at the close of business on the Record Date (the last Business
273 Day of the month next preceding each interest payment date), and interest shall be
274 paid by the Paying Agent/Registrar (i) by check sent United States Mail, first class
275 postage prepaid, to the address of the Holder recorded in the Security Register or
276 (ii) by such other method, acceptable to the Paying Agent/Registrar, requested by,
277 and at the risk and expense of, the Holder. If the date for the payment of the
278 principal of or interest on the Bonds is a day other than a Business Day, then the
279 date for payment shall be the next succeeding Business Day; and payment on that
280 date shall have the same force and effect as if made on the original date payment
281 was due.

282 In the event of a non-payment of interest on one or more maturities on a
283 scheduled payment date, and for 30 days thereafter, a new record date for the
284 interest payment for the maturity or maturities (a "Special Record Date") will be
285 established by the Paying Agent/Registrar, if and when funds for the payment of
286 interest have been received from the City. Notice of the Special Record Date and
287 of the scheduled payment date of the past due interest (which shall be 15 days after
288 the Special Record Date) shall be sent at least five Business Days prior to the
289 Special Record Date by United States Mail, first class postage prepaid, to the
290 address of each Holder of such maturity or maturities appearing on the Security
291 Register at the close of business on the last Business Day next preceding the date
292 of mailing of the notice.

293 **SECTION 6: REGISTRATION-TRANSFER-EXCHANGE OF BONDS**
294 **- PREDECESSOR BONDS.** The Paying Agent/Registrar shall obtain, record,

295 and maintain in the Security Register the name and address of each registered
296 owner of the Bonds issued under the provisions of the Forty-Seventh Supplement.
297 Any Bond may, in accordance with its terms and the terms of the Forty-Seventh
298 Supplement, be transferred or exchanged for Bonds of other authorized
299 denominations upon the Security Register by the Holder, in person or the Holder's
300 authorized agent, upon surrender of the Bond to the Paying Agent/Registrar for
301 cancellation, accompanied by a written instrument of transfer or request for
302 exchange executed by the Holder or the Holder's authorized agent, in form
303 satisfactory to the Paying Agent/ Registrar.

304 Upon surrender for transfer of any Bond (other than the Initial Bond(s)
305 authorized in Section 9 of the Forty-Seventh Supplement) at the Designated
306 Payment/Transfer Office of the Paying Agent/Registrar, the Paying
307 Agent/Registrar shall register and deliver, in the name of the designated
308 transferee(s), one or more new Bonds executed on behalf of, and furnished by, the
309 City of authorized denominations and having the same Stated Maturity and of a
310 like aggregate principal amount as the Bond or Bonds surrendered for transfer.

311 At the option of the Holder, Bonds (other than the Initial Bond(s) authorized
312 in Section 9 of the Forty-Seventh Supplement) may be exchanged for other Bonds
313 of authorized denominations and having the same Stated Maturity, bearing the
314 same rate of interest and of like aggregate principal amount as the Bonds
315 surrendered for exchange, upon surrender of the Bonds to be exchanged at the
316 Designated Payment/Transfer Office of the Paying Agent/Registrar. Whenever
317 any Bonds are surrendered for exchange, the Paying Agent/Registrar shall register
318 and deliver new Bonds, executed on behalf of, and furnished by, the City, to the
319 Holder requesting the exchange.

320 All Bonds issued upon any transfer or exchange of Bonds shall be delivered
321 at the Designated Payment/Transfer Office of the Paying Agent/Registrar, or sent
322 by United States Mail, first class postage prepaid, to the Holder and, upon the
323 delivery, the same shall be valid obligations of the City, evidencing the same
324 obligation to pay, and entitled to the same benefits under the Forty-Seventh
325 Supplement, as the Bonds surrendered for transfer or exchange.

326 All transfers or exchanges of Bonds under this Section shall be made
327 without expense or service charge to the Holder, except as otherwise provided in
328 the Forty-Seventh Supplement, and except that the Paying Agent/Registrar shall
329 require payment by the Holder requesting the transfer or exchange of any tax or
330 other governmental charges required to be paid with respect to such transfer or
331 exchange.

332 Bonds canceled by reason of an exchange or transfer under the provisions of
333 the Forty-Seventh Supplement are defined to be “Predecessor Bonds,” evidencing
334 all or a portion, as the case may be, of the same obligation to pay evidenced by the
335 Bond or Bonds registered and delivered in the exchange or transfer. Additionally,
336 the term “Predecessor Bonds” shall include any mutilated, lost, destroyed, or stolen
337 Bond for which a replacement Bond has been issued, registered and delivered
338 under Section 19 of the Forty-Seventh Supplement and the new replacement Bond
339 shall be deemed to evidence the same obligation as the mutilated, lost, destroyed,
340 or stolen Bond.

341 Neither the City nor the Paying Agent/Registrar shall be required to transfer
342 or exchange any Bond called for redemption, in whole or in part, within 45 days of
343 the date fixed for redemption of the Bond; provided, however, this limitation of
344 transfer shall not be applicable to an exchange by the Holder of the unredeemed
345 balance of a Bond called for redemption in part.

346 The City agrees to deliver to the Paying Agent/Registrar one initial Bond,
347 numbered T-1, as provided in Section 9 of the Forty-Seventh Supplement, and
348 registered to the representative of the Underwriters named in the Bond Purchase
349 Agreement following the approval by the Attorney General of the State and the
350 registration by the Comptroller of Public Accounts.

351 **SECTION 7: BOOK-ENTRY-ONLY TRANSFERS AND**
352 **TRANSACTIONS.** Notwithstanding the provisions contained in Sections 4, 5
353 and 6 of the Forty-Seventh Supplement relating to the payment, and
354 transfer/exchange of the Bonds, the City approves and authorizes the use of the
355 “Book-Entry-Only” securities clearance, settlement and transfer system provided
356 by The Depository Trust Company, New York, New York (“DTC”), a limited
357 purpose trust company organized under the laws of the State of New York, in
358 accordance with the operational arrangements referenced in the Blanket Issuer
359 Letter of Representation, by and between the City and DTC (the “Depository
360 Agreement”).

361 Pursuant to the Depository Agreement and the rules of DTC, the Bonds shall
362 be deposited with DTC, who shall hold the Bonds for its participants (the “DTC
363 Participants”). While the Bonds are held by DTC under the Depository
364 Agreement, the Holder of the Bonds on the Security Register for all purposes,
365 including payment and notices, shall be Cede & Co., as nominee of DTC,
366 notwithstanding the ownership of each actual purchaser or owner of each Bond
367 (the “Beneficial Owners”) being recorded in the records of DTC and DTC
368 Participants.

369 In the event DTC determines to discontinue serving as securities depository
370 for the Bonds or otherwise ceases to provide book-entry clearance and settlement
371 of securities transactions in general or the City determines that DTC is incapable of
372 properly discharging its duties as securities depository for the Bonds, the City
373 covenants and agrees with the Holders of the Bonds to cause Bonds to be printed in
374 definitive form and provide for the Bond certificates to be issued and delivered to
375 DTC Participants and Beneficial Owners, as the case may be. The Bonds in
376 definitive form shall be assigned, transferred and exchanged on the Security
377 Register maintained by the Paying Agent/Registrar and payment of the Bonds not
378 held by DTC under the Depository Agreement shall be made in accordance with
379 the provisions of Sections 4, 5 and 6 of the Forty-Seventh Supplement.

380 **SECTION 8: EXECUTION - REGISTRATION.** The Bonds shall be
381 executed on behalf of the City by the Mayor or Mayor Pro Tem under its seal
382 reproduced or impressed on the Bonds and countersigned by the City Clerk. The
383 signature of the officers on the Bonds may be manual or facsimile. Bonds bearing
384 the manual or facsimile signatures of individuals who are or were the proper
385 officers of the City shall be deemed to be executed on behalf of the City,
386 notwithstanding that those individuals or either of them shall cease to hold the
387 offices at the time of delivery of the Bonds to the Underwriters and with respect to
388 Bonds delivered in subsequent exchanges and transfers, all as authorized and
389 provided in Chapter 1201.

390 No Bond shall be entitled to any right or benefit under the Forty-Seventh
391 Supplement, or be valid or obligatory for any purpose, unless there appears on the
392 Bond either a certificate of registration substantially in the form provided in the
393 FORM OF BOND, manually executed by the Comptroller of Public Accounts of
394 the State of Texas or his or her authorized agent, or a certificate of registration
395 substantially in the form provided in the FORM OF BOND, manually executed by
396 an authorized officer, employee or representative of the Paying Agent/Registrar,
397 and either certificate upon any Bond signed shall be conclusive evidence, and the
398 only evidence, that the Bond has been certified, registered and delivered.

399 **SECTION 9: INITIAL BOND.** The Bonds of a series shall be initially
400 issued as a single fully registered bond in the total principal amount specified in
401 the Bond Purchase Agreement with principal installments to become due and
402 payable as provided in a Bond Purchase Agreement and numbered T-1 (the "Initial
403 Bond"). The Initial Bond of a series shall be registered in the name of the
404 representative of the Underwriters named in the Bond Purchase Agreement or its
405 designee. The Initial Bond shall be submitted to the Office of the Attorney
406 General of the State of Texas for approval, certified and registered by the Office of
407 the Comptroller of Public Accounts of the State of Texas and delivered to the
408 Underwriters. Any time after the delivery of the Initial Bond, the Paying

409 Agent/Registrar, pursuant to written instructions from the Underwriters, or their
410 designee, shall cancel the Initial Bond and deliver and exchange for the Initial
411 Bond definitive Bonds of authorized denominations, Stated Maturities, principal
412 amounts and bearing applicable interest rates, and numbered consecutively from R-
413 1 upward, for transfer and delivery to the Holders named at the addresses identified
414 for the Holders; all pursuant to and in accordance with such written instructions
415 from the Underwriters, or their designee, and any other information and
416 documentation as the Paying Agent/Registrar may reasonably require.

417 **SECTION 10: FORMS.** The Bonds, the Registration Certificate of the
418 Comptroller of Public Accounts of the State of Texas, the Certificate of
419 Registration, and the form of Assignment to be printed on each of the Bonds, shall
420 be substantially in the forms set forth in the FORM OF BOND set forth in **Exhibit**
421 **A** to the Forty-Seventh Supplement, with appropriate insertions, omissions,
422 substitutions, and other variations as are permitted or required by the Forty-
423 Seventh Supplement, and may have such letters, numbers, or other marks of
424 identification (including identifying numbers and letters of the Committee on
425 Uniform Securities Identification Procedures of the American Bankers
426 Association) and any other legends and endorsements (including insurance legends
427 in the event the Bonds, or any maturities of the Bonds, are purchased with
428 insurance and any reproduction of an opinion of counsel) as may be established by
429 the City or determined by the officers executing the Bonds as evidenced by their
430 execution of the Bonds. Any portion of the text of any Bond may be set forth on
431 the reverse of the Bond, with an appropriate reference on the face of the Bond.
432 The FORM OF BOND set forth in **Exhibit A** to the Forty-Seventh Supplement
433 will be revised to reflect the terms of a Bond Purchase Agreement and the sale of
434 the Bonds to the Underwriters.

