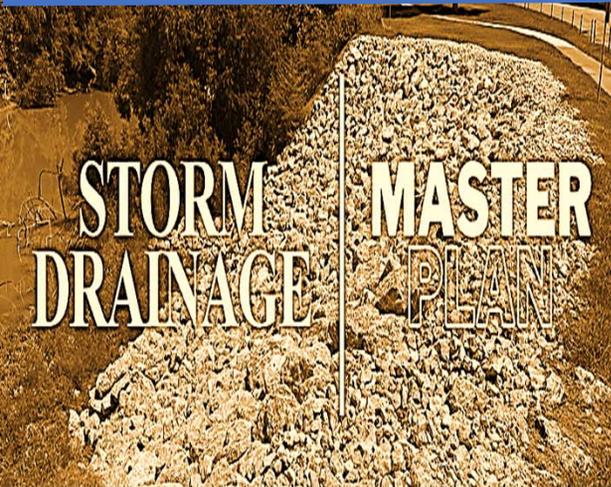


Downtown Master Plan



Parks Master Plan



plan 2035
VICTORIA-TX
 Enhancing Livability

City of Victoria
CIP Program
(2023-2026)

Gilbert P. Reyna, CPA CFO
 Robert D. Taylor, RBC

THE CITY OF VICTORIA TEXAS



Objectives:



- Identify Financial Resources & Strategies
- Debt Capacity Update / Changes
- No Financial Decision Required (“FYI”)
- CIP → Living Document → Always Changing



Financial Resources



Agenda



CIP Funding Sources

- ❖ Operating Transfer Funds
- ❖ VSTDC Funds
- ❖ Grant Funds
- ❖ Hotel Tax Funds
- ❖ Utility Revenue Bond Funds
- ❖ GO/CO Bond Funds



Bond Market Update



Bond Debt Capacity

- ❖ What is Debt Capacity?
- ❖ Influence Factors



Utility Revenue Bond Debt Capacity



GO/CO Bond Debt Capacity



CIP Funding Sources

- ❖ Operating Transfer Funds
- ❖ VSTDC Funds
- ❖ Grant Funds
- ❖ Hotel Tax Funds
- ❖ Utility Revenue Bond Funds
- ❖ GO/CO Bond Funds

Grants

- * FED, State & Local
- * Approve Grants
- * Unapproved Grants

Hotel Tax

- * Sport Facilities
- * Historic District
- * Tourism

VSTDC

- * 1 Yr. Recurring Exp FB
- * \$8M Incentive Program
- * Flexible Funding

Revenue Bond

- * Maximize Debt Capacity
- * Revenue Pledged
- * No Vote is Required
- * Utility Fund

Transfers

- * Operating Funds
- * Reserve Policy
- * Balance Budget
- * Conservative/Flexible

CIP Funding Sources & Strategies

GO/CO Bond

- * Maximize Debt Capacity
- * Levy Tax (CO Rev Pledge)
- * GO = Vote / CO = No-Vote
- * H. B. No. 1869



Bond Market Update

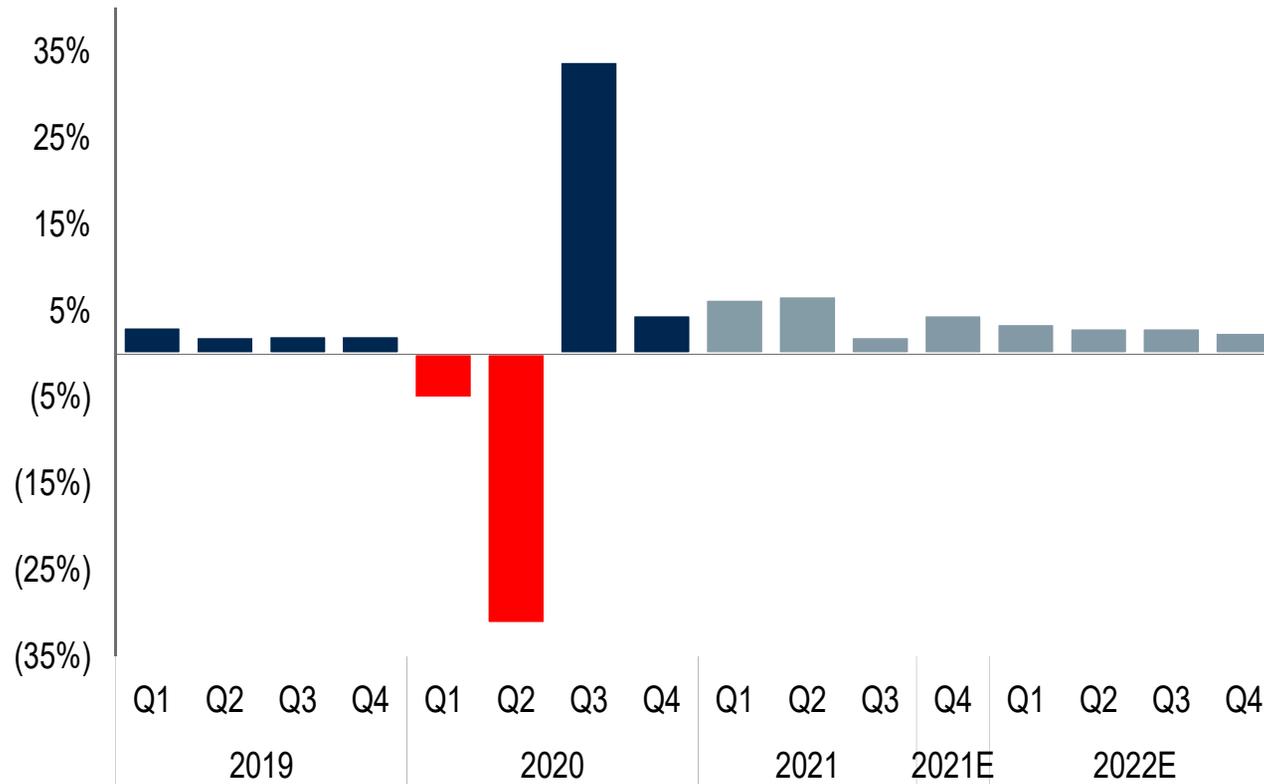
Key Areas of Market Focus

The Infrastructure Bill Has Been Signed - and Now the Market is Awaiting Congressional Action on President Biden's "Build Back Better" Plan

- **\$1 Trillion Bi-partisan Infrastructure Bill (Including \$550 Billion New Spending)**
 - Includes approximately \$110 billion in new spending for roads and bridges, \$73 billion of power grid upgrades, \$66 billion for rail and Amtrak, \$65 billion for broadband expansion, \$55 billion for clean drinking water and \$39 billion for transit
 - **Legislation expands authorized uses of PABs including:**
 - Expansion of surface transportation PABs from \$15 billion to \$30 billion
 - Authorization of new PABs for qualified broadband projects and carbon capture projects

Economic Overview

U.S. GDP Growth

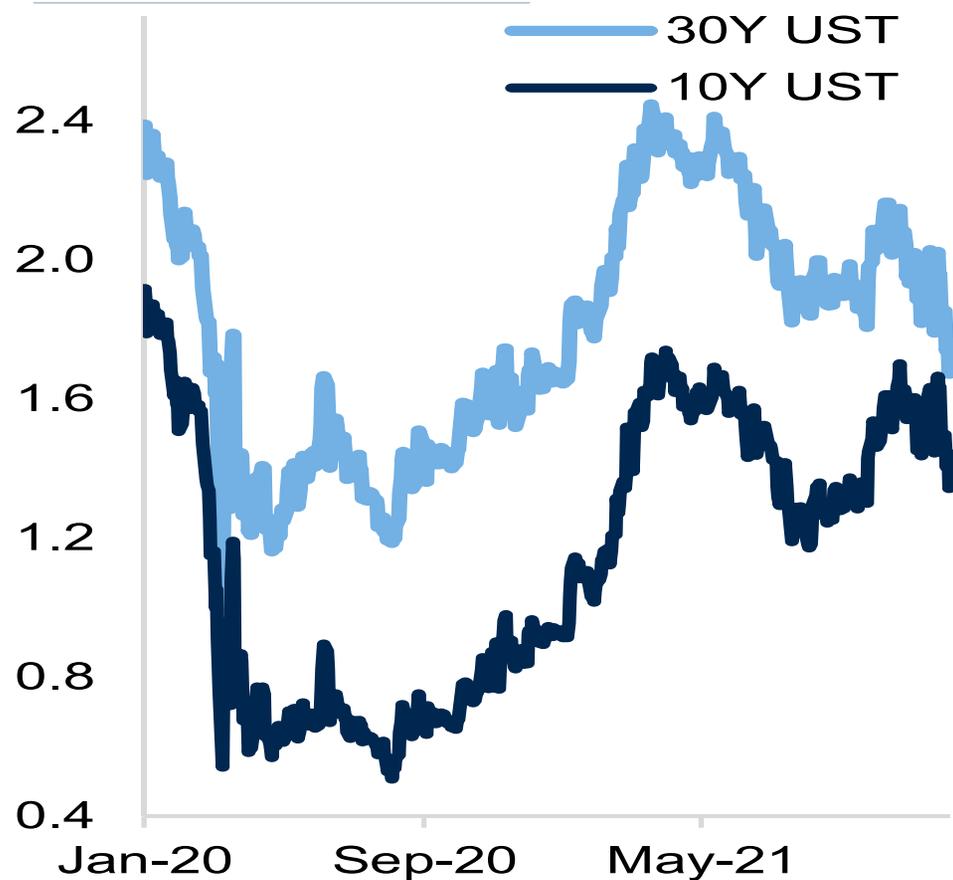


Recent Performance of Major Asset Classes

Uncertainty over the Omicron variant triggered a shockwave of caution and volatility throughout global markets

- Chair Powell stated that the Fed is evaluating an acceleration of QE tapering in response to broad-based inflation pressures
 - A faster wind-down to the Fed's asset-purchase program could lay the foundation for rate hikes sooner than expected in 2022
 - Fed Vice Chair Quarles also supported faster tapering and stated that inflationary pressures are more widespread than the Fed originally believed
- Last week the US Bureau of Labor Statistics (BLS) reported that nonfarm payrolls increased at a weaker than expected 210,000 in the month compared to the Bloomberg Survey estimate of a 550,000 increase
- November CPI data will be a main focus this Friday
- Headline inflation is seen rising at an annualized pace of 6.8%, while core prices rise 4.9%

