

CITY OF LAVON, TEXAS

ORDINANCE NO. 2023-02-01

LakePointe PID SAR Bond Partial Redemption

**AUTHORIZING REDEMPTION OF A PORTION OF CITY OF LAVON,
TEXAS SPECIAL ASSESSMENT REVENUE BONDS, SERIES 2019
(LAKEPOINTE PUBLIC IMPROVEMENT DISTRICT IMPROVEMENT
AREA #1 PROJECT)**

THE STATE OF TEXAS	§
COUNTY OF COLLIN	§
CITY OF LAVON	§

WHEREAS, the City of Lavon, Texas (the “City”) has issued its City of Lavon, Texas, Special Assessment Revenue Bonds, Series 2019 (LakePointe Public Improvement District Improvement Area #1 Project), currently outstanding in the aggregate principal amount of \$5,160,000 (the “Outstanding Bonds”);

WHEREAS, the Outstanding Bonds were issued pursuant to Ordinance No. 2019-08-03, adopted by the City Council on August 20, 2019, and a Trust Indenture dated as of September 1, 2019, between the City and Wilmington Trust Company, National Association, as Trustee (the “Trust Indenture”);

WHEREAS, pursuant to Section 4.4 of the Trust Indenture, the Outstanding Bonds are subject to extraordinary mandatory redemption, on the fifteenth day of any month, at the redemption price of 100% of the unpaid principal amount thereof plus accrued interest to the date of redemption, without premium, from amounts on deposit in the Redemption Fund under the Trust Indenture as a result of prepayments of special assessments and related and other fund transfers;

WHEREAS, the Outstanding Bonds may be redeemed in principal amounts of \$5,000 or any integral multiple thereof, and there will be, after fund transfers, more than \$130,000 available in the Redemption Fund to redeem and discharge a portion of the Outstanding Bonds;

WHEREAS, this City Council of the City finds and determines that it is necessary and in the best interests of the City to redeem and discharge \$5,000 of the September 15, 2024 maturity of the Outstanding Bonds, \$15,000 of the September 15, 2029 maturity of the Outstanding Bonds, \$45,000 of the September 15, 2039 maturity of the Outstanding Bonds, and \$65,000 of the September 15, 2049 maturity of the Outstanding Bonds;

WHEREAS, this City Council of the City finds and determines that the principal amount of the Outstanding Bonds to be redeemed shall be applied against the mandatory sinking fund redemption requirements for the Outstanding Bonds maturing September 15 in the years 2024, 2029, 2039 and 2049 as set forth in this Ordinance; and

WHEREAS, it is hereby officially found and determined that the meeting at which this Ordinance was passed was open to the public, and public notice of the time, place, and purpose of said meeting was given, all as required by Chapter 551, Texas Government Code.

NOW THEREFORE BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF LAVON, TEXAS, THAT:

Section 1. The City hereby authorizes redemption of \$5,000 aggregate principal amount of the Outstanding Bonds with a stated maturity of September 15, 2024, \$15,000 aggregate principal amount of the Outstanding Bonds with a stated maturity of September 15, 2029, \$45,000 aggregate principal amount of the Outstanding Bonds with a stated maturity of September 15, 2039, and \$65,000 aggregate principal amount of the Outstanding Bonds with a stated maturity of September 15, 2049, to be applied as follows:

Outstanding Bonds with a stated maturity of September 15, 2024

Mandatory Sinking Fund Redemption Date (Sept. 15)	Mandatory Sinking Fund Redemption Amounts	Mandatory Sinking Fund Redemption Amounts to be Redeemed	Mandatory Sinking Fund Redemption Amounts Remaining
2023	\$110,000	\$0	\$110,000
2024	115,000	5,000	110,000

Outstanding Bonds with a stated maturity of September 15, 2029

Mandatory Sinking Fund Redemption Date (Sept. 15)	Mandatory Sinking Fund Redemption Amounts	Mandatory Sinking Fund Redemption Amounts to be Redeemed	Mandatory Sinking Fund Redemption Amounts Remaining
2025	\$115,000	\$0	\$115,000
2026	120,000	0	120,000
2027	125,000	5,000	120,000
2028	130,000	5,000	125,000
2029	135,000	5,000	130,000

Outstanding Bonds with a stated maturity of September 15, 2039

Mandatory Sinking Fund Redemption Date (Sept. 15)	Mandatory Sinking Fund Redemption Amounts	Mandatory Sinking Fund Redemption Amounts to be Redeemed	Mandatory Sinking Fund Redemption Amounts Remaining
2030	\$140,000	\$0	\$140,000
2031	145,000	5,000	140,000
2032	150,000	5,000	145,000
2033	160,000	5,000	155,000
2034	165,000	5,000	160,000
2035	170,000	5,000	165,000
2036	180,000	5,000	175,000
2037	185,000	5,000	180,000
2038	195,000	5,000	190,000
2039	205,000	5,000	200,000

Outstanding Bonds with a stated maturity of September 15, 2049

Mandatory Sinking Fund Redemption Date (Sept. 15)	Mandatory Sinking Fund Redemption Amounts	Mandatory Sinking Fund Redemption Amounts to be Redeemed	Mandatory Sinking Fund Redemption Amounts Remaining
2040	\$210,000	\$5,000	\$205,000
2041	220,000	5,000	215,000
2042	230,000	5,000	225,000
2043	240,000	5,000	235,000
2044	255,000	5,000	250,000
2045	265,000	5,000	260,000
2046	280,000	5,000	275,000
2047	290,000	10,000	280,000
2048	305,000	10,000	295,000
2049	320,000	10,000	310,000

Section 2. (a) The City hereby directs that the Outstanding Bonds be called for redemption on March 15, 2023 (the “Redemption Date”) in the amount and as set forth in Section 1. Each of such Outstanding Bonds shall be redeemed at the redemption price of par plus accrued interest.

(b) In addition, the appropriate notices of redemption for the Outstanding Bonds are hereby directed to be given as specified by the Trust Indenture and appropriate arrangements shall be made as specified by the Trust Indenture and in accordance with State law so that the Outstanding Bonds may be redeemed on their redemption date. The Outstanding Bonds shall be presented for redemption at the Trustee, and shall not bear interest after the Redemption Date.


Section 3. The source of funds for payment of the principal of and interest on the Outstanding Bonds to be redeemed on their redemption date shall be from the funds on deposit and held in the Redemption Fund, the Bond Fund, the Reserve Fund, the Project Fund and the Pledged Revenue Fund under and pursuant to the Trust Indenture. The Mayor and City Manager are authorized and directed to provide for the necessary or required fund transfers under the Trust Indenture for redemption of the Outstanding Bonds. Further, the Trustee is directed to make all necessary or required fund transfers under the Trust Indenture for redemption of the Outstanding Bonds.

Section 4. The Mayor and City Manager and all other officers and employees of the City are hereby authorized and directed to take or cause to be taken such actions and to execute and deliver such documents, certificates and receipts, including without limitation notices of redemption with respect to the Outstanding Bonds to be redeemed, as necessary or appropriate to consummate the transactions authorized by this Ordinance and to redeem said Outstanding Bonds in accordance with the provisions and requirements of said Outstanding Bonds and the Trust Indenture.

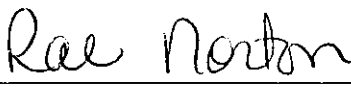
(execution page follows)

PASSED, APPROVED AND ADOPTED on the 7th day of February, 2023.

APPROVED:


Vicki Sanson, Mayor

ATTEST:


Rae Norton, City Secretary



[CITY SEAL]