435 The definitive Bonds and the Initial Bond(s) shall be printed, lithographed,
436 or engraved, typewritten, photocopied or otherwise reproduced in any other similar
437 manner, all as determined by the officers executing the Bonds as evidenced by
438 their execution of the Bonds.

439 **SECTION 11: CRITERIA FOR ISSUANCE OF PARITY WATER/
440 WASTEWATER OBLIGATIONS.** The City has provided certain criteria and
441 established certain covenants and agreements in relation to the issuance of Parity
442 Water/Wastewater Obligations of the Water/Wastewater System pursuant to the
443 Master Ordinance and Prior Supplements. The Forty-Seventh Supplement
444 provides for the authorization, issuance, sale, delivery, form, characteristics,
445 provisions of payment, and security of the Bonds which are Parity
446 Water/Wastewater Obligations. The Master Ordinance is incorporated by
447 reference and made a part of the Forty-Seventh Supplement for all purposes,
448 except to the extent modified and supplemented by the Prior Supplements and the

449 Forty-Seventh Supplement, and the Bonds are declared to be Parity
450 Water/Wastewater Obligations under the Master Ordinance and Prior Supplements.
451 The City determines that it will have sufficient funds to meet the financial
452 obligations of the Water/Wastewater System, including sufficient Net Revenues to
453 pay the Annual Debt Service Requirements of the Bonds and the Previously Issued
454 Parity Water/Wastewater Obligations and to meet all financial obligations of the
455 City relating to the Water/Wastewater System.

456 **SECTION 12: PLEDGE.** The Net Revenues of the Water/Wastewater
457 System are pledged to the payment of the Bonds, and the Bonds, together with the
458 Prior Subordinate Lien Obligations and the Previously Issued Parity
459 Water/Wastewater Obligations currently Outstanding, shall be equally and ratably
460 secured by a parity lien on and pledge of the Net Revenues of the
461 Water/Wastewater System in accordance with the terms of the Master Ordinance
462 and the Forty-Seventh Supplement. Additionally, the Bonds and the Previously
463 Issued Parity Water/Wastewater Obligations shall be equally and ratably secured
464 by a lien on the funds, if any, deposited to the credit of the Debt Service Fund in
465 accordance with the terms of the Master Ordinance, the Prior Supplements and the
466 Forty-Seventh Supplement. The Parity Water/Wastewater Obligations, and the
467 interest on the Parity Water/Wastewater Obligations, shall constitute a lien on the
468 Net Revenues of the Water/Wastewater System and be valid and binding and fully
469 perfected from and after the date of adoption of the Forty-Seventh Supplement
470 without physical delivery or transfer of control of the Net Revenues, the filing of
471 the Forty-Seventh Supplement or any other act, all as provided in Chapter 1208.
472 The owners of the Parity Water/Wastewater Obligations shall never have the right
473 to demand payment out of funds raised or to be raised by taxation, or from any
474 source other than specified in the Master Ordinance, the Prior Supplements and the
475 Forty-Seventh Supplement.

476 Chapter 1208 applies to the issuance of the Bonds and the pledge of the Net
477 Revenues of the Water/Wastewater System granted by the City under this Section
478 12, and the pledge is valid, effective and perfected. If Texas law is amended at any
479 time while the Bonds are Outstanding such that the pledge of the Net Revenues of
480 the Water/Wastewater System granted by the City under this Section 12 is to be
481 subject to the filing requirements of Chapter 9, then to preserve to the registered
482 owners of the Bonds the perfection of the security interest in the pledge, the City
483 agrees to take measures as it determines are reasonable and necessary under Texas
484 law to comply with the applicable provisions of Chapter 9, and enable a filing to
485 perfect the security interest in the pledge to occur.

486 **SECTION 13: DEBT SERVICE FUND.** By reason of the issuance of the
487 Bonds, the City need not establish any special accounts within the Debt Service
488 Fund and following the delivery of the Bonds, the City agrees and covenants that

489 in addition to the deposits for the payment of the Previously Issued Parity
490 Water/Wastewater Obligations there shall be deposited to the credit of the Debt
491 Service Fund an amount equal to one hundred percent (100%) of the amount
492 required to fully pay the interest on and principal of the Bonds falling due on or
493 before each maturity, mandatory redemption date and interest payment date, and
494 such deposits shall be made in substantially equal monthly amounts on or before
495 the 14th day of each month beginning on or before the 14th day of the month next
496 following the month the Bonds are delivered to the Underwriters.

497 The required monthly deposits to the Debt Service Fund for the payment of
498 principal of and interest on the Bonds shall continue to be made in the manner
499 provided in this Section until such time as (i) the total amount on deposit in the
500 Debt Service Fund is equal to the amount required to fully pay and discharge all
501 Parity Water/Wastewater Obligations then Outstanding or (ii) the Bonds are no
502 longer outstanding, *i.e.*, fully paid as to principal and interest or all the Bonds have
503 been refunded.

504 Any accrued interest received from the Underwriters shall be deposited in
505 the Debt Service Fund, and shall be taken into consideration and reduce the
506 amount of the monthly deposits that would otherwise be required to be deposited to
507 the credit of the Debt Service Fund from the Net Revenues of the
508 Water/Wastewater System.

509 **SECTION 14: RESERVE FUND.** In accordance with the provisions of the
510 Prior Supplements authorizing the issuance of certain of the Previously Issued
511 Water/Wastewater Obligations, the Required Reserve Amount is funded with cash
512 and Credit Facilities originally issued by Ambac Assurance Corporation and XL
513 Capital Assurance Inc.

514 Acting in accordance with the provisions of the Master Ordinance,
515 specifically Section 8 of the Master Ordinance, the City is exercising the authority
516 to determine in a Supplement that it is not necessary for the Bonds to be secured by
517 the Reserve Fund established for the benefit of the owners of certain series of the
518 Previously Issued Parity Water/Wastewater Obligations. The City shall not make
519 deposits of any Reserve Fund Obligations to the credit of the Reserve Fund for the
520 benefit of the Bonds, and the City shall not be required, but reserves the right in the
521 future, to make deposits of Reserve Fund Obligations to the credit of the Reserve
522 Fund with respect to the Bonds.

523 Furthermore, in accordance with Section 10(d) of the Master Ordinance,
524 council finds that the Gross Revenues will be sufficient to meet the obligations of
525 the Water/Wastewater System, including sufficient Net Revenues to satisfy the
526 Annual Debt Service Requirements of Parity Water/Wastewater Obligations

527 currently Outstanding and the financial obligations of the City under any Credit
528 Facility entered into with the Credit Facility providers.

529 **SECTION 15: PAYMENT OF BONDS.** On or before the first scheduled
530 interest payment date, and on or before each subsequent interest payment date and
531 principal payment date while any Bond is Outstanding, the City shall cause an
532 amount to be transferred to the Paying Agent/Registrar in immediately available
533 funds from the Debt Service Fund sufficient to pay the interest on and the principal
534 amount of the Bonds, as shall become due on each payment date, respectively, at
535 maturity or by redemption prior to maturity. The Paying Agent/Registrar shall
536 destroy all paid Bonds and furnish the City with an appropriate certificate of
537 cancellation or destruction.

538 **SECTION 16: COVENANTS TO MAINTAIN TAX-EXEMPT**
539 **STATUS.**

540 The City covenants to refrain from any action which would adversely
541 affect, or to take any action to assure, the treatment of a series of the Bonds as
542 obligations described in section 103 of the Code, the interest on which is not
543 includable in the "gross income" of the holder for purposes of federal income tax-
544 tion. In furtherance thereof, the City covenants as follows:

545 (a) to take any action to assure that no more than 10 percent of the
546 proceeds of the Bonds or the projects financed therewith (less amounts deposited
547 to a reserve fund, if any) are used for any "private business use", as defined in
548 section 141(b)(6) of the Code or, if more than 10 percent of the proceeds are so
549 used, that amounts, whether or not received by the City, with respect to such
550 private business use, do not, under the terms of the Forty-Seventh Supplement or
551 any underlying arrangement, directly or indirectly, secure or provide for the
552 payment of more than 10 percent of the debt service on the Bonds, in contravention
553 of section 141(b)(2) of the Code;

554 (b) to take any action to assure that in the event that the "private business
555 use" described in subsection (a) hereof exceeds 5 percent of the proceeds of the
556 Bonds or the projects financed therewith (less amounts deposited into a reserve
557 fund, if any) then the amount in excess of 5 percent is used for a "private business
558 use" which is "related" and not "disproportionate", within the meaning of section
559 141(b)(3) of the Code, to the governmental use;

560 (c) to take any action to assure that no amount which is greater than the
561 lesser of \$5,000,000, or 5 percent of the proceeds of the Bonds (less amounts
562 deposited into a reserve fund, if any), is directly or indirectly used to finance loans

563 to persons, other than state or local governmental units, in contravention of section
564 141(c) of the Code;

565 (d) to refrain from taking any action which would otherwise result in the
566 Bonds being treated as "private activity bonds" within the meaning of section
567 141(a) of the Code;

568 (e) to refrain from taking any action that would result in the Bonds being
569 "federally guaranteed" within the meaning of section 149(b) of the Code;

570 (f) to refrain from using any portion of the proceeds of the Bonds,
571 directly or indirectly, to acquire or to replace funds which were used, directly or
572 indirectly, to acquire investment property (as defined in section 148(b)(2) of the
573 Code) which produces a materially higher yield over the term of the Bonds, other
574 than investment property acquired with --

575 (1) proceeds of the Bonds invested for a reasonable temporary
576 period, until such proceeds are needed for the purpose for which the Bonds
577 are issued,

578 (2) amounts invested in a bona fide debt service fund, within the
579 meaning of section 1.148-1(b) of the Treasury Regulations, and

580 (3) amounts deposited in any reasonably required reserve or
581 replacement fund to the extent such amounts do not exceed 10 percent of the
582 proceeds of the Bonds;

583 (g) to otherwise restrict the use of the proceeds of the Bonds or amounts
584 treated as proceeds of the Bonds, as may be necessary, so that the Bonds do not
585 otherwise contravene the requirements of section 148 of the Code (relating to
586 arbitrage);