U.S. Treasury Yields

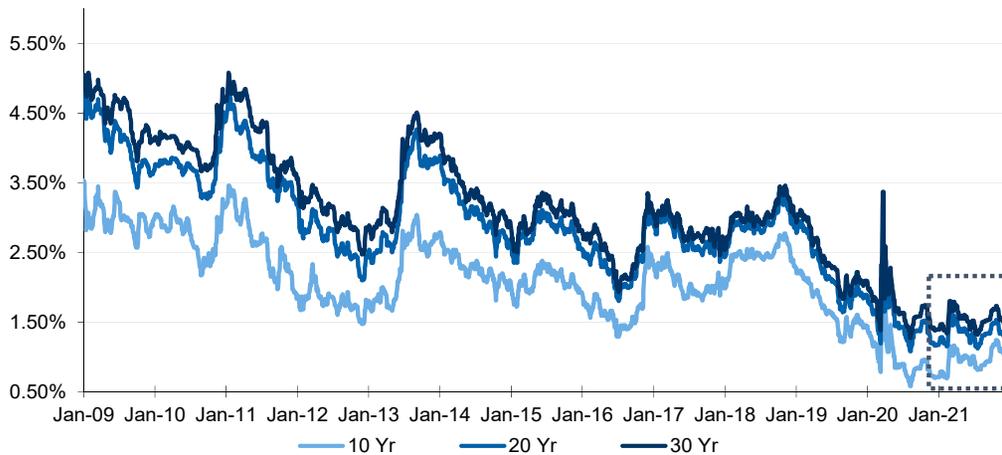




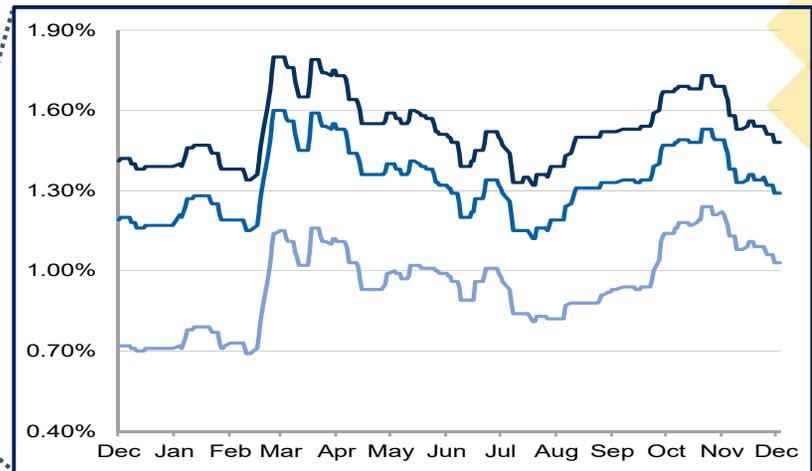
Current Municipal Market Conditions: “AAA” MMD

After closing at 1.51% the previous week, 30-year “AAA” MMD decreased 3 bps on the week

“AAA” MMD January 1, 2009, to Present



Shift in “AAA” MMD Since December 2020



January 1, 2009 to Present

	10 Year	20 Year	30 Year
Maximum	3.53%	4.89%	5.08%
Minimum	0.58%	1.08%	1.27%
Current	1.03%	1.29%	1.48%

Shift in 30-year “AAA” MMD

2014	2015	2016	2017	2018	2019	2020
-1.34%	-0.01%	0.27%	-0.51%	0.47%	-0.93%	-0.68%

December 1, 2020 to Present

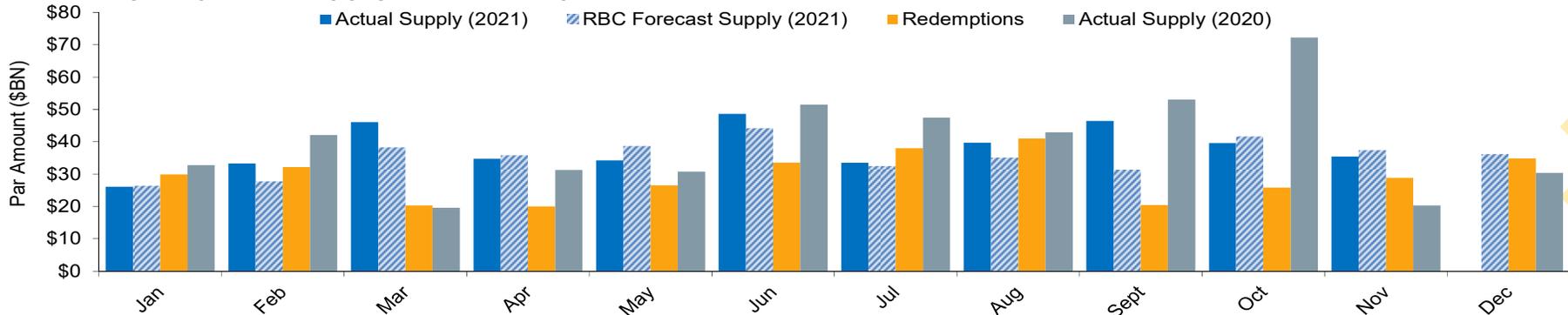
	10 Year	20 Year	30 Year
Maximum	1.24%	1.60%	1.80%
Minimum	0.69%	1.12%	1.32%
Average	0.95%	1.34%	1.54%

Source: TM3, Thomson Reuters
10, 20, and 30 year “AAA” MMD shown to represent different average lives of municipal transactions
Rates as of December 3, 2021

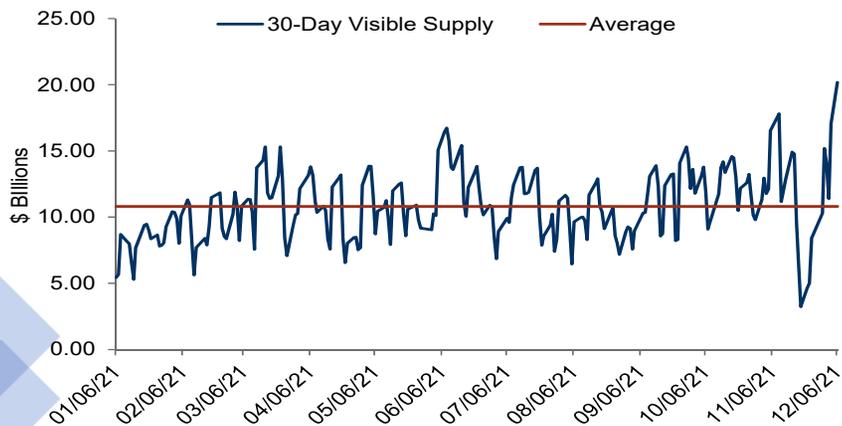


Overview of Municipal Supply

Monthly Projected Supply and Redemptions



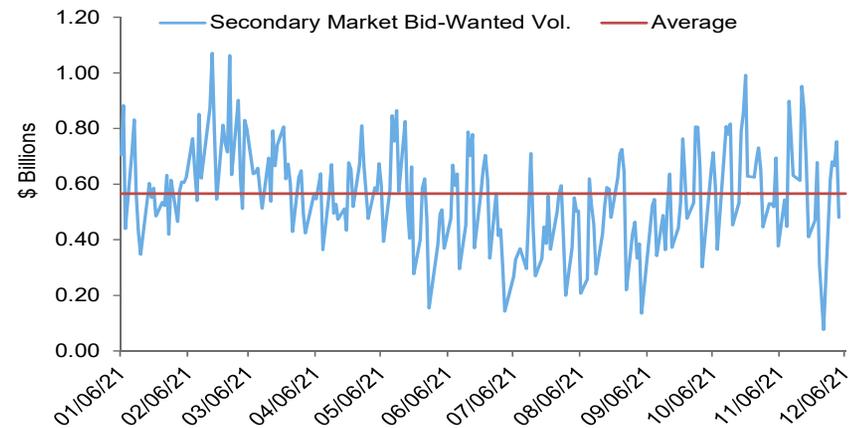
30-Day Visible Supply



Summary Statistics (Billions)

Max	\$20.18	Min	\$3.23	Avg.	\$10.81	Curr.	\$20.18
-----	---------	-----	--------	------	---------	-------	---------

Secondary Market Bid-Wanted Volume



Summary Statistics (Billions)

Max	\$1.07	Min	\$0.08	Avg.	\$0.57	Curr.	\$0.48
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Disclaimer

Sources include: https://www.rbccm.com/assets/rbccm/docs/uploads/2017/RBCCM_Muni_Markets_Weekly_Newsletter.pdf, <http://www.rbc.com/economics/>, RBC Capital Markets.

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Bond Debt Capacity

- ❖ What is Debt Capacity?
- ❖ Influence Factors

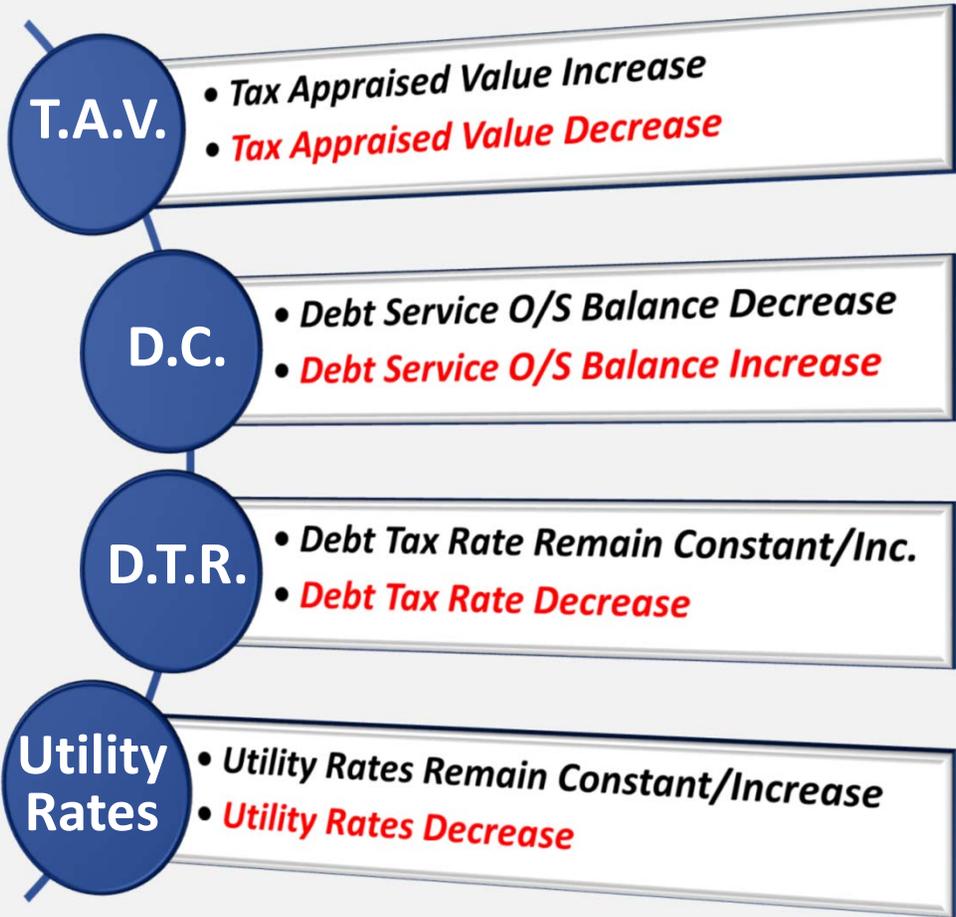
What is Debt Capacity?



