



of the City Manager appearing hereon is his genuine signature and by his signature hereon, the City Manager certifies that the signature of the Mayor appearing hereon is his genuine signature.

9. Capitalized terms not defined in this certificate shall have the meanings ascribed to them in the Resolution passed and adopted by the Schertz/Seguin Local Government Corporation on the 21st day of September, 2023 (the *Resolution*).

10. As Authorized Representatives (authorized to act in the City Manager's absence) pursuant to the terms of the Contract, the Resolution and the Sale and Offering Documents (as defined in the Contract) comply with the Contract.

11. This certificate is made for the benefit of the persons involved in this transaction and the Attorney General of The State of Texas in connection with his examination into and the approval of the Bonds.

Authorization of Attorney General to Date Certificate

12. This certificate is submitted pursuant to 1 TAC §53.247. Upon the approval of the Bonds and the Contract by the Attorney General of the State of Texas, he is authorized to date this certificate as of the date of such approval. If any litigation should develop, or if any other event should occur which should make this certificate inaccurate before the Attorney General's approval of the Bonds and the Contract, we will notify the Attorney General at once by both telephone and facsimile transmission. With this assurance, the Attorney General is entitled to rely on the accuracy of this certificate at the time of approval of the Bonds and the Contract unless we advise him otherwise.

*[The remainder of this page intentionally left blank.]*

WITNESS OUR HANDS AND THE SEAL OF THE CITY OF SCHERTZ, TEXAS, this  
17th day of October, 2023.

CITY OF SCHERTZ, TEXAS

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Mayor

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City Manager

(CITY SEAL)

**EXHIBIT A**

**CURRENTLY OUTSTANDING INDEBTEDNESS  
PAYABLE FROM UTILITY SYSTEM REVENUES**

<u>Description</u>	<u>Amount</u>
None	

Additionally, the City has covenanted in the Contract to establish, assess, and collect rates sufficient to make the Annual Payments (as defined in the Contract), including an amount sufficient to pay the principal and interest payments on the Bonds and the currently outstanding Priority Bonds and the currently outstanding New Series Bonds designated as (i) Schertz/Schertz Local Government Corporation Contract Revenue Bonds, Series 2001”, dated February 1, 2001, issued in the aggregate original principal amount of \$41,040,000, (ii) Schertz/Seguin Local Government Corporation Contract Revenue Bonds, New Series 2016 (Texas Water Development Board SWIRFT Project Financing), dated August 1, 2016, issued in the aggregate original principal amount of \$43,670,000, (iii) Schertz/Seguin Local Government Corporation Contract Revenue Refunding Bonds, New Series 2018, dated November 15, 2018, issued in the aggregate principal amount of \$19,045,000 (iv) Schertz/Seguin Local Government Corporation Contract Revenue Refunding Bonds, Taxable New Series 2022, dated January 15, 2022, issued in the aggregate principal amount of \$39,150,000, and (v) Schertz/Seguin Local Government Corporation Contract Revenue Improvement Bonds, New Series 2022A, dated September 1, 2022, issued in the aggregate principal amount of \$4,500,000.

## EXHIBIT B

### UTILITY RATES

#### Water Rates

New Rates (Effective as of October 1, 2021)  
Inside City Limits  
Residential and Small Commercial (Based on 5/8 meter)

	Gallons	
First	6,000	\$24.61(Min) + \$3.04/M
Next	6,000	42.85 + 3.40/M
Next	6,000	63.25 + 3.98/M
Next	6,000	87.13 + 4.86/M
Over	30,000	145.45 + 6.17/M

Outside City Limits  
Residential and Small Commercial (Based on 5/8 meter)

	Gallons	
First	6,000	\$24.61(Min) + \$3.04/M
Next	6,000	42.85 + 3.40/M
Next	6,000	63.25 + 3.98/M
Next	6,000	87.13 + 4.86/M
Over	30,000	145.45 + 6.17/M

#### Wastewater Rates

New Rates (Effective as of November 1, 2021)  
Residential Rates  
Base Rate - \$14.43

\$4.75 per 1,000 gallons up to 12,000 gallons  
\$10.79 over 12,000 gallons.

Business and Multi-Family Rates  
Base Rate - \$18.15\*

\$4.87 per 1,000 gallons up to 12,000 gallons  
\$10.89 over 12,000 gallons.

\* The Base rate shall be assessed in terms of connection equivalents which shall be as follows: the customer's previous 12 month water consumption as determined at the annual re-rating in February divided by 365, with results of such division then divided by 245 gallons. The figure arrived at by the second division shall be the customer's "connection equivalent". Each business shall be assessed a base rate.

YMCA  
\$3.20 per 1,000 gallons

## EXHIBIT C

### OPERATING SCHEDULE

#### **CITY WATERWORKS AND SEWER SYSTEM OPERATING STATEMENT**

**TABLE 13**

The following condensed statements have been compiled using accounting principles customarily employed in the determination of net revenues available for debt service, and in all instances exclude depreciation, transfers, bad debt, debt service payments and expenditures identified as capital.

	<u>9/30/2022</u>	<u>9/30/2021</u>	<u>9/30/2020</u>	<u>9/30/2019</u>	<u>9/30/2018</u>
Revenues	\$ 31,184,046	\$ 28,394,433	\$ 30,284,539	\$ 28,311,467	\$ 28,016,064
Expenditures	<u>24,362,098</u>	<u>18,323,015</u>	<u>21,190,967</u>	<u>22,620,644</u>	<u>20,802,263</u>
Schertz/Seguin LGC Payment	<u>3,913,110</u>	<u>3,908,231</u>	<u>3,892,799</u>	<u>2,906,068</u>	<u>2,906,068</u>
Net Revenues Available					
Available for Debt Service	<u>\$ 2,908,838</u>	<u>\$ 6,163,187</u>	<u>\$ 5,200,773</u>	<u>\$ 2,784,755</u>	<u>\$ 4,307,733</u>

**EXHIBIT D**

ANNUAL DEBT SERVICE REQUIREMENTS