587 (h) to refrain from using the proceeds of the Bonds or the proceeds of any
588 prior bonds to pay debt service on another issue more than ninety (90) days after
589 the issuance of the Bonds in contravention of section 149 of the Code (relating to
590 advance refundings);

591 (i) to pay to the United States of America at least once during each five-
592 year period (beginning on the date of initial delivery of the Bonds) an amount that
593 is at least equal to 90 percent of the "excess earnings", within the meaning of
594 section 148(f) of the Code, and to pay to the United States of America, not later
595 than 60 days after the Bonds have been paid in full, 100 percent of the amount then
596 required to be paid as a result of Excess Earnings under section 148(f) of the Code;
597 and

598 (j) to account for the expenditure of sale proceeds and investment
599 earnings to be used for the construction and acquisition of the new money projects
600 on its books and records by allocating proceeds to expenditures within eighteen
601 (18) months of the later of the date that (1) the expenditure is made, or (2) the new
602 money projects are completed. The foregoing notwithstanding, the City shall not
603 expend proceeds of the sale of the Bonds or investment earnings thereon more than
604 sixty (60) days after the earlier of (1) the fifth anniversary of the delivery of the
605 Bonds, or (2) the date the Bonds are retired, unless the City obtains an opinion of
606 nationally-recognized bond counsel that such expenditure will not adversely affect
607 the status, for federal income tax purposes, of the Bonds or the interest thereon.
608 For purposes hereof, the City shall not be obligated to comply with this covenant if
609 it obtains an opinion that such failure to comply will not adversely affect the
610 excludability for federal income tax purposes from gross income of the interest.
611 This Forty-Seventh Supplement is intended to satisfy the official intent
612 requirements set forth in section 1.150-2 of the Treasury Regulations.

613 The City understands that the term "proceeds" includes "disposition
614 proceeds" as defined in the Treasury Regulations and, in the case of a refunding
615 bond, transferred proceeds (if any) and proceeds of the Refunded Bonds expended
616 prior to the date of the issuance of the Bonds. It is the understanding of the City
617 that these covenants are intended to assure compliance with the Code and any
618 regulations or rulings promulgated by the U.S. Department of the Treasury
619 pursuant to the Code. In the event that regulations or rulings are hereafter
620 promulgated which modify or expand provisions of the Code, as applicable to the
621 Bonds, the City will not be required to comply with any covenant contained in this
622 Section to the extent that the failure to comply, in the opinion of nationally-rec-
623 ognized bond counsel, will not adversely affect the exemption from federal income
624 taxation of interest on the Bonds under section 103 of the Code. In the event that
625 regulations or rulings are hereafter promulgated which impose additional
626 requirements which are applicable to the Bonds, the City agrees to comply with the
627 additional requirements to the extent necessary, in the opinion of nationally-recog-
628 nized bond counsel, to preserve the exemption from federal income taxation of
629 interest on the Bonds under section 103 of the Code. In furtherance of the
630 foregoing, the Mayor, the City Manager, any Assistant City Manager, the Chief
631 Financial Officer of the City, any Deputy Financial Officer of the City and the City
632 Treasurer may execute any certificates or other reports required by the Code and
633 make such elections, on behalf of the City, which may be permitted by the Code as
634 are consistent with the purpose for the issuance of the Bonds. In order to facilitate
635 compliance with the above clause (i), a "Rebate Fund" is established by the City
636 for the sole benefit of the United States of America, and the Rebate Fund shall not
637 be subject to the claim of any other person, including without limitation the

638 registered owners of the Bonds. The Rebate Fund is established for the additional
639 purpose of compliance with section 148 of the Code.

640 **SECTION 16A: DISPOSITION OF BOND-FINANCED PROPERTY.**

641 The City covenants that the property constituting an improvement to the City
642 financed with the Bonds or originally financed with the proceeds of the Refunded
643 Obligations will not be sold or otherwise disposed in a transaction resulting in the
644 receipt by the City of cash or other compensation, unless the City obtains an
645 opinion of nationally-recognized bond counsel substantially to the effect that the
646 sale or other disposition will not adversely affect the tax-exempt status of the
647 Bonds or the Refunded Obligations. The portion of the property comprising
648 personal property and disposed of in the ordinary course of business shall not be
649 treated as a transaction resulting in the receipt of cash or other compensation. The
650 City shall not be obligated to comply with this covenant if it obtains an opinion of
651 nationally-recognized bond counsel to the effect that the failure to comply will not
652 adversely affect the excludability for federal income tax purposes from gross
653 income of the interest on the Bonds.

654 **SECTION 17: AMENDMENT OF FORTY-SEVENTH SUPPLEMENT.**

655 (a) Required Owner Consent for Amendments. The owners of a majority
656 in Outstanding Principal Amount of the Bonds shall have the right from time to
657 time to approve any amendment to the Forty-Seventh Supplement which may be
658 deemed necessary or desirable by the City; provided, however, nothing contained
659 in the Forty-Seventh Supplement shall permit or be construed to permit the
660 amendment of the terms and conditions in the Forty-Seventh Supplement so as to:

- 661 (1) Make any change in the maturity of any of the Outstanding Bonds;
- 662 (2) Reduce the rate of interest borne by any of the Outstanding Bonds;
- 663 (3) Reduce the amount of the principal payable on the Bonds;
- 664 (4) Modify the terms of payment of principal of, premium, if any, or
665 interest on the Outstanding Bonds or impose any conditions with
666 respect to such payment;
- 667 (5) Affect the rights of the owners of less than all of the Bonds then
668 Outstanding;
- 669 (6) Amend this subsection (a) of this Section; or
- 670 (7) Change the minimum percentage of the principal amount of Bonds
671 necessary for consent to any amendment;

672
673 unless such amendment or amendments be approved by the owners of all of the
674 Bonds affected by the change or amendment then Outstanding.

675 (b) Notice of Amendment Requiring Consent. If at any time the City
676 shall desire to amend the Forty-Seventh Supplement under this Section, the City
677 shall cause notice of the proposed amendment to be published in a financial
678 newspaper or journal published in The City of New York, New York, and a
679 newspaper of general circulation in the City, once during each calendar week for at
680 least two successive calendar weeks. The notice shall briefly set forth the nature of
681 the proposed amendment and shall state that a copy of the notice is on file with the
682 Paying Agent/Registrar for the Bonds. Publication is not required, however, if
683 notice in writing is given by United States Mail, first class postage prepaid, to each
684 owner of the Bonds.

685 (c) Time Period for Obtaining Consent. If within one year from (i) the
686 date of the first publication of notice or (ii) the date of the mailing by the Paying
687 Agent/Registrar of written notice to the owners of the Bonds, whichever date first
688 occurs if both methods of giving notice are used, the City shall receive an
689 instrument or instruments executed by the owners of at least a majority in
690 Outstanding Principal Amount of the Bonds consenting to and approving such
691 amendment in substantially the form of the copy of such instrument on file with
692 each Paying Agent/Registrar, the governing body of the City may pass the
693 amendatory ordinance in substantially the same form.

694 (d) Revocation of Consent. Any consent given by the owner of a Bond
695 pursuant to the provisions of this Section shall be irrevocable for a period of six
696 months from the date for measuring the one year period to obtain consents noted in
697 paragraph (c) above, and shall be conclusive and binding upon all future owners of
698 the same Bonds during such period. At any time after six months from the date for
699 measuring the one year period to obtain consents noted in paragraph (c) above,
700 consent may be revoked by the owner who gave the consent, or by a successor in
701 title, by filing written notice with the Paying Agent/Registrar for the Bonds and the
702 City, but revocation shall not be effective if the owners of at least a majority in
703 Outstanding Principal Amount of the then Outstanding Bonds as determined in
704 accordance with this Section have, prior to the attempted revocation, consented to
705 and approved the amendment.

706 (e) Implementation of Amendment. Upon the passage of any amendatory
707 ordinance pursuant to the provisions of this Section, the Forty-Seventh Supplement
708 shall be deemed to be amended, and the respective rights, duties and obligations of
709 the City under the Forty-Seventh Supplement and all the owners of then
710 Outstanding Bonds shall be determined, exercised and enforced in all respects in
711 accordance with the amendment.

712 (f) Amendment without Consent. The preceding provisions of this
713 Section notwithstanding, the City by action of its governing body may amend the
714 Forty-Seventh Supplement for any one or more of the following purposes:

715 (1) To add to the covenants and agreements of the City
716 contained in the Forty-Seventh Supplement, other covenants and
717 agreements thereafter to be observed, grant additional rights or
718 remedies to the owners of the Bonds or to surrender, restrict or limit
719 any right or power reserved in the Forty-Seventh Supplement to or
720 conferred upon the City;

721 (2) To make provision for the purpose of curing any ambiguity,
722 or curing, correcting or supplementing any defective provision
723 contained in the Forty-Seventh Supplement, or in regard to clarifying
724 matters or questions arising under the Forty-Seventh Supplement, as
725 are necessary or desirable and not contrary to or inconsistent with the
726 Forty-Seventh Supplement and which shall not adversely affect the
727 interests of the owners of the Bonds then Outstanding;

728 (3) To modify any of the provisions of the Forty-Seventh
729 Supplement in any other respect whatever, provided that any
730 modification shall be, and be expressed to be, effective only after all
731 the Bonds outstanding at the date of the adoption of the modification
732 shall cease to be outstanding;

733 (4) To make amendments to the Forty-Seventh Supplement as
734 may be required, in the opinion of Bond Counsel, to ensure
735 compliance with sections 103 and 141 through 150 of the Code and
736 the regulations promulgated under and applicable to those sections
737 and regulations;

738 (5) To make changes, modifications or amendments as may be
739 necessary or desirable to allow the owners of the Bonds to avail
740 themselves of a book-entry system for payments, transfers and other
741 matters relating to the Bonds, which changes, modifications or
742 amendments are not contrary to or inconsistent with other provisions
743 of the Forty-Seventh Supplement and which shall not adversely affect
744 the interests of the owners of the Bonds;

745 (6) To make amendments to the Forty-Seventh Supplement as
746 permitted by Section 21(e) of the Forty-Seventh Supplement;

747 (7) To make changes, modifications or amendments as may be
748 necessary or desirable to obtain the approval of the Bonds from the

749 Attorney General of Texas, to obtain or maintain the granting of a
750 rating on the Bonds by a Rating Agency or to obtain or maintain a
751 Credit Agreement or a Credit Facility; and

752 (8) To make changes, modifications or amendments as may be
753 necessary or desirable, which shall not adversely affect the interests of
754 the owners of the Bonds, in order, to the extent permitted by law, to
755 facilitate the economic and practical utilization of interest rate swap
756 agreements, foreign currency exchange agreements, or similar types
757 of agreements with respect to the Bonds.