In government, debt capacity & debt affordability are closely related concepts that measure the ability to borrow or the ability to handle debt.

- **Debt Capacity** – focuses more on the total amount of outstanding **debt relative to the total economic base** which jurisdictions can collect revenues to repay or issue (*base on TAV growth*) debt.
- **Debt Affordability** – emphasize the **burden associated with repaying debt**. The repayment of debt should not cause a jurisdiction's tax rate to increase to unacceptable level or impact public services.

**Annual
Bond Debt
Capacity**





Utility Revenue Bond Debt Capacity

Utility Revenue Bond Debt Capacity Strategies



Financial Strategies

- Max D.C. Position
- Max Pay-As-You-Go
- Manage O/S Debt
- CIP Should Drive Debt

O/S Debt Service



Utility Rates

- Generates Cashflow:
 - ❖ Operations
 - ❖ Debt Service

FY	Rate	D.S.	Excess
22	\$9.2M	\$7.1M	\$2.1M
23	\$9.2M	\$5.8M	\$3.4M
24	\$9.2M	\$3.8M	\$5.4M

Excess Debt Cashflow

- Fund CIP Projects:
 - ❖ Onetime Expense
 - ❖ No Recurring Exp.
- Fund Future Debt:
 - ❖ Available D.C.
 - ❖ Utility Debt Rate Remain Constant

Current Utility Revenue Debt Outstanding

FY	Annual Debt Service	Interest	Principal	9/30 Outstanding Principal Balance
2021				\$35,845,000
2022	7,120,088	1,335,088	5,785,000	30,060,000
2023	5,759,213	1,174,213	4,585,000	25,475,000
2024	3,839,488	1,054,488	2,785,000	22,690,000
2025	3,835,006	945,006	2,890,000	19,800,000
2026	3,840,013	820,013	3,020,000	16,780,000
2027	3,838,947	688,947	3,150,000	13,630,000
2028	3,376,375	561,375	2,815,000	10,815,000
2029	2,184,456	459,456	1,725,000	9,090,000
2030	2,184,419	374,419	1,810,000	7,280,000
2031	2,184,972	284,972	1,900,000	5,380,000
2032	1,644,619	204,619	1,440,000	3,940,000
2033	1,393,775	138,775	1,255,000	2,685,000
2034	1,396,100	81,100	1,315,000	1,370,000
2035	1,397,400	27,400	1,370,000	0

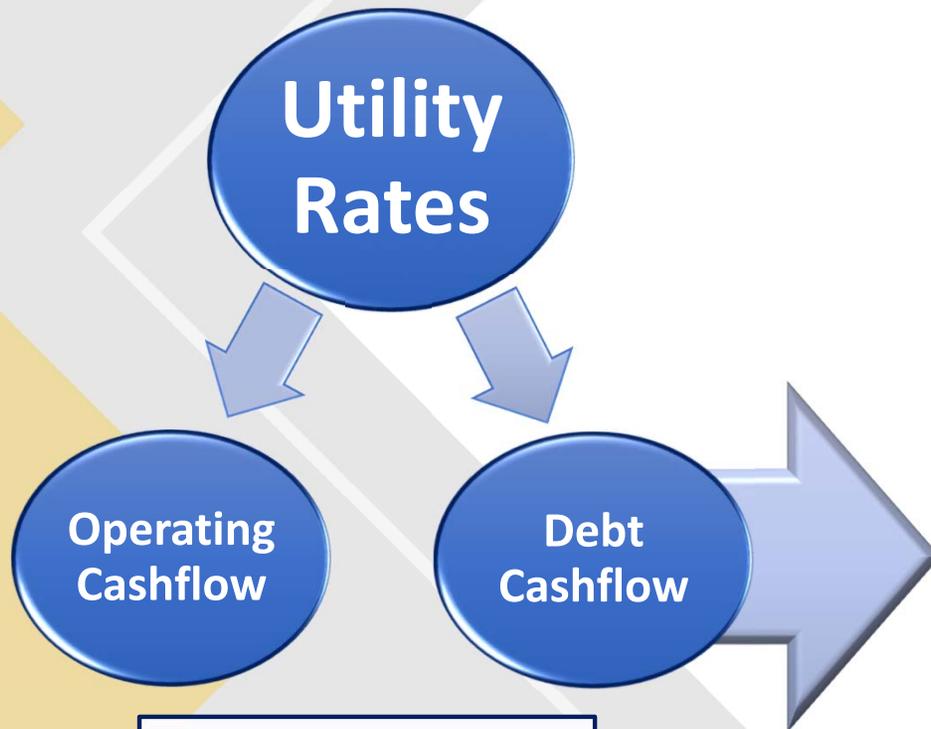


Utility Revenue Bonds - Annual Debt Service Payment



9/30 Outstanding Principal Debt Balance





FY	Debt Cashflow	Debt Service	Excess Cashflow
2021	\$9.23	\$8.04	\$1.22
2022	\$9.23	\$7.12	\$2.13
2023	\$9.23	\$5.76	\$3.49
2024	\$9.23	\$3.84	\$5.41
2025	\$9.23	\$3.84	\$5.41
2026	\$9.23	\$3.84	\$5.41
2027	\$9.23	\$3.84	\$5.41
2028	\$9.23	\$3.38	\$5.88
2029	\$9.23	\$2.18	\$7.07
2030	\$9.23	\$2.18	\$7.07
2031	\$9.23	\$2.18	\$7.07
2032	\$9.23	\$1.64	\$7.61
2033	\$9.23	\$1.39	\$7.86

CASHFLOW DEC 2020

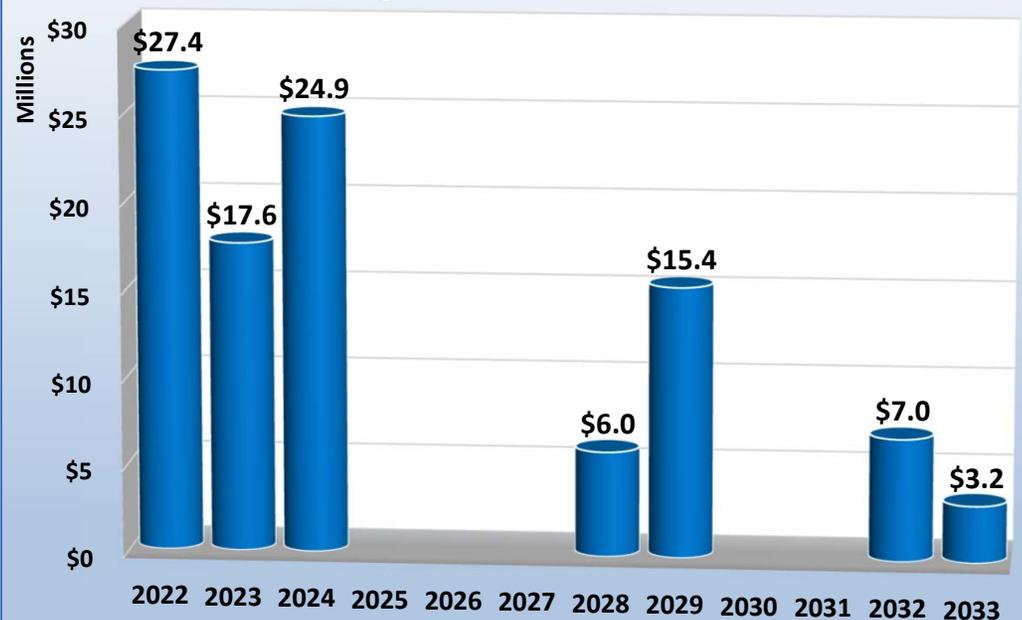
DEBT CAPACITY DEC 2020

As of December 2020 (CIP 2022 thru 2026):

FY	(1) Annual Debt Service	(1) Debt Capacity Cashflow	(1) New Debt Issue Cashflow	(1) CIP / Utility Fund Cashflow	(1) New Debt Issue	Dec. 2020 Debt Capacity
2021	\$8.04	\$1.22	-	\$1.22	-	-
2022	\$7.12	\$2.13	-	-	-	\$27.39
2023	\$5.76	\$1.36	-	-	-	\$17.63
2024	\$3.84	\$1.92	-	-	-	\$24.87
2025	\$3.84	-	-	-	-	-
2026	\$3.84	-	-	-	-	-
2027	\$3.84	-	-	-	-	-
2028	\$3.38	\$0.46	-	-	-	\$5.99
2029	\$2.18	\$1.19	-	-	-	\$15.44
2030	\$2.18	-	-	-	-	-
2031	\$2.18	-	-	-	-	-
2032	\$1.64	\$0.54	-	-	-	\$7.00
2033	\$1.39	\$0.25	-	-	-	\$3.25
Total (2022-2033)	\$7.86	\$7.86	\$0	\$0	\$0	\$101.6



Total Utility Available Debt Capacity @ December 2020



■ Dec. 2020 Debt Capacity - \$102 Million

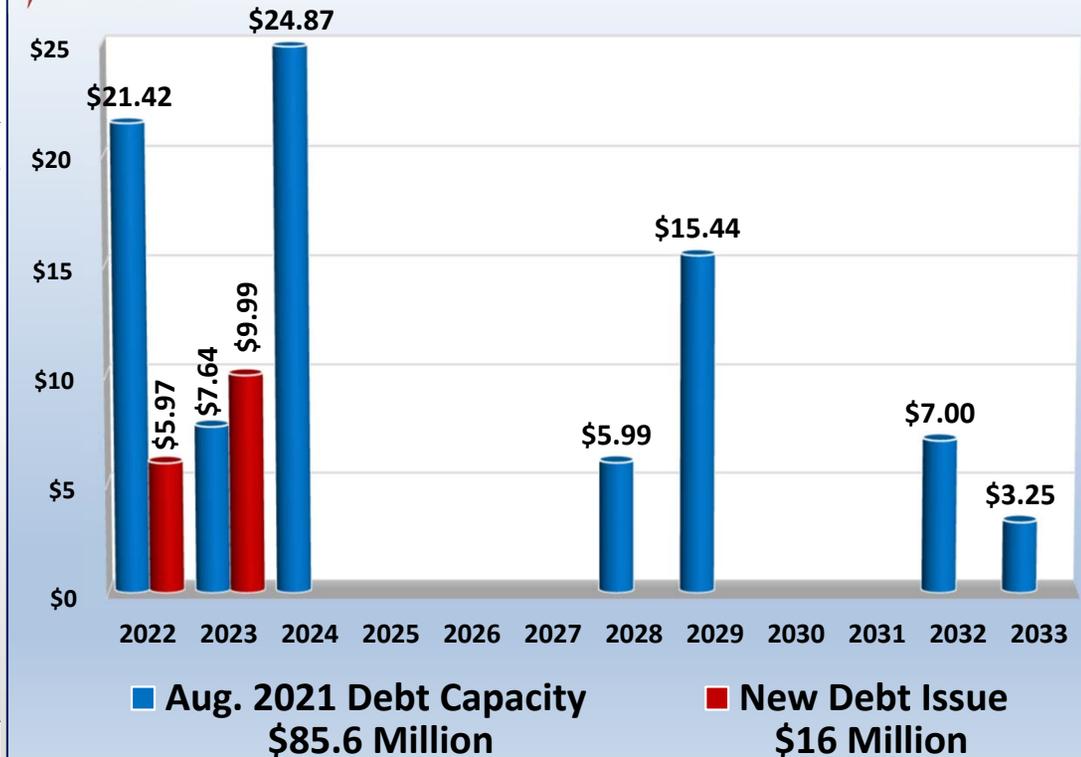
CASHFLOW AUG 2021

DEBT CAPACITY AUG 2021

As of August 2021 (CIP 2022 thru 2026):