758 Notice of an amendment may be published by the City in the manner described in
759 clause (b) of this Section; provided, however, that the publication of a notice shall
760 not constitute a condition precedent to the adoption of an amendatory ordinance
761 and the failure to publish a notice shall not adversely affect the implementation of
762 an amendment as adopted pursuant to the amendatory ordinance.

763 (g) Ownership. For the purpose of this Section, the ownership and other
764 matters relating to all Bonds shall be established by the Security Register
765 maintained by the Paying Agent/Registrar. Furthermore, the owner of any Bonds
766 insured as to the payment of principal of and interest shall be deemed to be the
767 insurance company providing the insurance coverage on the Bonds; provided, the
768 amendment to the Forty-Seventh Supplement is an amendment that can be made
769 with the consent of a majority in Outstanding Principal Amount of the Bonds and
770 the insurance company is not in default with respect to its obligations under its
771 insurance policy, if any.

772 **SECTION 18: FINAL DEPOSITS; GOVERNMENT OBLIGATIONS.**

773 All or any of the Bonds shall be deemed to be paid, retired and no longer
774 outstanding within the meaning of the Forty-Seventh Supplement when payment of
775 the principal of, and redemption premium, if any, on the Bonds, plus interest on the
776 Bonds to the due date (whether the due date is by reason of maturity or otherwise)
777 either (i) shall have been made or caused to be made in accordance with the terms
778 of the Bonds, or (ii) shall have been provided by irrevocably depositing with, or
779 making available to, the Paying Agent/Registrar, in trust and irrevocably set aside
780 exclusively for this payment, (1) money sufficient to make the payment or
781 (2) Government Obligations, certified by an independent public accounting firm of
782 national reputation, to mature as to principal and interest in amounts and at the
783 times as will insure the availability, without reinvestment, of sufficient money to
784 make this payment, and all necessary and proper fees, compensation and expenses
785 of the Paying Agent/Registrar with respect to which the deposit is made shall have
786 been paid or the payment provided for the satisfaction of the Paying
787 Agent/Registrar. Once a Bond shall be deemed to be paid under the Forty-Seventh

788 Supplement, it shall no longer be secured by or entitled to the benefit of the Forty-
789 Seventh Supplement, the Master Ordinance or a lien on and pledge of the Net
790 Revenues of the Water/Wastewater System, and shall be entitled to payment solely
791 from the money or Government Obligations.

792 Any moneys so deposited with the Paying Agent/Registrar, or an authorized
793 escrow agent, may at the direction of the City also be invested in Government
794 Obligations, maturing in the amounts and at the times as set forth in this Section,
795 and all income from all Government Obligations not required for the payment of
796 the Bonds, the redemption premium, if any, and interest on the Bonds, with respect
797 to which the money has been so deposited, shall be turned over to the City or
798 deposited as directed by the City. The City covenants that no deposit will be made
799 or accepted under clause (ii) of this Section and no use made of any deposit which
800 would cause the Bonds to be treated as arbitrage bonds within the meaning of
801 section 148 of the Code.

802 Notwithstanding any other provisions of the Forty-Seventh Supplement, all
803 money or Government Obligations set aside and held in trust pursuant to the
804 provisions of this Section for the payment of the Bonds, the redemption premium,
805 if any, and interest on the Bonds, shall be applied to and used for the payment of
806 the Bonds, the redemption premium, if any, and interest on the Bonds and the
807 income on the money or Government Obligations shall not be considered to be
808 "Gross Revenues" under the Forty-Seventh Supplement.

809 **SECTION 19: DAMAGED, MUTILATED, LOST, STOLEN, OR**
810 **DESTROYED BONDS.** In the event any Outstanding Bond is damaged,
811 mutilated, lost, stolen, or destroyed, the Paying Agent/Registrar shall cause to be
812 printed, executed, and delivered, a new bond of the same principal amount,
813 maturity, and interest rate, as the damaged, mutilated, lost, stolen, or destroyed
814 Bond, in replacement for the Bond in the manner provided in this Section. An
815 application for the replacement of damaged, mutilated, lost, stolen, or destroyed
816 Bonds shall be made to the Paying Agent/Registrar. In every case of loss, theft, or
817 destruction of a Bond, the applicant for a replacement bond shall furnish to the
818 City and to the Paying Agent/Registrar security or indemnity as may be required
819 by them to save each of them harmless from any loss or damage with respect
820 thereto. Also, in every case of loss, theft, or destruction of a Bond, the applicant
821 shall furnish to the City and to the Paying Agent/Registrar evidence to their
822 satisfaction of the loss, theft, or destruction of the Bond, as the case may be. In
823 every case of damage or mutilation of a Bond, the applicant shall surrender to the
824 Paying Agent/Registrar for cancellation the Bond so damaged or mutilated. Prior
825 to the issuance of any replacement bond, the Paying Agent/Registrar shall charge
826 the owner of the Bond with all legal, printing, and other expenses in connection
827 with this issuance. Every replacement bond issued pursuant to the provisions of

828 this Section by virtue of the fact that any Bond is lost, stolen, or destroyed shall
829 constitute a contractual obligation of the City whether the lost, stolen, or destroyed
830 Bond shall be found at any time, or be enforceable by anyone, and shall be entitled
831 to all the benefits of the Forty-Seventh Supplement equally and proportionately
832 with any and all other Bonds issued under the Forty-Seventh Supplement.

833 Notwithstanding the preceding provisions of this Section, in the event any
834 Bond shall have matured, and no default has occurred which is then continuing in
835 the payment of the principal of, redemption premium, if any, or interest on the
836 Bond, the City may authorize the payment of the same (without surrender of the
837 Bond except in the case of a damaged or mutilated Bond) instead of issuing a
838 replacement Bond, provided security or indemnity is furnished as above provided
839 in this Section. Furthermore, in accordance with Chapter 1206 (specifically
840 Section 1206.022), this Section shall constitute authority for the issuance of any
841 replacement bond without necessity of further action by the governing body of the
842 City or any other body or person, and the duty of the replacement of Bonds is
843 authorized and imposed upon the Paying Agent/Registrar, and the Paying
844 Agent/Registrar shall authenticate and deliver replacement bonds in the form and
845 manner and with the effect, as provided in Section 6 of the Forty-Seventh
846 Supplement for Bonds issued in exchange for other Bonds.

847 **SECTION 20: EQUAL SECURITY.** The pledge made in the Forty-
848 Seventh Supplement by the City and the covenants and agreements set forth in the
849 Forty-Seventh Supplement to be performed by the City shall be for the equal and
850 proportionate benefit, security, and protection of all Holders, without preference,
851 priority, or distinction as to security or otherwise of any of the Bonds authorized
852 under the Forty-Seventh Supplement over any of the others by reason of time of
853 issuance, sale, or maturity or otherwise for any cause whatsoever, except as
854 expressly provided in or permitted by the Forty-Seventh Supplement.

855 **SECTION 21: CONTINUING DISCLOSURE UNDERTAKING.**

856 (a) Definitions. As used in this Section, the following terms have the
857 meanings ascribed below:

858 “*MSRB*” means the Municipal Securities Rulemaking Board.

859 “*Rule*” means SEC Rule 15c2-12, as amended from time to
860 time.

861 “*SEC*” means the United States Securities and Exchange
862 Commission.

863 (b) Annual Reports. The City shall provide annually to the MSRB (1)
864 within six months after the end of each fiscal year ending in or after 2024, financial
865 information and operating data with respect to the City of the general type included
866 in the final Official Statement and which is described in **Exhibit B** to the Forty-
867 Seventh Supplement, and (2) if not provided as part of the financial information
868 and operating data, audited financial statements of the City, when and if available.
869 Any financial statements provided shall be prepared in accordance with the
870 accounting principles described in **Exhibit B** to the Forty-Seventh Supplement, or
871 other accounting principles as the City may be required to employ from time to
872 time pursuant to state law or regulation, and audited, if the City commissions an
873 audit of the statements and the audit is completed within twelve months after the
874 end of each fiscal year ending in or after 2024. If audited financial statements of
875 the City are not available by the end of the 12 month period, the City will provide
876 notice that the audited financial statements are not available, and will provide
877 unaudited financial statements by the end of the 12 month period and audited
878 financial statements for the applicable fiscal year when and if the audited financial
879 statements become available.

880 If the City changes its fiscal year, it will notify the MSRB of the change (and
881 of the date of the new fiscal year end) prior to the next date by which the City
882 otherwise would be required to provide financial information and operating data
883 pursuant to this Section.

884 The financial information and operating data to be provided pursuant to this
885 Section may be set forth in full in one or more documents or may be included by
886 specific reference to any document available to the public on the MSRB's Internet
887 Web site or filed with the SEC.

888 (c) Notice of Certain Events. The City shall provide notice of any of the
889 following events with respect to the Bonds to the MSRB in a timely manner and
890 not more than 10 Business Days after occurrence of the event:

- 891 (1) Principal and interest payment delinquencies;
- 892 (2) Non-payment related defaults, if material;
- 893 (3) Unscheduled draws on debt service reserves reflecting financial
894 difficulties;
- 895 (4) Unscheduled draws on credit enhancements reflecting financial
896 difficulties;
- 897 (5) Substitution of credit or liquidity providers, or their failure to perform;
- 898 (6) Adverse tax opinions, the issuance by the Internal Revenue Service of
899 proposed or final determinations of taxability, Notices of Proposed
900 Issue (IRS Form 5701-TEB), or other material notices or

- 901 determinations with respect to the tax status of the Bonds, or other
902 material events affecting the tax status of the Bonds;
- 903 (7) Modifications to rights of holders of the Bonds, if material;
 - 904 (8) Bond calls, if material, and tender offers;
 - 905 (9) Defeasances;
 - 906 (10) Release, substitution, or sale of property securing repayment of the
907 Bonds, if material;
 - 908 (11) Rating changes;
 - 909 (12) Bankruptcy, insolvency, receivership, or similar event of the City,
910 which shall occur as described below;
 - 911 (13) The consummation of a merger, consolidation, or acquisition
912 involving the City or the sale of all or substantially all of its assets,
913 other than in the ordinary course of business, the entry into a
914 definitive agreement to undertake such an action or the termination of
915 a definitive agreement relating to any such actions, other than
916 pursuant to its terms, if material;
 - 917 (14) Appointment of a successor or additional trustee or the change of
918 name of a trustee, if material;
 - 919 (15) Incurrence of a Financial Obligation of the Obligated Person, if
920 material, or agreement to covenants, events of default, remedies,
921 priority rights, or other similar terms of a Financial Obligation of the
922 Obligated Person, any of which affect security holders, if material;
923 and
 - 924 (16) Default, event of acceleration, termination event, modification of
925 terms, or other similar event under the terms of a Financial Obligation
926 of the Obligated Person, and which reflect financial difficulties.

927
928 The City shall notify the MSRB, in a timely manner, of any failure by the City to
929 provide financial information or operating data in accordance with this Section by
930 the time required by this Section.

931
932 For these purposes, any event described in the immediately preceding
933 paragraph 12 is considered to occur when any of the following occur: the
934 appointment of a receiver, fiscal agent, or similar officer for the City in a
935 proceeding under the United States Bankruptcy Code or in any other proceeding
936 under state or federal law in which a court or governmental authority has assumed
937 jurisdiction over substantially all of the assets or business of the City, or if
938 jurisdiction has been assumed by leaving the existing governing body and officials
939 or officers in possession but subject to the supervision and orders of a court or
940 governmental authority, or the entry of an order confirming a plan of
941 reorganization, arrangement, or liquidation by a court or governmental authority

942 having supervision or jurisdiction over substantially all of the assets or business of
943 the City.

944

945 As used in paragraphs 15 and 16 above, the term "Financial Obligation"
946 means: (i) a debt obligation; (ii) a derivative instrument entered into in connection
947 with, or pledged as security or a source of payment for, an existing or planned debt
948 obligation; or (iii) a guarantee of (i) or (ii), however, the term Financial Obligation
949 shall not include Municipal Securities as to which a final official statement has
950 been provided to the MSRB consistent with the Rule; the term "Municipal
951 Securities" means securities which are direct obligations of, or obligations
952 guaranteed as to principal or interest by, a state or any political subdivision thereof,
953 or any agency or instrumentality of a state or any political subdivision thereof, or
954 any municipal corporate instrumentality of one or more states and any other
955 Municipal Securities described by Section 3(a)(29) of the Securities Exchange Act
956 of 1934, as the same may be amended from time to time; and the term "Obligated
957 Person" means the City.

958

959 The City shall notify the MSRB, in a timely manner, of any failure by the
960 City to provide financial information or operating data in accordance with this
961 Section by the time required by this Section.

962 (d) Filings with the MSRB. All financial information, operating data,
963 financial statements, notices, and other documents provided to the MSRB in
964 accordance with this Section shall be provided in an electronic format prescribed
965 by the MSRB and shall be accompanied by identifying information as prescribed
966 by the MSRB.

967 (e) Limitations, Disclaimers, and Amendments. The City shall be
968 obligated to observe and perform the covenants specified in this Section with
969 respect to the City and the Bonds while, but only while, the City remains an
970 "obligated person" with respect to the Bonds within the meaning of the Rule,
971 except that the City in any event will give the notice required by subsection (c) of
972 this Section of any Bond calls and defeasance that cause the City to be no longer
973 such an "obligated person."

974 The provisions of this Section are for the sole benefit of the Holders and
975 beneficial owners of the Bonds, and nothing in this Section, express or implied,
976 shall give any benefit or any legal or equitable right, remedy, or claim to any other
977 person. The City undertakes to provide only the financial information, operating
978 data, financial statements, and notices which it has expressly agreed to provide
979 pursuant to this Section and does not undertake to provide any other information
980 that may be relevant or material to a complete presentation of the financial results,
981 condition, or prospects of the City or the State of Texas or undertake to update any

982 information provided in accordance with this Section or otherwise, except as
983 expressly provided in this Section. The City does not make any representation or
984 warranty concerning the information or its usefulness to a decision to invest in or
985 sell Bonds at any future date.

986 UNDER NO CIRCUMSTANCES SHALL THE CITY BE LIABLE TO
987 THE HOLDER OR BENEFICIAL OWNER OF ANY BOND OR ANY OTHER
988 PERSON, IN CONTRACT OR TORT, FOR DAMAGES RESULTING IN
989 WHOLE OR IN PART FROM ANY BREACH BY THE CITY, WHETHER
990 NEGLIGENT OR WITHOUT FAULT ON ITS PART, OF ANY COVENANT
991 SPECIFIED IN THIS SECTION, BUT EVERY RIGHT AND REMEDY OF ANY
992 PERSON, IN CONTRACT OR TORT, FOR OR ON ACCOUNT OF ANY
993 BREACH SHALL BE LIMITED TO AN ACTION FOR MANDAMUS OR
994 SPECIFIC PERFORMANCE.

995 No default by the City in observing or performing its obligations under this
996 Section shall constitute a breach of or default under the Forty-Seventh Supplement
997 for purposes of any other provision of the Forty-Seventh Supplement.

998 Nothing in this Section is intended or shall act to disclaim, waive, or
999 otherwise limit the duties of the City under federal and state securities laws.

1000 Should the Rule be amended to obligate the City to make filings with or
1001 provide notices to entities other than the MSRB, the City agrees to undertake the
1002 obligation in accordance with the Rule as amended.

1003 Notwithstanding any provisions in the Forty-Seventh Supplement to the
1004 contrary, the provisions of this Section may be amended by the City from time to
1005 time to adapt to changed circumstances resulting from a change in legal
1006 requirements, a change in law, or a change in the identity, nature, status, or type of
1007 operations of the City, but only if (1) the provisions of this Section, as so amended,
1008 would have permitted an underwriter to purchase or sell Bonds in the primary
1009 offering of the Bonds in compliance with the Rule, taking into account any
1010 amendments or interpretations of the Rule to the date of the amendment, as well as
1011 the changed circumstances, and (2) either (a) the Holders of a majority in
1012 aggregate principal amount (or any greater amount required by any other provision
1013 of the Forty-Seventh Supplement that authorizes the amendment) of the
1014 Outstanding Bonds consent to the amendment or (b) a Person that is unaffiliated
1015 with the City and the State of Texas (such as nationally recognized bond counsel)
1016 determines that the amendment will not materially impair the interests of the
1017 Holders and beneficial owners of the Bonds. The provisions of this Section may
1018 also be amended from time to time or repealed by the City if the SEC amends or
1019 repeals the applicable provisions of the Rule or a court of final jurisdiction

1020 determines that the provisions are invalid, but only if and to the extent that
1021 reservation of the City's right to do so would not prevent underwriters of the initial
1022 public offering of the Bonds from lawfully purchasing or selling Bonds in the
1023 offering. If the City so amends the provisions of this Section, it shall include with
1024 any amended financial information or operating data next provided in accordance
1025 with subsection (b) an explanation, in narrative form, of the reasons for the
1026 amendment and of the impact of any change in the type of financial information or
1027 operating data so provided.

1028 **SECTION 22: REMEDY IN EVENT OF DEFAULT.** In addition to all
1029 rights and remedies provided by the laws of the State of Texas, the City covenants
1030 and agrees particularly that in the event the City (a) defaults in payments to be
1031 made to the Debt Service Fund as required by the Forty-Seventh Supplement or the
1032 Master Ordinance, (b) defaults in the observance or performance of any other of
1033 the covenants, conditions or obligations set forth in the Forty-Seventh Supplement
1034 or the Master Ordinance or (c) the City declares bankruptcy, the Holders of any of
1035 the Bonds shall be entitled to a writ of mandamus issued by a court of proper
1036 jurisdiction, compelling and requiring the City and its officers to observe and
1037 perform any covenant, condition or obligation prescribed in the Forty-Seventh
1038 Supplement or the Master Ordinance. No delay or omission to exercise any right
1039 or power accruing upon any default shall impair any such right or power, or shall
1040 be construed to be a waiver of any such default or acquiescence in such default,
1041 and every such right and power may be exercised from time to time and as often as
1042 may be deemed expedient.

1043 The specific remedy provided in this Section shall be cumulative of all other
1044 existing remedies and the specification of such remedy shall not be deemed to be
1045 exclusive.

1046 **SECTION 23: SALE OF BONDS; OFFICIAL STATEMENT**
1047 **APPROVAL.** The Bonds of a series are to be sold by the City to the Underwriters
1048 in accordance with the terms of a Bond Purchase Agreement. The terms and
1049 provisions of a Bond Purchase Agreement are to be determined by the Pricing
1050 Officer, in accordance with Sections 3 and 4 of the Forty-Seventh Supplement.
1051 With regard to the terms and provisions of a Bond Purchase Agreement, the
1052 Pricing Officer may come to an agreement with the Underwriters on the following,
1053 among other matters:

- 1054 (1) The details of the purchase and sale of the Bonds;
- 1055 (2) The details of the public offering of the Bonds by the Underwriters;
- 1056 (3) The details of an Official Statement (and, if appropriate, any
1057 Preliminary Official Statement) relating to the Bonds of a series and
1058 the City's compliance with the Rule;

- 1059 (4) A security deposit for the Bonds;
1060 (5) The representations and warranties of the City to the Underwriters;
1061 (6) The details of the delivery of, and payment for, the Bonds;
1062 (7) The Underwriters' obligations under a Bond Purchase Agreement;
1063 (8) The certain conditions to the obligations of the City under a Bond
1064 Purchase Agreement;
1065 (9) Termination of a Bond Purchase Agreement;
1066 (10) Particular covenants of the City;
1067 (11) The survival of representations made in a Bond Purchase Agreement;
1068 (12) The payment of any expenses relating to a Bond Purchase Agreement;
1069 (13) Notices; and
1070 (14) Any and all such other details that are found by the Pricing Officer to
1071 be necessary and advisable for the purchase and sale of the Bonds of a
1072 series.

1073 The Pricing Officer may execute a Bond Purchase Agreement for and on
1074 behalf of the City and as the act and deed of council.

1075 The Mayor and City Clerk of the City may manually or electronically
1076 execute and deliver for and on behalf of the City copies of a Preliminary Official
1077 Statement and Official Statement, prepared in connection with the offering of the
1078 Bonds of a series by the Underwriters, in final form as may be required by the
1079 Underwriters, and the final Official Statement in the form and content as approved
1080 by the Pricing Officer or as manually or electronically executed by the City
1081 officials shall be deemed to be approved by council and constitute the Official
1082 Statement authorized for distribution and use by the Underwriters.