Total Utility Debt Capacity @ Aug. 2021



FY	(1) Annual Debt Service	(1) Debt Capacity Cashflow	(1) New Debt Issue Cashflow	(1) CIP / Utility Fund Cashflow	New Debt Issue	Aug. 2021 Debt Capacity
2021	\$8.04	\$1.22	-	\$1.22	-	-
2022	\$7.12	\$2.13	\$0.46	\$1.67	\$5.97	\$21.42
2023	\$5.76	\$1.36	\$0.77	\$0.59	\$9.99	\$7.64
2024	\$3.84	\$1.92	-	-	-	\$24.87
2025	\$3.84	-	-	-	-	-
2026	\$3.84	-	-	-	-	-
2027	\$3.84	-	-	-	-	-
2028	\$3.38	\$0.46	-	-	-	\$5.99
2029	\$2.18	\$1.19	-	-	-	\$15.44
2030	\$2.18	-	-	-	-	-
2031	\$2.18	-	-	-	-	-
2032	\$1.64	\$0.54	-	-	-	\$7.00
2033	\$1.39	\$0.25	-	-	-	\$3.25
Total (2022-2033)	\$7.86	\$7.86	\$16.0	\$16.0	\$16.0	\$85.6

\$101.6

CASHFLOW DEC 2021

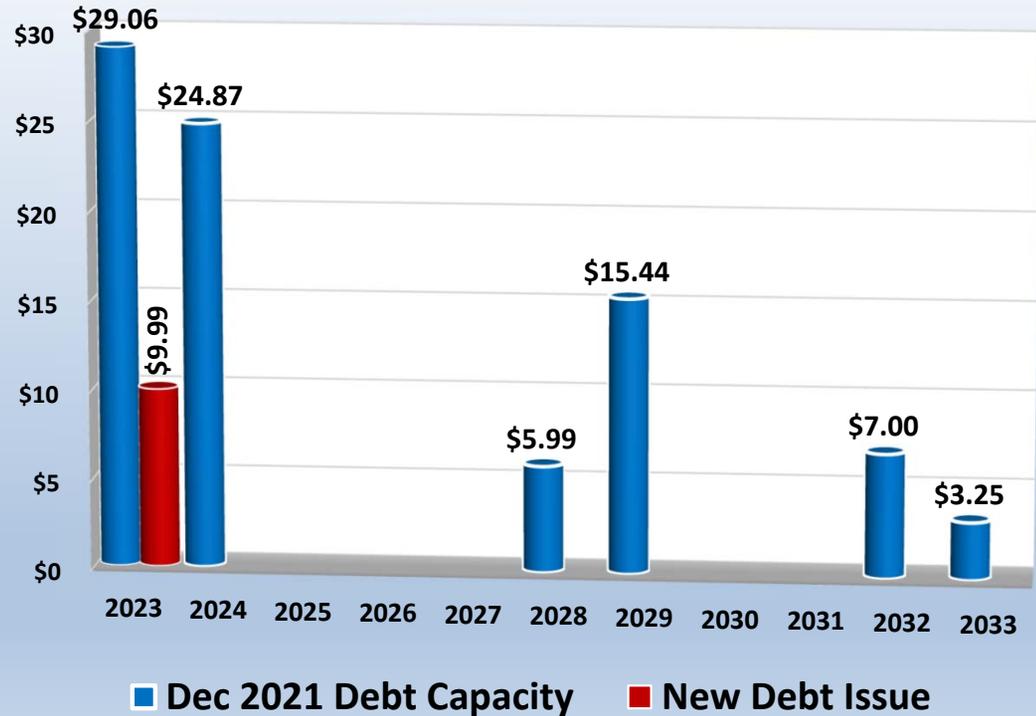
DEBT CAPACITY DEC 2021

As of Dec 2021 (CIP 2023 thru 2026):

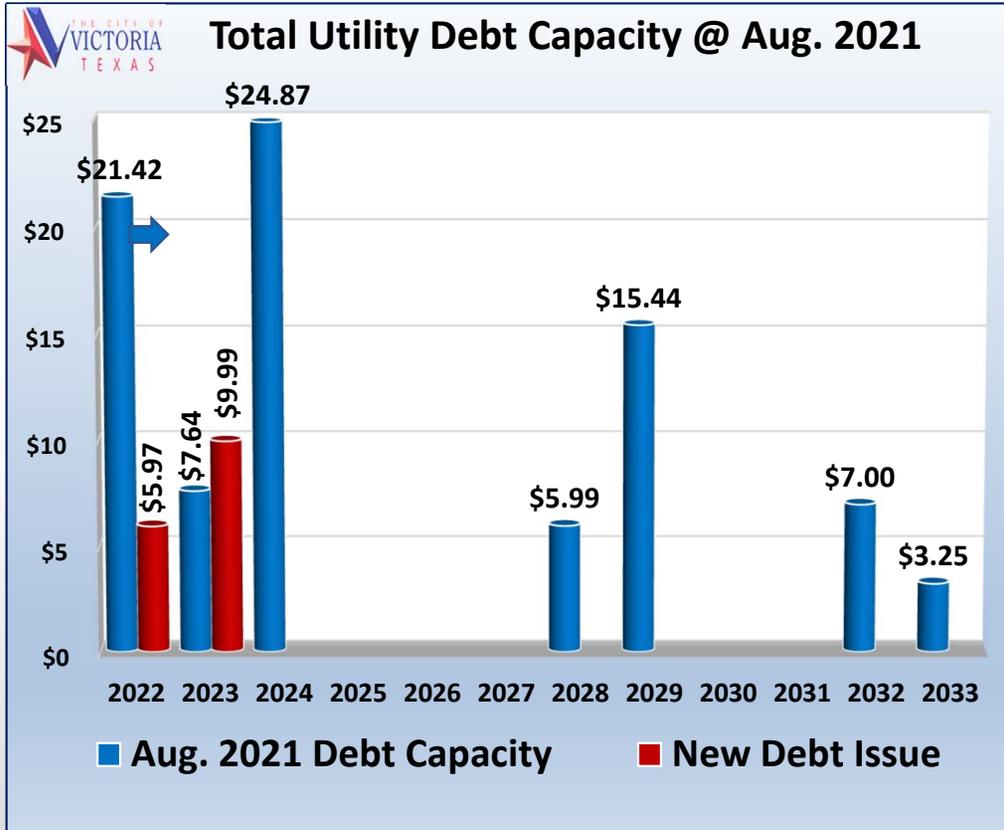
FY	(1) Annual Debt Service	(1) Debt Capacity Cashflow	(1) New Debt Issue Cashflow	(1) CIP / Utility Fund Cashflow	New Debt Issue	Dec 2021 Debt Capacity
2021	\$8.04	\$1.22	-	\$1.22	-	-
2022	\$7.12	\$2.13	\$0.46	\$1.67	\$5.97	\$21.42
2023	\$5.76	\$3.03	\$0.77	\$2.26	\$9.99	\$29.06
2024	\$3.84	\$1.92	-	-	-	\$24.87
2025	\$3.84	-	-	-	-	-
2026	\$3.84	-	-	-	-	-
2027	\$3.84	-	-	-	-	-
2028	\$3.38	\$0.46	-	-	-	\$5.99
2029	\$2.18	\$1.19	-	-	-	\$15.44
2030	\$2.18	-	-	-	-	-
2031	\$2.18	-	-	-	-	-
2032	\$1.64	\$0.54	-	-	-	\$7.00
2033	\$1.39	\$0.25	-	-	-	\$3.25
Total (2023-2033)	\$7.40			Total:	\$9.99	\$85.6
2022 Debt Serv.		\$0.46				
Total Cashflow:		\$7.86				



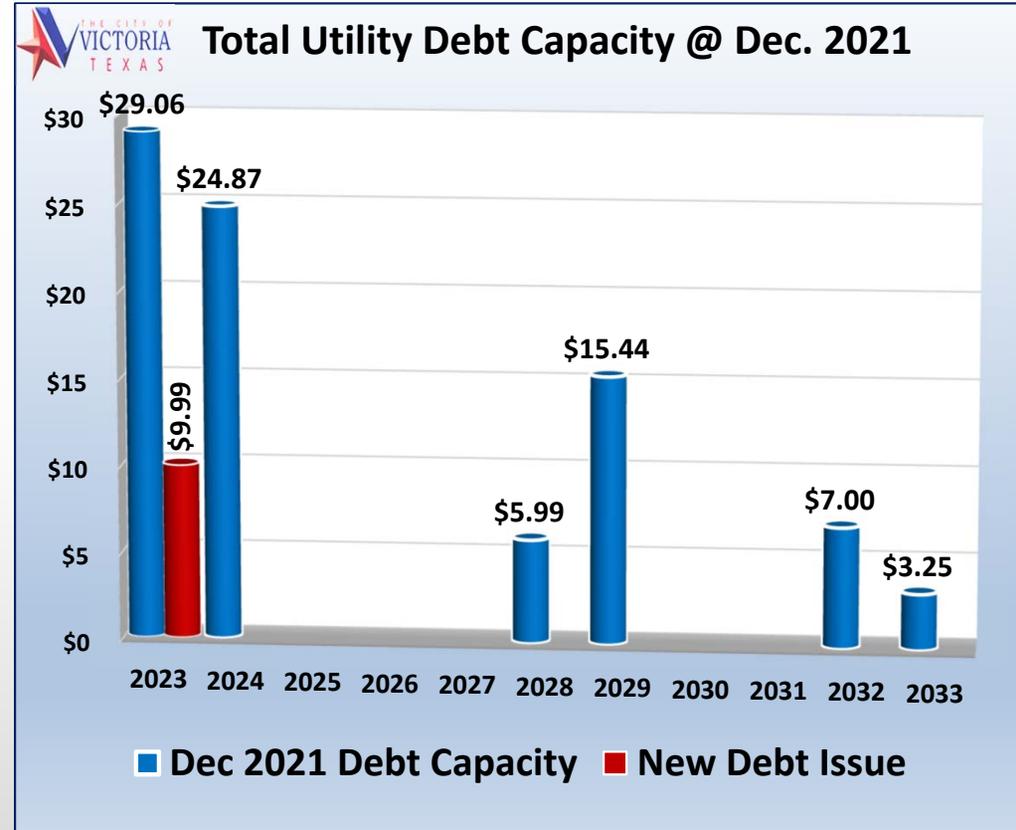
Total Utility Debt Capacity @ December 2021