1083 **SECTION 24: ESCROW AGREEMENT.** An Escrow Agreement by and
1084 between the City and the Escrow Agent, if an agreement is required in connection
1085 with the issuance of Bonds to refund the Refunded Bonds, substantially in the form
1086 of escrow agreements previously approved by council in connection with the
1087 refunding of outstanding obligations, is approved. The Escrow Agent is not a
1088 depository bank of the City and is named as Escrow Agent in furtherance of the
1089 provisions of Section 1207.061(a)(3), Texas Government Code. The Escrow
1090 Agreement is authorized to be finalized and executed by the Pricing Officer for and
1091 on behalf of the City and as the act and deed of council; and the Escrow
1092 Agreement as executed by the Pricing Officer shall be deemed approved by the
1093 council and constitute the Escrow Agreement approved by the Forty-Seventh
1094 Supplement. With regard to the finalization of certain terms and provisions of the
1095 Escrow Agreement, a Pricing Officer is authorized to come to an agreement with
1096 the Escrow Agent on the following details, among other matters:

- 1097 (a) The identification of the Refunded Bonds;

1098 (b) The creation and funding of the Escrow Fund or Funds; and

1099 (c) The Escrow Agent’s compensation, administration of the Escrow
1100 Fund or Funds, and the settlement of any paying agents’ charges relating to the
1101 Refunded Bonds.

1102 Furthermore, appropriate officials of the City in cooperation with the Escrow
1103 Agent are authorized and directed to make the necessary arrangements for the
1104 purchase of the escrowed securities referenced in the Escrow Agreement and the
1105 delivery thereof to the Escrow Agent on the day of delivery of the Bonds of a
1106 series to the Purchasers for deposit to the credit of the “CITY OF AUSTIN,
1107 TEXAS, WATER AND WASTEWATER SYSTEM REVENUE REFUNDING
1108 AND IMPROVEMENT BONDS, SERIES 2024 ESCROW FUND” (referred to as
1109 the “Escrow Fund”), all as contemplated and provided in Chapter 1207, the Forty-
1110 Seventh Supplement, a Bond Purchase Agreement governing the sale of a series of
1111 Bonds, and the Escrow Agreement. The blank in the name of the Escrow Fund
1112 will be completed to correspond to the series designation of Bonds sold for the
1113 purpose of refunding Refunded Bonds.

1114 On or immediately prior to the date of the delivery of the Bonds to the
1115 Underwriters, the Pricing Officer shall also cause to be deposited (and is
1116 authorized to cause to be deposited) with the Escrow Agent from moneys on
1117 deposit in the debt service fund(s) maintained for the payment of the Refunded
1118 Bonds an amount which, together with the proceeds of sale, and the investment
1119 earnings thereon, will be sufficient to pay in full the Refunded Bonds (or the
1120 amount of accrued interest due thereon) scheduled to mature and authorized to be
1121 redeemed on the earliest date established in the Bond Purchase Agreement for the
1122 redemption of any of the Refunded Bonds (or the earliest date of payment, to be
1123 made from moneys in the Escrow Fund(s), as established in the Bond Purchase
1124 Agreement, of the amount of accrued interest due thereon).

1125 **SECTION 25: REFUNDED BONDS.** (a) In order to provide for the
1126 refunding, discharge, and retirement of the Refunded Bonds, the Refunded Bonds,
1127 identified, described, and in the amounts set forth in the Bond Purchase Agreement
1128 or Pricing Certificate, are called for redemption on the first date(s) the Refunded
1129 Bonds are subject to redemption or such other date specified by the Pricing Officer
1130 in the Bond Purchase Agreement or Pricing Certificate at the price of par plus
1131 accrued interest to the redemption dates, and notice of any redemption shall be
1132 given in accordance with the applicable provisions of the ordinance(s) adopted by
1133 council, which authorized the issuance of the Refunded Bonds. The Pricing
1134 Officer is authorized and directed to issue or cause to be issued a Notice of
1135 Redemption for each series of the Refunded Bonds in substantially the form(s)
1136 required by the ordinance(s) which authorized the issuance of the Refunded Bonds,

1137 to each and every paying agent/registrar for Refunded Bonds, in accordance with
1138 the redemption provisions applicable to each series of the Refunded Bonds.

1139 (b) Each paying agent/registrar for Refunded Bonds is directed to provide
1140 the appropriate notice(s) of redemption as required by the respective ordinances
1141 authorizing the Refunded Bonds and is directed to make appropriate arrangements
1142 so that the Refunded Bonds may be redeemed on their applicable redemption date.

1143 (c) The source of funds for payment of the principal of and interest on the
1144 Refunded Bonds on their respective maturity or redemption dates shall be from the
1145 funds deposited with the Escrow Agent or the paying agent/registrar for the
1146 Refunded Bonds pursuant to the provisions of Chapter 1207 and Chapter 1371, as
1147 applicable, the Forty-Seventh Supplement and the Bond Purchase Agreement.

1148 **SECTION 26: CONTROL AND CUSTODY OF BONDS.** The Pricing
1149 Officer shall be and is authorized to take and have charge of all necessary orders
1150 and records pending the sale of the Bonds, and shall take and have charge and
1151 control of the Initial Bond(s) pending the approval thereof by the Attorney
1152 General, the registration thereof by the Comptroller of Public Accounts and the
1153 delivery thereof to the Underwriters.

1154 Furthermore, the Mayor, Mayor Pro Tem, City Manager, any Assistant City
1155 Manager, Chief Financial Officer, any Deputy Financial Officer, City Clerk, City
1156 Treasurer and City Attorney, any one or more of these officials, are authorized and
1157 directed to furnish and execute any documents relating to the City and its financial
1158 affairs as may be necessary for the sale of the Bonds, the approval of the Attorney
1159 General and registration by the Comptroller of Public Accounts and, together with
1160 the City's financial advisor, bond counsel and the Paying Agent/Registrar, make
1161 the necessary arrangements for their delivery to the Underwriters following the
1162 sale.

1163 **SECTION 27: PROCEEDS OF SALE.** Immediately following the
1164 delivery of the Bonds of a series, the proceeds of sale (less those proceeds of sale
1165 designated to pay costs of issuance and any accrued interest received from the
1166 Underwriters) shall be deposited, together with other available funds of the City,
1167 with (i) U.S. Bank Trust Company, National Association (the "Deposit Agent") for
1168 the payment and discharge of the Refunded Notes, (ii) the Escrow Agent for the
1169 payment and redemption of Refunded Bonds or (iii) deposited into the appropriate
1170 construction fund or account established by the City to pay for the improvement
1171 projects. The proceeds of sale of the Bonds of a series not so deposited with the
1172 Escrow Agent for the refunding of the Refunded Bonds, with the Deposit Agent
1173 for the refunding of the Refunded Notes or with the appropriate construction fund
1174 or account established by the City to pay for the improvement projects shall be

1175 disbursed for payment of costs of issuance or deposited in the Debt Service Fund
1176 for the Bonds, all in accordance with written instructions from the City or its
1177 financial advisor. Accrued interest, if any, received from the Underwriters shall be
1178 deposited to the credit of the Debt Service Fund, and premium, if any, received
1179 from the Underwriters as part of the purchase price of the Bonds shall be used in a
1180 manner consistent with Chapter 1201 (specifically Section 1201.041(d)).

1181 Furthermore, appropriate officials of the City in cooperation with the
1182 Deposit Agent and the Escrow Agent, as applicable, are authorized and directed to
1183 make the necessary arrangements for the deposit of funds for the payment of the
1184 Refunded Obligations, all as contemplated and provided in Chapter 1207 and the
1185 Forty-Seventh Supplement.

1186 Additionally, the Pricing Officer shall determine the amount of any City
1187 contribution to the refunding from moneys on deposit in the interest and sinking
1188 fund(s) or reserve fund(s) maintained for the payment of the applicable Refunded
1189 Obligations.

1190 **SECTION 28: LEGAL OPINION.** The obligation of the Underwriters to
1191 accept delivery of the Bonds of a series is subject to being furnished a final opinion
1192 of McCall, Parkhurst & Horton L.L.P., approving the Bonds as to their validity, the
1193 opinion to be dated and delivered as of the date of initial delivery and payment for
1194 the Bonds. A true and correct reproduction of the opinion is authorized to be
1195 printed on the definitive Bonds or an executed counterpart of the opinion shall
1196 accompany the global Bonds deposited with DTC.

1197 **SECTION 29: CUSIP NUMBERS.** CUSIP numbers may be printed or
1198 typed on the definitive Bonds. It is expressly provided, however, that the presence
1199 or absence of CUSIP numbers on the definitive Bonds shall be of no significance
1200 or effect as regards the legality thereof and neither the City nor attorneys approving
1201 the Bonds as to legality are to be held responsible for CUSIP numbers incorrectly
1202 printed or typed on the definitive Bonds.

1203 **SECTION 30: PAYMENT AND PERFORMANCE ON BUSINESS**
1204 **DAYS.** Whenever under the terms of the Forty-Seventh Supplement or the Bonds,
1205 the performance date of any provision of the Forty-Seventh Supplement or the
1206 Bonds, including the payment of principal of or interest on the Bonds, shall occur
1207 on a day other than a Business Day, then performance, including the payment of
1208 principal of and interest on the Bonds, need not be made on that day but may be
1209 performed or paid, as the case may be, on the next succeeding Business Day with
1210 the same force and effect as if made on the date of performance or payment.

1211 **SECTION 31: LIMITATION OF BENEFITS WITH RESPECT TO**
1212 **THE FORTY-SEVENTH SUPPLEMENT.** With the exception of the rights or
1213 benefits expressly conferred in the Forty-Seventh Supplement, nothing expressed
1214 or contained in the Forty-Seventh Supplement or implied from the provisions of
1215 the Forty-Seventh Supplement or the Bonds is intended or should be construed to
1216 confer upon or give to any person other than the City, the Holders, and the Paying
1217 Agent/Registrar, any legal or equitable right, remedy, or claim under or by reason
1218 of or in respect to the Forty-Seventh Supplement or any covenant, condition,
1219 stipulation, promise, agreement, or provision contained in the Forty-Seventh
1220 Supplement. The Forty-Seventh Supplement and all of the covenants, conditions,
1221 stipulations, promises, agreements, and provisions of the Forty-Seventh
1222 Supplement are intended to be and shall be for and inure to the sole and exclusive
1223 benefit of the City, the Holders, and the Paying Agent/Registrar as provided in the
1224 Forty-Seventh Supplement and in the Bonds.

1225 **SECTION 32: NOTICES TO HOLDERS - WAIVER.** Wherever the
1226 Forty-Seventh Supplement provides for notice to Holders of any event, the notice
1227 shall be sufficiently given (unless otherwise expressly provided in the Forty-
1228 Seventh Supplement) if in writing and sent by United States Mail, first class
1229 postage prepaid, to the address of each Holder appearing in the Security Register at
1230 the close of business on the Business Day next preceding the mailing of the notice.