DEBT CAPACITY AUG 2021



DEBT CAPACITY DEC 2021

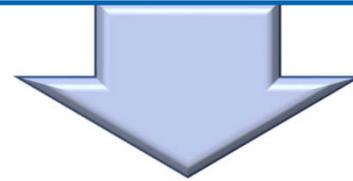






GO/CO Bond Debt Capacity

GO / CO Bond Debt Capacity Strategies



Financial Strategies

- H.B. No. 1869 
 - ❖ Dsgnd. Infrastructure
- Max D.C. Position
- Max Pay-As-You-Go
- Manage O/S Debt
- Active Eco. Dev. Prog.
- Manage Debt Tax Rate
- CIP Should Drive Debt

O/S Debt Service



Debt Tax Rate & TAV

- Generates Cashflow:
 - ❖ Stable Tax Rate
 - ❖ TAV Increase

FY	TAV	% Growth	Tax Rate
20	\$3.69B	4.4%	24.98¢
21	\$3.74B	1.1%	24.57¢
22	\$4.06B	8.7%	23.76¢

- ❖ TAV Decrease =
Adjust & Adapt

Excess Debt Cashflow

- New Debt Issue
 - ❖ Per CIP Program
- Redemption Program
 - ❖ Maintain D.C.
 - ❖ Fund Future Debt
 - Available D.C.
 - Debt Tax Rate Remain Stable
 - TAV Growth

Historical Data

FYE	TAV (Billions)	TAV Growth	Total Tax Rate	M&O Tax Rate	Debt Tax Rate	Debt Serv. (Millions)
2011	\$2,772	-0.4%	\$0.6500	\$0.3946	\$0.2554	\$7.34
2012	\$2,838	2.3%	\$0.6450	\$0.3896	\$0.2554	\$7.41
2013	\$3,051	7.0%	\$0.6056	\$0.3550	\$0.2506	\$7.61
2014	\$3,310	7.8%	\$0.5996	\$0.3490	\$0.2506	\$8.36
2015	\$3,525	6.1%	\$0.5840	\$0.3334	\$0.2506	\$8.93
2016	\$3,699	4.7%	\$0.5711	\$0.3265	\$0.2446	\$9.14
2017	\$3,652	-1.3%	\$0.5892	\$0.3385	\$0.2507	\$9.25
2018	\$3,696	1.2%	\$0.5952	\$0.3426	\$0.2526	\$9.56
2019	\$3,535	-4.6%	\$0.6224	\$0.3597	\$0.2627	\$9.49
2020	\$3,696	4.4%	\$0.6115	\$0.3617	\$0.2498	\$9.50
2021	\$3,737	1.1%	\$0.6115	\$0.3658	\$0.2457	\$9.46
2022	\$4,061	8.7%	\$0.5882 (b)	\$0.3506	\$0.2376	\$9.89 (a)

5 Yr. Annual Average Growth Rate: 2.2%

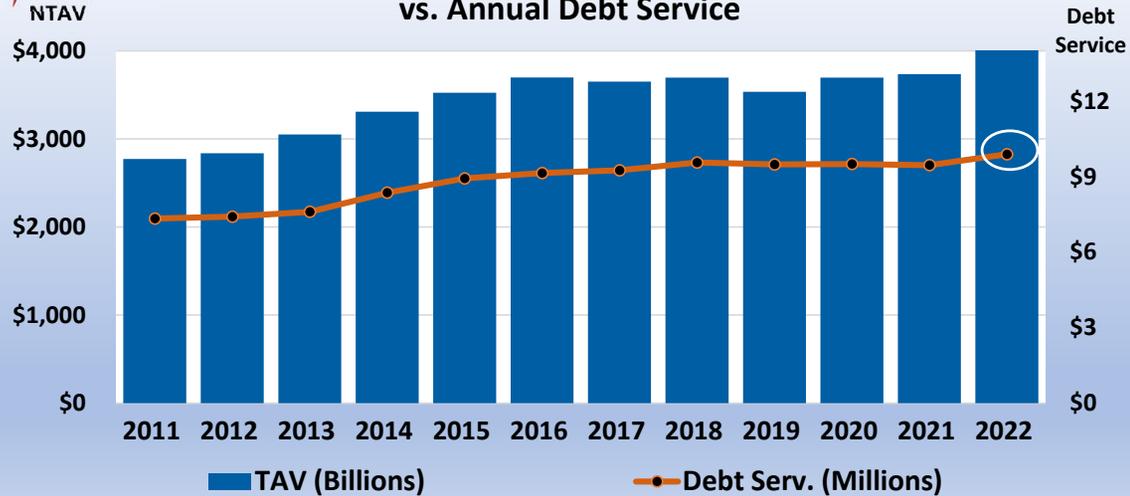
12 Yr. Annual Average Growth Rate: 3.1%

(a) Includes \$500,000 In Bond Redemption (\$9.39 w/o Redemption)

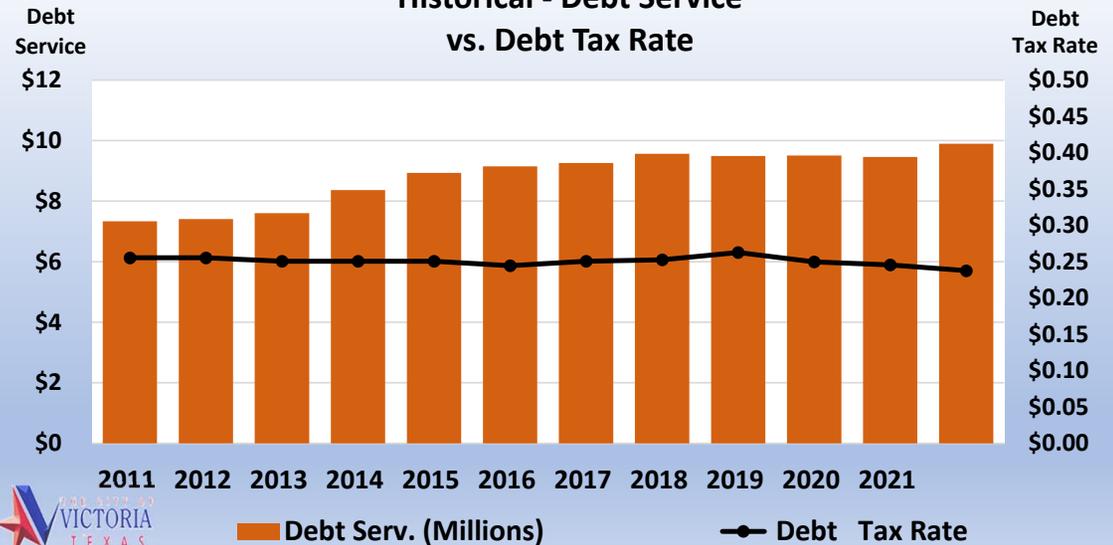
(b) Total Tax Rate = 60% M&O + 40% Debt



Historical - Net Taxable Appraised Values vs. Annual Debt Service



Historical - Debt Service vs. Debt Tax Rate



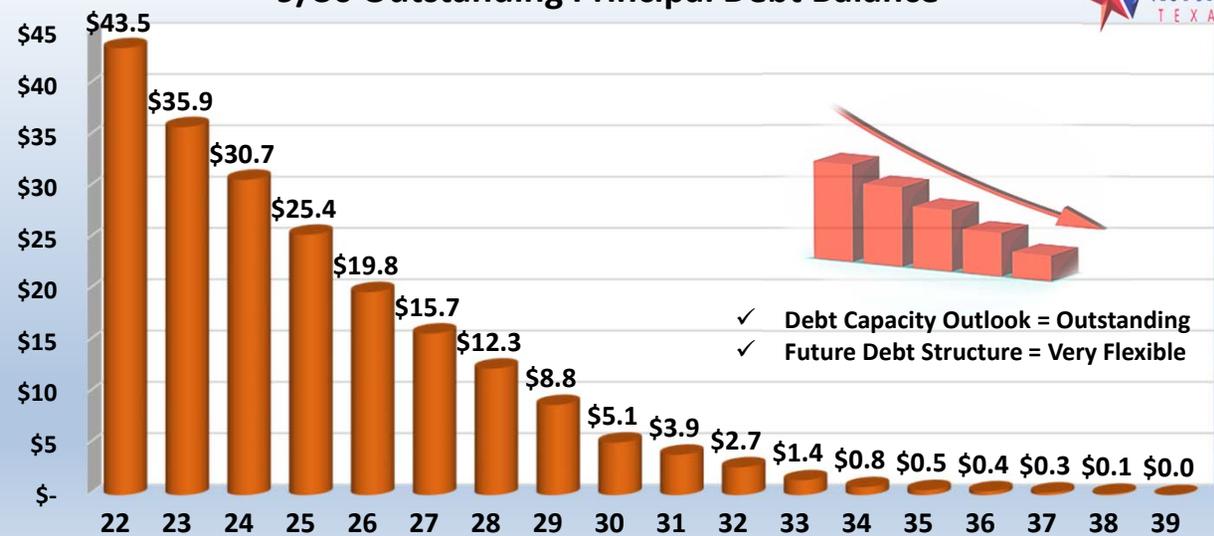
GO/CO Debt Outstanding

Millions				Outstanding
FY	Debt Service	Interest	Principal	Principal Balance
2021				\$51.5
2022	9.88	1.92	7.96	43.5
2023	9.36	1.66	7.70	35.9
2024	6.55	1.42	5.13	30.7
2025	6.57	1.21	5.37	25.4
2026	6.57	0.98	5.59	19.8
2027	4.78	0.75	4.04	15.7
2028	3.99	0.57	3.42	12.3
2029	3.98	0.44	3.55	8.78
2030	3.97	0.31	3.66	5.12
2031	1.36	0.17	1.19	3.93
2032	1.36	0.13	1.23	2.71
2033	1.36	0.09	1.27	1.44
2034	0.72	0.05	0.67	0.77
2035	0.31	0.02	0.29	0.49
2036	0.13	0.01	0.12	0.37
2037	0.13	0.01	0.12	0.25
2038	0.13	0.01	0.13	0.13
2039	0.13	0.00	0.13	0.00

Annual Debt Service Payment



9/30 Outstanding Principal Debt Balance



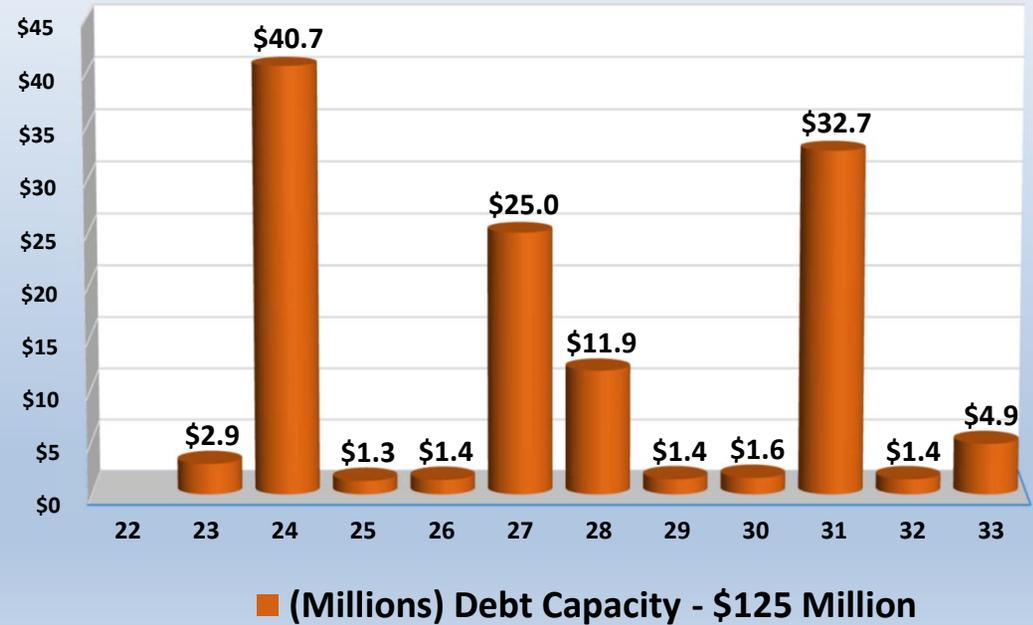
CASHFLOW DEC 2020

DEBT CAPACITY DEC 2020

FY	(Billions) TAV	TAV Growth	(Millions)		(Millions)		(Millions) Excess Cashflow	(Millions) Debt Capacity
			Debt Service	Tax Rate	Stable Tax Rate	Stable Tax Rate Cashflow		
21	\$3.7	1.1%	\$9.2	\$0.2457	\$0.2457	\$9.2	\$0.0	\$0.0
22	\$3.8	1.6%	\$9.3	\$0.2457	\$0.2457	\$9.3	\$0.0	\$0.0
23	\$3.9	3.0%	\$9.4	\$0.2401	\$0.2457	\$9.6	\$0.2	\$2.9
24	\$4.0	2.7%	\$6.6	\$0.1638	\$0.2457	\$9.9	\$3.1	\$40.7
25	\$4.1	1.2%	\$6.6	\$0.1624	\$0.2457	\$10.0	\$0.1	\$1.3
26	\$4.1	1.0%	\$6.6	\$0.1606	\$0.2457	\$10.1	\$0.1	\$1.4
27	\$4.1	1.0%	\$4.8	\$0.1160	\$0.2457	\$10.2	\$1.9	\$25.0
28	\$4.2	1.0%	\$4.0	\$0.0959	\$0.2457	\$10.3	\$0.9	\$11.9
29	\$4.2	1.0%	\$4.0	\$0.0948	\$0.2457	\$10.4	\$0.1	\$1.4
30	\$4.3	1.0%	\$4.0	\$0.0935	\$0.2457	\$10.5	\$0.1	\$1.6
31	\$4.3	1.0%	\$1.6	\$0.0378	\$0.2457	\$10.6	\$2.5	\$32.7
32	\$4.4	1.0%	\$1.6	\$0.0373	\$0.2457	\$10.7	\$0.1	\$1.4
33	\$4.4	1.0%	\$1.4	\$0.0311	\$0.2457	\$10.8	\$0.4	\$4.9
Total:							\$9.4	\$125.1



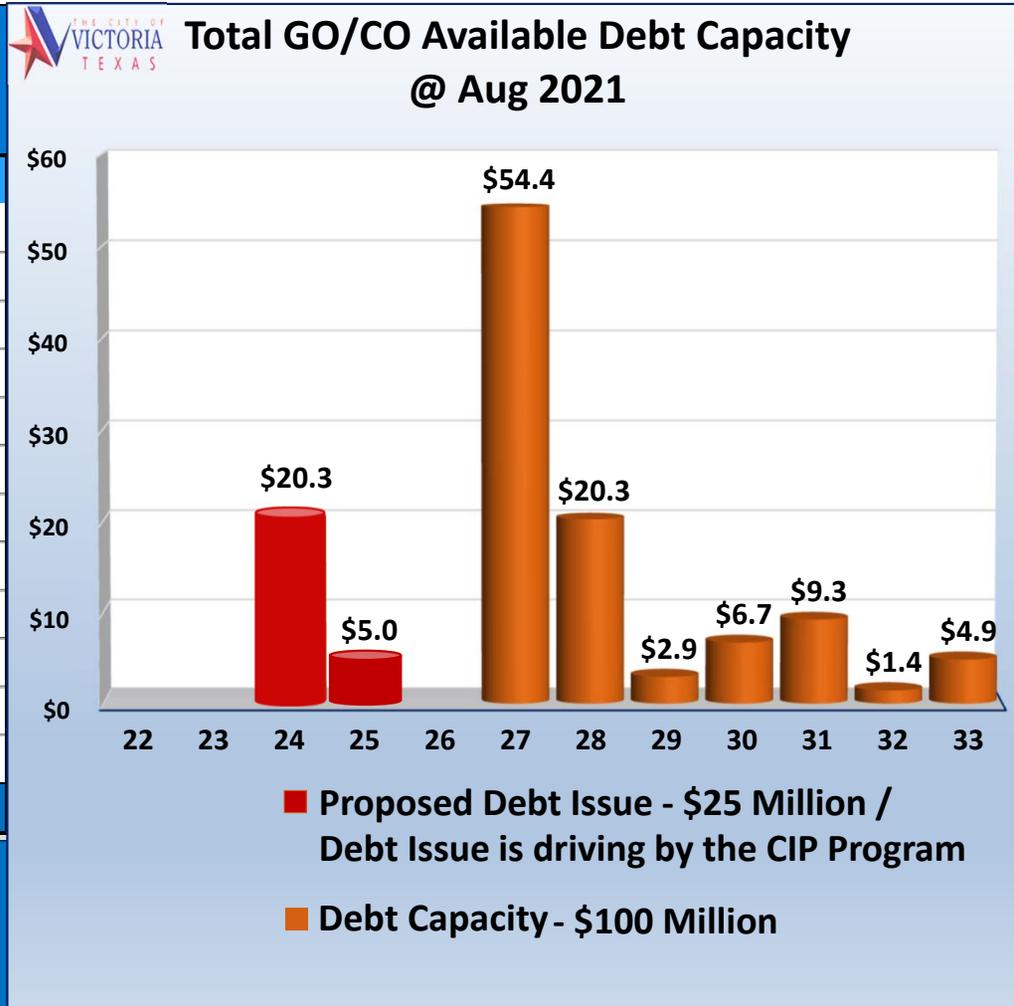
Total GO/CO Available Debt Capacity @ December 2020



CASHFLOW AUG 2021

DEBT CAPACITY AUG 2021

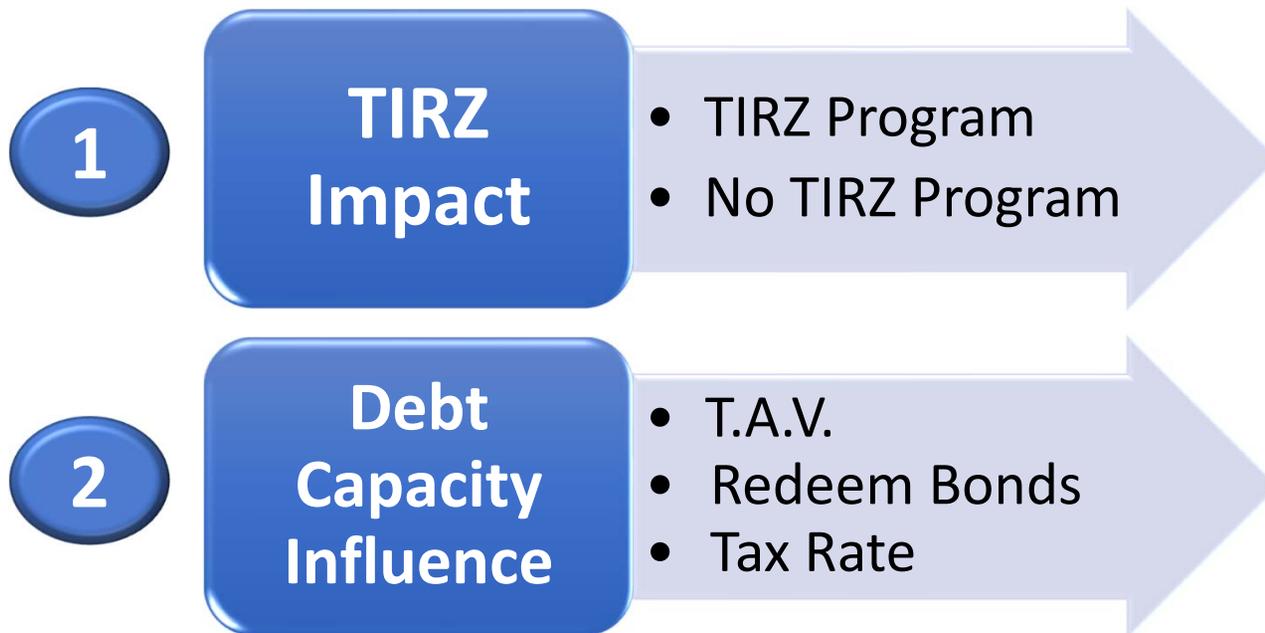
FY	(Billions) TAV	TAV Growth	(Millions) Required		(Millions) Redeem		(Millions) Stable		(Millions) Excess Cashflow	(Millions) Debt Capacity
			Debt Service	Tax Rate	Debt Service	Tax Rate	Stable Tax Rate	Stable Cashflow		
21	\$3.7	1.1%	\$9.2	\$0.2457	\$0.0	\$0.2457	\$9.2	\$0.0	\$0.0	
22	\$3.8	1.6%	\$9.3	\$0.2457	\$0.0	\$0.2457	\$9.3	\$0.0	\$0.0	
23	\$3.9	3.0%	\$9.4	\$0.2401	\$0.2	\$0.2457	\$9.6	\$0.0	\$0.0	
24	\$4.0	2.7%	\$6.6	\$0.1638	\$1.8	\$0.2457	\$9.9	\$1.5	\$20.3	
25	\$4.1	1.2%	\$6.6	\$0.1624	\$1.5	\$0.2457	\$10.0	\$0.4	\$5.0	
26	\$4.1	1.0%	\$6.6	\$0.1606	\$1.6	\$0.2457	\$10.1	\$0.0	\$0.0	
27	\$4.1	1.0%	\$4.8	\$0.1160	-\$0.6	\$0.2457	\$10.2	\$4.1	\$54.4	
28	\$4.2	1.0%	\$4.0	\$0.0959	-\$1.3	\$0.2457	\$10.3	\$1.5	\$20.3	
29	\$4.2	1.0%	\$4.0	\$0.0948	-\$1.4	\$0.2457	\$10.4	\$0.2	\$2.9	
30	\$4.3	1.0%	\$4.0	\$0.0935	-\$1.8	\$0.2457	\$10.5	\$0.5	\$6.7	
31	\$4.3	1.0%	\$1.6	\$0.0378	\$0.0	\$0.2457	\$10.6	\$0.7	\$9.3	
32	\$4.4	1.0%	\$1.6	\$0.0373	\$0.0	\$0.2457	\$10.7	\$0.1	\$1.4	
33	\$4.4	1.0%	\$1.4	\$0.0311	\$0.0	\$0.2457	\$10.8	\$0.4	\$4.9	
Total:					\$0.0		Total:	\$9.4	\$125.1	



Bond Redemption Program = Allows the City to keep its debt capacity cashflow (w/stable debt tax rate & w/TAV growth) by paying off bonds early and generating interest savings.