1231 In any case where notice to Holders is given by mail, neither the failure to
1232 mail the notice to any particular Holders nor any defect in any notice so mailed
1233 shall affect the sufficiency of the notice with respect to all other Bonds. Where the
1234 Forty-Seventh Supplement provides for notice in any manner, the notice may be
1235 waived in writing by the Holder entitled to receive the notice, either before or after
1236 the event with respect to which notice is given, and the waiver shall be the
1237 equivalent of the notice. Waivers of notice by Holders shall be filed with the
1238 Paying Agent/Registrar, but a filing shall not be a condition precedent to the
1239 validity of any action taken in reliance upon the waiver.

1240 **SECTION 33: GOVERNING LAW.** The Forty-Seventh Supplement shall
1241 be construed and enforced in accordance with the laws of the State of Texas and
1242 the United States of America.

1243 **SECTION 34: EFFECT OF HEADINGS.** The Section headings in the
1244 Forty-Seventh Supplement are for convenience of reference only and shall not
1245 affect the construction of the Forty-Seventh Supplement.

1246 **SECTION 35: CONSTRUCTION OF TERMS.** If appropriate in the
1247 context of the Forty-Seventh Supplement, words of the singular number shall be
1248 considered to include the plural, words of the plural number shall be considered to

1249 include the singular, and words of the masculine, feminine or neuter gender shall
1250 be considered to include the other genders. References to any named person shall
1251 mean that person and his or her successors and assigns. References to any office
1252 shall include the person holding the office in an interim, acting or permanent
1253 capacity. References to any constitutional, statutory or regulatory provision means
1254 the provision as it exists on the date the Forty-Seventh Supplement is adopted by
1255 council. Any reference to the payment of principal in the Forty-Seventh
1256 Supplement shall include the payment of any mandatory sinking fund redemption
1257 payments as described in the Forty-Seventh Supplement. Any reference to
1258 "FORM OF BOND" refers to the form of the Bonds in **Exhibit A** to the Forty-
1259 Seventh Supplement. Any reference to Bonds of a series will mean the series
1260 designation of Bonds set forth in a Bond Purchase Agreement.

1261 **SECTION 36: SEVERABILITY.** If any provision of the Forty-Seventh
1262 Supplement or its application to any circumstance shall be held to be invalid, the
1263 remainder of the Forty-Seventh Supplement and its application to other
1264 circumstances shall nevertheless be valid, and council declares that the Forty-
1265 Seventh Supplement would have been enacted without such invalid provision.

1266 **SECTION 37: INSURANCE.** The Bonds of a series may but are not
1267 required to be sold with the principal of and interest being insured by a qualified
1268 municipal bond insurance provider. The Pricing Officer is authorized to make the
1269 selection of municipal bond insurance (if any) for the Bonds of a series and to
1270 determine the provisions of any commitment for the municipal bond insurance.
1271 The Pricing Officer is authorized to execute any agreement with a qualified
1272 municipal bond insurance provider in connection with obtaining municipal bond
1273 insurance. In addition, if municipal bond insurance is obtained, the City will
1274 comply with the conditions applicable to the Bonds as set forth in the commitment
1275 or agreement entered into with the provider, as if the conditions were incorporated
1276 in the Forty-Seventh Supplement.

1277 **SECTION 38: SECTION 2252.908, TEXAS GOVERNMENT CODE.**
1278 The City shall not execute a Bond Purchase Agreement, the Paying
1279 Agent/Registrar Agreement or the Escrow Agreement unless each of the parties
1280 has confirmed to an Authorized Representative that either it (i) has made
1281 disclosure filings to the Texas Ethics Commission in accordance with Section
1282 2252.908, Texas Government Code or (ii) is exempt from making filings under
1283 Section 2252.908(c)(4), Texas Government Code. If clause (i) of this Section 38
1284 applies to any party, within 30 days of receipt of any such disclosure filing the
1285 filing will be acknowledged by the City in accordance with the rules of the Texas
1286 Ethics Commission.

1287 **SECTION 39: PUBLIC MEETING.** It is officially found that the meeting
1288 at which the Forty-Seventh Supplement is adopted was open to the public and
1289 public notice of the time, place, and subject matter of the public business to be
1290 considered at such meeting, including the Forty-Seventh Supplement, was given;
1291 all as required by Chapter 551.

1292 **SECTION 40: EFFECTIVE DATE.** This Forty-Seventh Supplement is
1293 passed on one reading as authorized by Chapter 1201 (specifically Section
1294 1201.028) and shall be effective immediately upon its passage and adoption.

1295

1296

[Execution Page Follows]

DRAFT

PASSED AND APPROVED
MAY __, 2024

CITY OF AUSTIN, TEXAS

KIRK WATSON
Mayor

ATTEST:

MYRNA RIOS
City Clerk

APPROVED:

ANNE L. MORGAN
City Attorney

(City Seal)

SCHEDULE I

SCHEDULE OF REFUNDED OBLIGATIONS

City of Austin, Texas Water and Wastewater System Revenue Refunding Bonds, Series 2012
City of Austin, Texas Water and Wastewater System Revenue Refunding Bonds, Series 2013A
City of Austin, Texas Water and Wastewater System Revenue Refunding Bonds, Series 2014

presentation and surrender of this Bond. Interest is payable to the Registered Owner of this Bond (or one or more Predecessor Bonds, as defined in the Forty-Seventh Supplemental Ordinance to the Master Ordinance (the "Forty-Seventh Supplement")) whose name appears on the "Security Register" maintained by the Paying Agent/Registrar at the close of business on the "Record Date", which is the last business day of the month next preceding each interest payment date and interest shall be paid by the Paying Agent/Registrar by check sent United States Mail, first class postage prepaid, to the address of the registered owner recorded in the Security Register or by such other method, acceptable to the Paying Agent/Registrar, requested by, and at the risk and expense of, the registered owner. If the date for the payment of the principal of or interest on the Bonds shall be a Saturday, Sunday, a legal holiday, or a day when banking institutions in the city where the Designated Payment/Transfer Office of the Paying Agent/ Registrar is located are authorized by law or executive order to close, then the date for such payment shall be the next succeeding day which is not such a Saturday, Sunday, legal holiday, or day when banking institutions are authorized to close; and payment on such date shall have the same force and effect as if made on the original date payment was due. All payments of principal of, premium, if any, and interest on this Bond shall be without exchange or collection charges to the owner of this Bond and in any coin or currency of the United States of America which at the time of payment is legal tender for the payment of public and private debts.

This Bond, dated as of _____, is one of the series specified in its title, issued in the aggregate principal amount of \$_____ (the "Bonds") for the purpose of financing the costs of acquisition and construction of improvements, additions and extensions to the City's Water/Wastewater System, refinancing and refunding the Refunded Obligations (identified and defined in the Forty-Seventh Supplement), and paying costs of issuance, in conformity with the Constitution and laws of the State of Texas, including V.T.C.A., Government Code, Chapter 1502 Chapter 1207, Chapter 1371 and pursuant to a Master Ordinance and the Forty-Seventh Supplement adopted by the City Council of the City (collectively referred to as the "Ordinances").

The Bonds maturing on and after _____ 15, 203_, may be redeemed prior to their Stated Maturities, at the option of the City, in whole or in part in principal amounts of \$5,000 or any integral multiple thereof (and if within a Stated Maturity by lot by the Paying Agent/Registrar), on _____ 15, 203_, or on any date thereafter at the redemption price of par plus accrued interest thereon to the redemption date.

The Bonds maturing on _____ 15 in the years 20__ and 20__ (the "Term Bonds") are subject to mandatory redemption prior to maturity with funds on deposit in the Debt Service Fund established and maintained for the payment of the

Bonds in the Master Ordinance, and shall be redeemed in part prior to maturity at the price of par and accrued interest thereon to the date of redemption, and without premium, on the dates and in the principal amounts as follows:

<u>Term Bonds Maturing</u> _____ <u>15, 20</u> _____		<u>Term Bonds Maturing</u> _____ <u>15, 20</u> _____	
<u>Redemption Date</u>	<u>Principal Amount (\$)</u>	<u>Redemption Date</u>	<u>Principal Amount (\$)</u>
*		*	

*Stated maturity

The particular Term Bonds of a stated maturity to be redeemed on each redemption date shall be chosen by lot by the Paying Agent/Registrar; provided, however, that the principal amount of Term Bonds for a stated maturity required to be redeemed on a mandatory redemption date may be reduced, at the option of the City, by the principal amount of Term Bonds of like stated maturity which, at least fifty days prior to the mandatory redemption date, (1) shall have been acquired by the City at a price not exceeding the principal amount of such Term Bonds plus accrued interest to the date of purchase, and delivered to the Paying Agent/Registrar for cancellation or (2) shall have been redeemed pursuant to the optional redemption provisions appearing below and not previously credited against a mandatory redemption requirement.

Not less than thirty days prior to a redemption date, the City shall cause a written notice of such redemption to be sent by United States Mail, first class postage prepaid, to the registered owners of each Bond to be redeemed at the address shown on the Security Register and subject to the terms and provisions relating thereto contained in the Ordinances. If a Bond (or any portion of its principal sum) shall have been called for redemption and notice of such redemption given, then upon such redemption date such Bond (or the portion of its principal sum to be redeemed) shall become due and payable, and interest thereon shall cease to accrue from and after the redemption date therefor, provided moneys for the payment of the redemption price and the interest on the principal amount to be redeemed to the date of redemption are held for the purpose of such payment by the Paying Agent/Registrar.

In the event a portion of the principal amount of a Bond is to be redeemed and the registered owner is someone other than Cede & Co., payment of the redemption price of such principal amount shall be made to the registered owner only upon presentation and surrender of such Bond to the Designated Payment/Transfer Office of the Paying Agent/Registrar, and a new Bond or Bonds of like maturity and interest rate in any authorized denominations provided by the Ordinances for the then unredeemed balance of the principal sum of such Bond or Bonds will be issued to the registered owner, without charge. If a Bond is selected

for redemption, in whole or in part, the City and the Paying Agent/Registrar shall not be required to transfer such Bond to an assignee of the registered owner within forty-five days of the redemption date; provided, however, such limitation on transferability shall not be applicable to an exchange by the registered owner of the unredeemed balance of a Bond redeemed in part.

With respect to any optional redemption of the Bonds, unless the Paying Agent/Registrar has received funds sufficient to pay the principal and premium, if any, and interest on the Bonds to be redeemed before giving of a notice of redemption, the notice may state the City may condition redemption on the receipt of such funds by the Paying Agent/Registrar on or before the date fixed for the redemption, or on the satisfaction of any other prerequisites set forth in the notice of redemption. If a notice of conditional redemption is given and such prerequisites to the redemption and sufficient funds are not received, the notice shall be of no force and effect, the City shall not redeem the Bonds and the Paying Agent/Registrar shall give notice, in the manner in which the notice of conditional redemption was given, that the Bonds have not been redeemed.

The Bonds are special obligations of the City payable solely from and, together with the Prior Subordinate Lien Obligations and the Previously Issued Parity Water/Wastewater Obligations currently Outstanding, equally and ratably secured by a parity lien on and pledge of, the Net Revenues of the Water/Wastewater System in the manner provided in the Ordinances. Additionally, the Bonds and Previously Issued Parity Water/Wastewater Obligations referenced above shall be equally and ratably secured by a parity lien on the funds, if any, deposited to the credit of the Debt Service Fund in accordance with the terms of the Ordinances. **THE BONDS ARE NOT SECURED BY A LIEN ON THE RESERVE FUND ESTABLISHED FOR THE BENEFIT OF CERTAIN OF THE PREVIOUSLY ISSUED PARITY WATER/WASTEWATER OBLIGATIONS, AND THE FORTY-SEVENTH SUPPLEMENT DOES NOT REQUIRE THE CITY TO FUND THE RESERVE FUND FOR THE BENEFIT OF THE HOLDERS OF THE BONDS.** The Bonds do not constitute a legal or equitable pledge, charge, lien or encumbrance upon any property of the City or the Water/Wastewater System, except with respect to the Net Revenues. The Holder of this Bond shall never have the right to demand payment of this obligation out of any funds raised or to be raised by taxation.

Subject to satisfying the related terms and conditions, the City has reserved the right to issue additional revenue obligations payable from and equally and ratably secured by a parity lien on and pledge of the Net Revenues of the Water/Wastewater System, in the same manner and to the same extent as the Bonds.

Reference is made to the Ordinances, copies of which are on file with the Paying Agent/Registrar, and to all of the provisions of which the Holder by the acceptance of this Bond assents, for definitions of terms; the description of and the nature and extent of the security for the Bonds; the properties constituting the Water/Wastewater System; the Net Revenues pledged to the payment of the principal of and interest on the Bonds; the nature and extent and manner of enforcement of the lien and pledge securing the payment of the Bonds; the terms and conditions for the issuance of additional revenue obligations; the terms and conditions relating to the transfer or exchange of this Bond; the conditions upon which the Ordinances may be amended or supplemented with or without the consent of the Holders; the rights, duties, and obligations of the City and the Paying Agent/Registrar; the terms and provisions upon which the liens, pledges, charges and covenants made in the Ordinances may be discharged at or prior to the maturity of this Bond, and this Bond deemed to be no longer Outstanding under the Ordinances; and for the other terms and provisions contained in the Ordinances. Capitalized terms used in this Bond have the same meanings assigned in the Ordinances.

This Bond, subject to certain limitations contained in the Ordinances, may be transferred on the Security Register only upon its presentation and surrender at the Designated Payment/Transfer Office of the Paying Agent/Registrar, with the Assignment endorsed by, or accompanied by a written instrument of transfer in form satisfactory to the Paying Agent/Registrar executed by the Registered Owner, or the authorized agent of the Registered Owner. When a transfer on the Security Register occurs, one or more new fully registered Bonds of the same Stated Maturity, of authorized denominations, bearing the same rate of interest and of the same aggregate principal amount will be issued by the Paying Agent/Registrar to the designated transferee or transferees.

The City and the Paying Agent/Registrar, and any agent of either, may treat the Registered Owner of this Bond whose name appears on the Security Register (i) on the Record Date as the owner entitled to payment of interest on this Bond, (ii) on the date of surrender of this Bond as the owner entitled to payment of principal of this Bond at its Stated Maturity, or its redemption, in whole or in part, and (iii) on any other date as the owner for all other purposes, and neither the City nor the Paying Agent/Registrar, or any agent of either, shall be affected by notice to the contrary. In the event of non-payment of interest on a scheduled payment date and for thirty days after such event, a new record date for such interest payment (a "Special Record Date") will be established by the Paying Agent/Registrar, if and when funds for the payment of such interest have been received from the City. Notice of the Special Record Date and of the scheduled payment date of the past due interest (which shall be fifteen days after the Special Record Date) shall be sent at least five business days prior to the Special Record

Date by United States Mail, first class postage prepaid, to the address of each Holder appearing on the Security Register at the close of business on the last business day next preceding the date of mailing of such notice.

It is certified, recited, represented and covenanted that the City is a duly organized and legally existing municipal corporation under and by virtue of the Constitution and laws of the State of Texas; that the issuance of the Bonds is authorized by law; that all acts, conditions and things required to exist and be done precedent to and in the issuance of the Bonds to render the same lawful and valid obligations of the City have been properly done, have happened and have been performed in regular and due time, form and manner as required by the Constitution and laws of the State of Texas, and the Ordinances; that the Bonds do not exceed any constitutional or statutory limitation; and that due provision has been made for the payment of the principal of and interest on the Bonds by a pledge of the Net Revenues of the Water/Wastewater System. In case any provision in this Bond or any application thereof shall be invalid, illegal, or unenforceable, the validity, legality, and enforceability of the remaining provisions and applications shall not in any way be affected or impaired. The terms and provisions of this Bond and the Ordinances shall be construed in accordance with and shall be governed by the laws of the State of Texas.

IN WITNESS WHEREOF, the City Council of the City has caused this Bond to be executed under the official seal of the City.

CITY OF AUSTIN, TEXAS

Kirk Watson
Mayor, City of Austin, Texas

COUNTERSIGNED:

Myrna Rios
City Clerk, City of Austin, Texas

(SEAL)

REGISTRATION CERTIFICATE OF PAYING AGENT/REGISTRAR

This Bond has been issued and registered in the name of the Registered Owner shown above under the provisions of the within-mentioned Ordinances; the bond or bonds of the above entitled and designated series originally delivered having been approved by the Attorney General of the State of Texas and registered by the Comptroller of Public Accounts, as shown by the records of the Paying Agent/Registrar.

The designated office of the Paying Agent/Registrar in _____, Texas is the Designated Payment/Transfer Office for this Bond.

_____, as Paying
Agent/Registrar

Registration date:

By: _____
Authorized Signature

FORM OF ASSIGNMENT

ASSIGNMENT

FOR VALUE RECEIVED the undersigned sells, assigns, and transfers unto (Print or typewrite name, address, and zip code of transferee):

(Social Security or other identifying number (____))
the within Bond and all rights under this Bond, and irrevocably constitutes and appoints

attorney to transfer the within Bond on the books kept for registration of the Bonds, with full power of substitution in the premises.

DATED:

Signature guaranteed:

NOTICE: The signature on this assignment must correspond with the name of the registered owner as it appears on the face of the within Bond in every particular.

The Initial Bond of a series shall be in the form set forth above, except that the form of the single fully registered Initial Bond shall be modified as follows:

- (i) immediately under the name of the bond the headings "Date of Initial Delivery", "Interest Rate", "Stated Maturity" and "CUSIP No." shall be omitted; and
- (ii) Paragraph one shall read as follows:

Registered Owner:

Principal Amount: _____ Dollars

Date of Initial Delivery: _____, 202_

THE CITY OF AUSTIN, IN TRAVIS, WILLIAMSON AND HAYS COUNTIES, TEXAS (the "City") promises to pay to the Registered Owner named above, or the registered assigns thereof, the Principal Amount hereinabove stated on November 15 in each of the years and in principal installments in accordance with the following schedule:

Maturity Date Principal Amount (\$) Interest Rate (%)

and to pay interest thereon from the date of initial delivery specified above, on _____ 15, 2024, and semiannually on each _____ 15 and _____ 15 thereafter to the maturity date specified above, or to the date of redemption prior to maturity, at the interest rate per annum specified above. Interest shall be calculated on the basis of a 360-day year consisting of twelve 30-day months.

Exhibit B

DESCRIPTION OF ANNUAL FINANCIAL INFORMATION

The following information is referred to in Section 21 of the Forty-Seventh Supplement.

Annual Financial Information and Operating Data

The financial information and operating data with respect to the City to be provided annually in accordance with Section 21 are as specified (and included in the Appendix or under the headings of the Official Statement referred to) below:

The quantitative financial information and operating data with respect to the City within the following tables:

- 1) "WATER SYSTEM – Historical Water Pumpage,"
- 2) "WATER SYSTEM – Projected Water Pumpage,"
- 3) "WATER SYSTEM – Information Concerning Water Sales,"
- 4) "WATER SYSTEM – Large Water Customers,"
- 5) "WASTEWATER SYSTEM – Historical Wastewater Flows,"
- 6) "WASTEWATER SYSTEM – Projected Wastewater Flows,"
- 7) "COMBINED WATER AND WASTEWATER SYSTEM INFORMATION– Water Service Rates,"
- 8) "COMBINED WATER AND WASTEWATER SYSTEM INFORMATION – Wastewater Service Rates,"
- 9) "COMBINED WATER AND WASTEWATER SYSTEM INFORMATION – Analysis of Water Bills,"
- 10) "COMBINED WATER AND WASTEWATER SYSTEM INFORMATION – Analysis of Wastewater Bills,"
- 11) "ELECTRIC UTILITY SYSTEM – Generation Facilities,"
- 12) "AUSTIN ENERGY'S CUSTOMER STATISTICS – Five Year Electric Customer Statistics,"
- 13) "AUSTIN ENERGY'S CUSTOMER STATISTICS – Generation and Use Data,"
- 14) "DISCUSSION OF OPERATING STATEMENT – The Electric Utility System and Water and Wastewater System,"
- 15) "ELECTRIC UTILITY SYSTEM – Customer Base–Average Monthly Number of Customers,"
- 16) "ELECTRIC UTILITY SYSTEM – Fuel Supply,"
- 17) "AUSTIN ENERGY'S CUSTOMER RATES – Typical Monthly Residential Electric Bills of Large Texas Cities,"
- 18) Austin Energy's approved rate schedules incorporated into this document by reference as described in the applicable Pricing Certificate and "AUSTIN ENERGY'S CUSTOMER STATISTICS – Electric Rates,"
- 19) "AUSTIN ENERGY'S CUSTOMER STATISTICS – GreenChoice® Energy Rider,"
- 20) "COMPARATIVE ANALYSIS OF ELECTRIC UTILITY SYSTEM AND WATER AND WASTEWATER SYSTEM OPERATIONS,"
- 21) "OPERATING STATEMENT ELECTRIC UTILITY SYSTEM AND WATER AND WASTEWATER SYSTEM,"
- 22) The table of annual results of the City's annexations in "THE CITY – Annexations," and
- 23) "INVESTMENTS – Current Investments".

The financial statements of the City appended to the Official Statement as Appendix B, but for the most recently concluded fiscal year.

Accounting Principles

The accounting principles referred to in Section 21 are the accounting principles described in the notes to the financial statements referred to in the third paragraph under the heading "Annual Financial Statements and Operating Data" above.