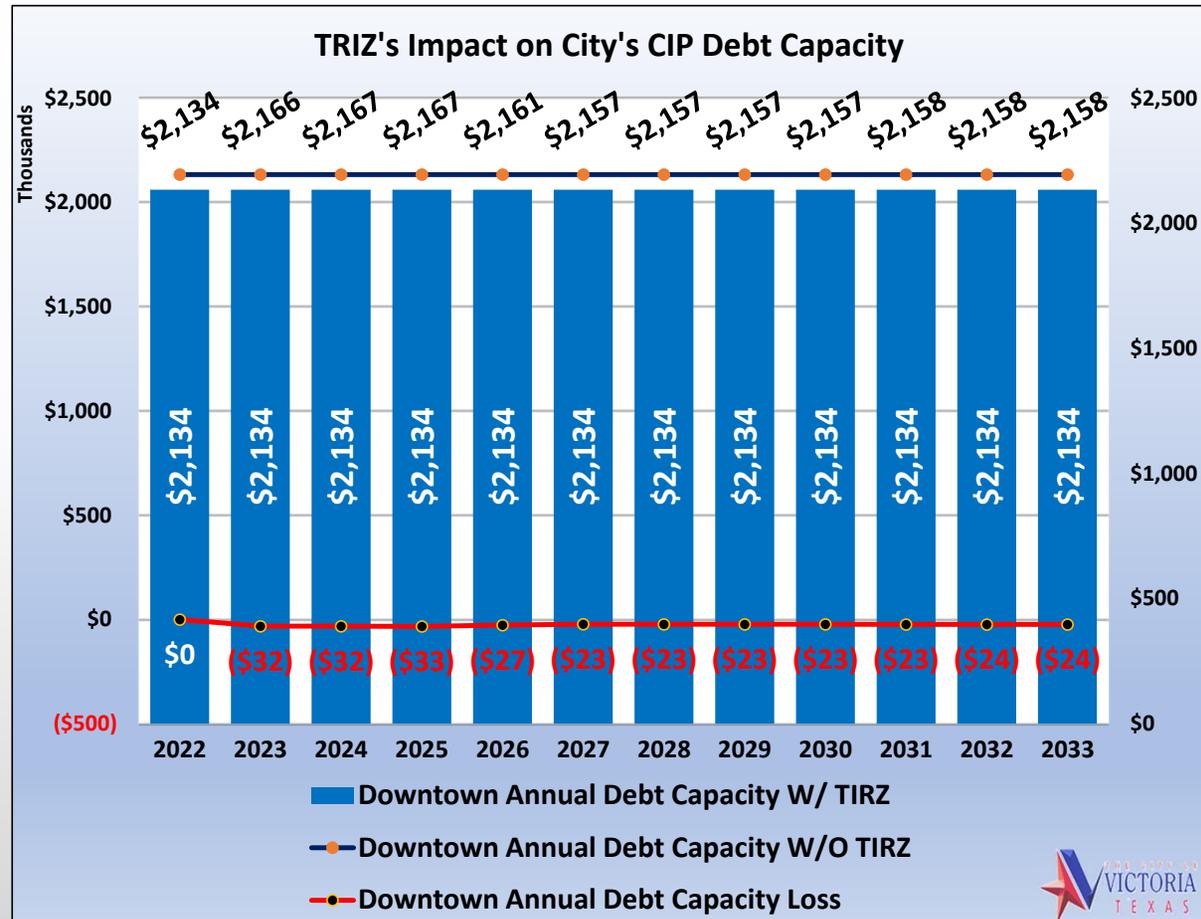


GO/CO Debt Capacity Revised @ Dec. 2021



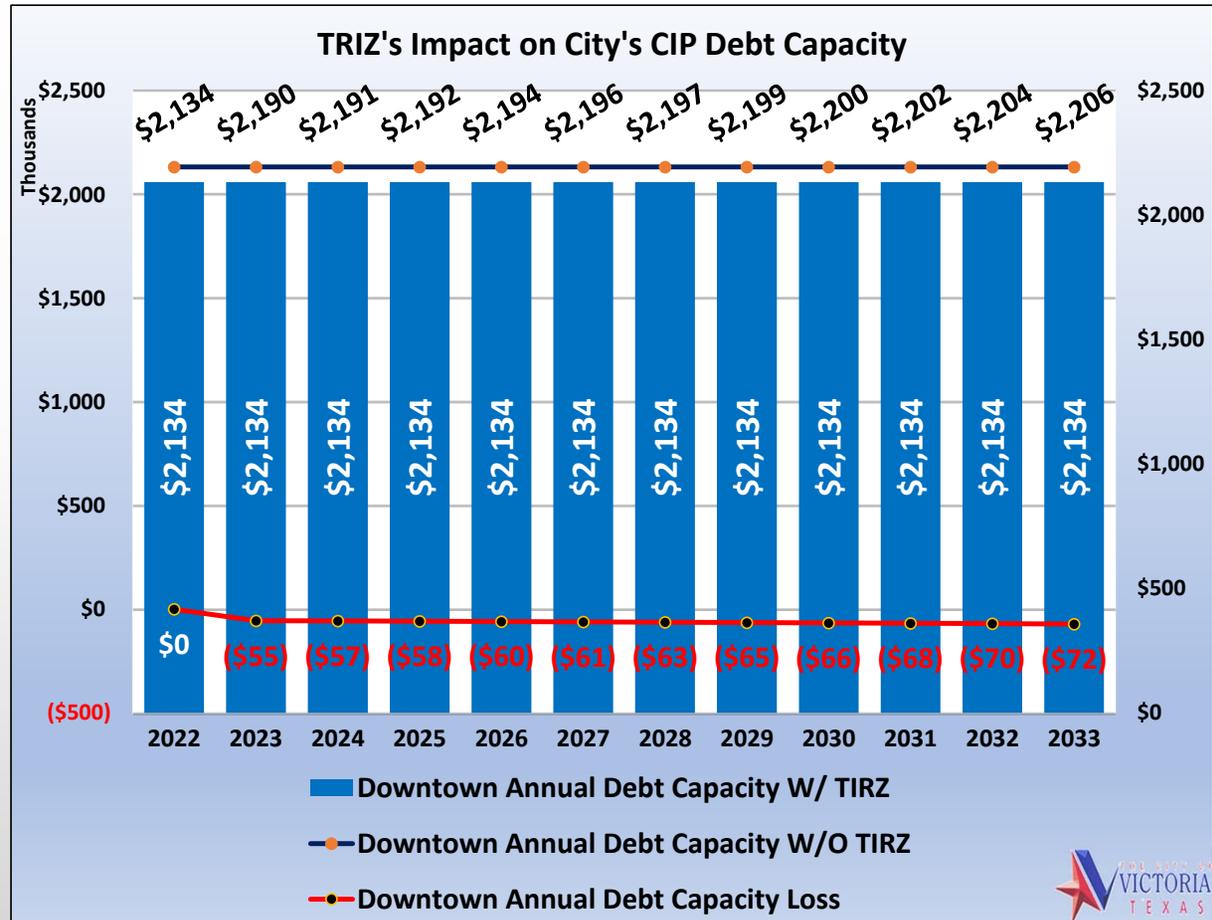
GO/CO Debt Capacity Effect Due to TIRZ

Growth Rate	FY	Downtown Annual Debt Capacity W/O TIRZ	Downtown Annual Debt Capacity W/ TIRZ	Downtown Annual Debt Capacity Loss
0.0%	2022	\$2,134,025	\$2,134,025	\$0
1.5%	2023	\$2,166,035	\$2,134,025	(\$32,010)
1.5%	2024	\$2,166,516	\$2,134,025	(\$32,491)
1.5%	2025	\$2,167,003	\$2,134,025	(\$32,978)
1.2%	2026	\$2,160,803	\$2,134,025	(\$26,778)
1.0%	2027	\$2,156,608	\$2,134,025	(\$22,583)
1.0%	2028	\$2,156,834	\$2,134,025	(\$22,809)
1.0%	2029	\$2,157,062	\$2,134,025	(\$23,037)
1.0%	2030	\$2,157,292	\$2,134,025	(\$23,267)
1.0%	2031	\$2,157,525	\$2,134,025	(\$23,500)
1.0%	2032	\$2,157,760	\$2,134,025	(\$23,735)
1.0%	2033	\$2,157,997	\$2,134,025	(\$23,972)
				(\$287,159)



GO/CO Debt Capacity Effect Due to TIRZ

Growth Rate	FY	Downtown Annual Debt Capacity W/O TIRZ	Downtown Annual Debt Capacity W/ TIRZ	Downtown Annual Debt Capacity Loss
0.0%	2022	\$2,134,025	\$2,134,025	\$0
2.6%	2023	\$2,189,510	\$2,134,025	(\$55,485)
2.6%	2024	\$2,190,952	\$2,134,025	(\$56,927)
2.6%	2025	\$2,192,432	\$2,134,025	(\$58,407)
2.6%	2026	\$2,193,951	\$2,134,025	(\$59,926)
2.6%	2027	\$2,195,509	\$2,134,025	(\$61,484)
2.6%	2028	\$2,197,108	\$2,134,025	(\$63,083)
2.6%	2029	\$2,198,748	\$2,134,025	(\$64,723)
2.6%	2030	\$2,200,431	\$2,134,025	(\$66,406)
2.6%	2031	\$2,202,157	\$2,134,025	(\$68,132)
2.6%	2032	\$2,203,929	\$2,134,025	(\$69,904)
2.6%	2033	\$2,205,746	\$2,134,025	(\$71,721)
				(\$696,197)



CASHFLOW DEC 2021

DEBT CAPACITY DEC 2021

FY	(Billions) TAV	(Millions) TAV Growth	(Millions) Required Debt Service	(Millions) Redeem Debt Service	(Millions) Tax Rate	(Millions) Stable Tax Rate	(Millions) Stable Tax Rate	(Millions) Excess Cashflow	(Millions) Debt Capacity
22	\$4.1	8.7%	\$9.17	\$0.49	\$0.2376	\$0.2376	\$9.65	\$0.0	\$0.0
23	\$4.2	2.9%	\$9.17	(\$0.02)	\$0.2189	\$0.2376	\$9.93	\$0.79	\$10.5
24	\$4.3	2.5%	\$6.4	(\$0.02)	\$0.1484	\$0.2376	\$10.18	\$3.04	\$40.5
25	\$4.3	1.5%	\$6.4	(\$0.02)	\$0.1468	\$0.2376	\$10.34	\$0.13	\$1.7
26	\$4.4	1.2%	\$6.4	(\$0.02)	\$0.1450	\$0.2376	\$10.46	\$0.13	\$1.7
27	\$4.4	1.0%	\$4.6	(\$0.02)	\$0.1033	\$0.2376	\$10.56	\$1.89	\$25.2
28	\$4.5	1.0%	\$3.8	(\$0.02)	\$0.0846	\$0.2376	\$10.66	\$0.90	\$12.0
29	\$4.5	1.0%	\$3.8	(\$0.02)	\$0.0837	\$0.2376	\$10.77	\$0.11	\$1.5
30	\$4.6	1.0%	\$3.8	(\$0.02)	\$0.0825	\$0.2376	\$10.88	\$0.12	\$1.6
31	\$4.6	1.0%	\$1.4	(\$0.26)	\$0.0252	\$0.2376	\$10.98	\$2.72	\$36.2
32	\$4.7	1.0%	\$1.4	(\$0.26)	\$0.0250	\$0.2376	\$11.09	\$0.11	\$1.4
33	\$4.7	1.0%	\$1.2	\$0.00	\$0.0248	\$0.2376	\$11.20	\$0.11	\$1.5
w/TIRZ Program				-\$0.19	Total @ 12/2021:		\$10.0	\$133.8	
					Total @ 8 '2021:		\$9.4	\$125.1	
					Net Increase:		\$0.6	\$8.7	

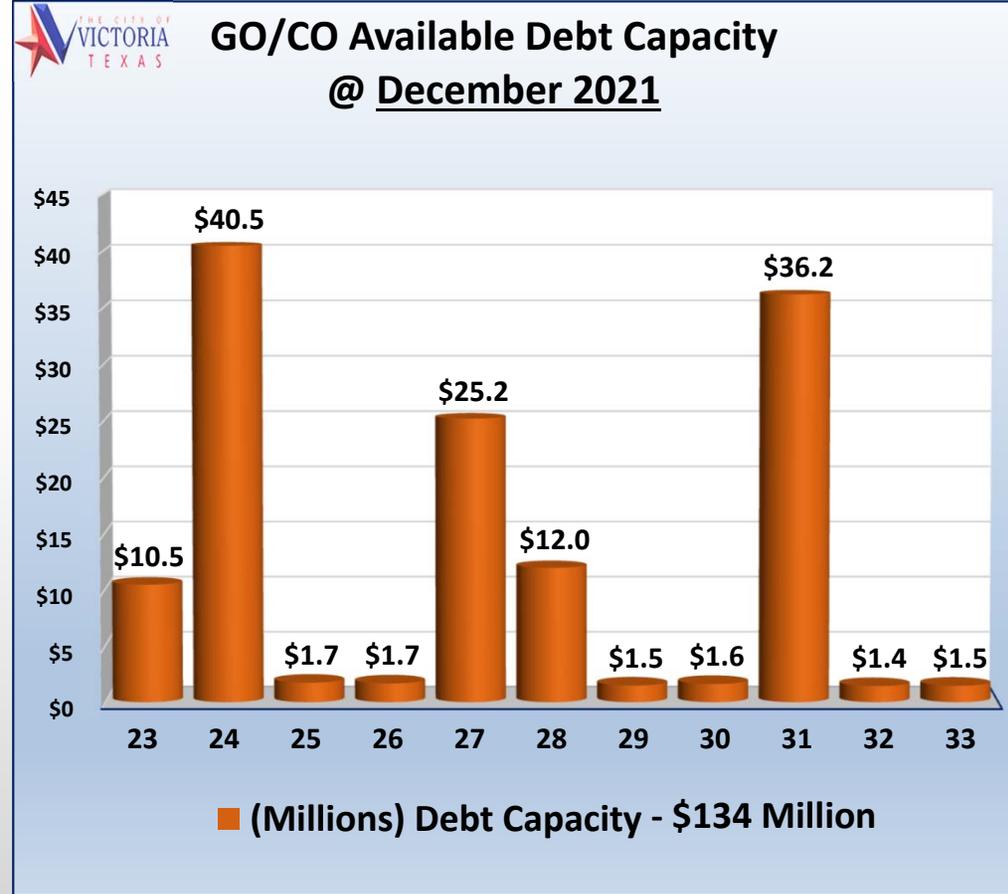
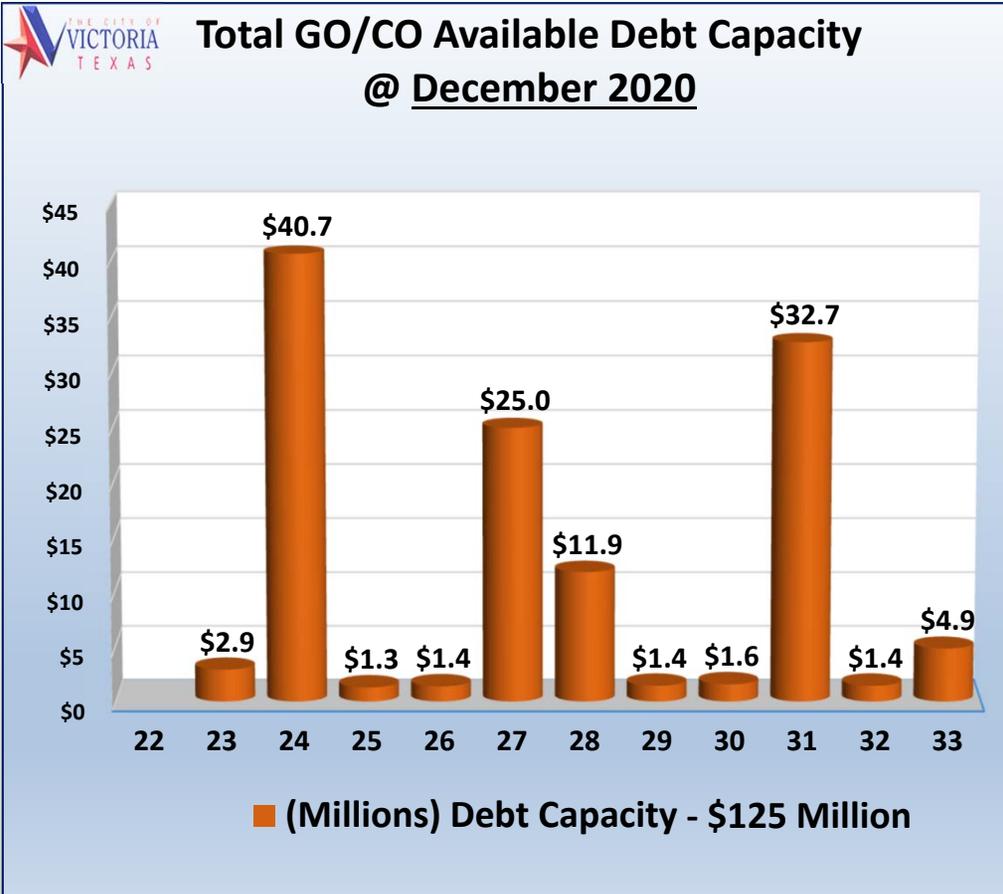


GO/CO Available Debt Capacity @ Dec. 2021



DEBT CAPACITY DEC 2020

DEBT CAPACITY DEC 2021



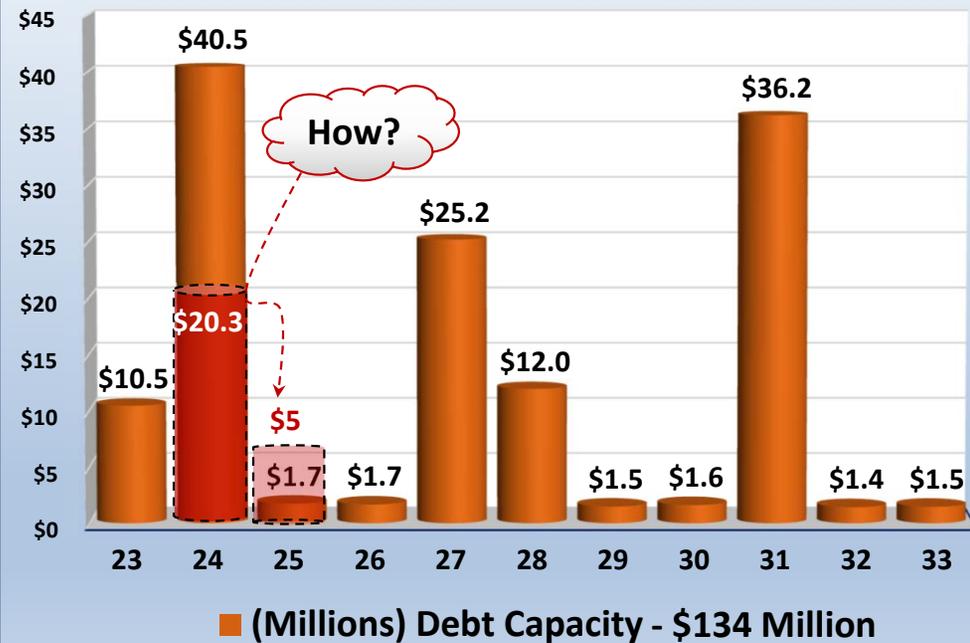
CASHFLOW DEC 2021

DEBT CAPACITY DEC 2021

FY	(Billions) TAV	(Millions) TAV Growth	(Millions) Required Debt Service	(Millions) Redeem Debt Service	(Millions) Tax Rate	(Millions) Stable Tax Rate	(Millions) Stable Tax Rate	(Millions) Excess Cashflow	(Millions) Debt Capacity
22	\$4.1	8.7%	\$9.17	\$0.49	\$0.2376	\$0.2376	\$9.65	\$0.0	\$0.0
23	\$4.2	2.9%	\$9.17	(\$0.02)	\$0.2189	\$0.2376	\$9.93	\$0.79	\$10.5
24	\$4.3	2.5%	\$6.4	(\$0.02)	\$0.1484	\$0.2376	\$10.18	\$3.04	\$40.5
25	\$4.3	1.5%	\$6.4	(\$0.02)	\$0.1468	\$0.2376	\$10.34	\$0.13	\$1.7
26	\$4.4	1.2%	\$6.4	(\$0.02)	\$0.1450	\$0.2376	\$10.46	\$0.13	\$1.7
27	\$4.4	1.0%	\$4.6	(\$0.02)	\$0.1033	\$0.2376	\$10.56	\$1.89	\$25.2
28	\$4.5	1.0%	\$3.8	(\$0.02)	\$0.0846	\$0.2376	\$10.66	\$0.90	\$12.0
29	\$4.5	1.0%	\$3.8	(\$0.02)	\$0.0837	\$0.2376	\$10.77	\$0.11	\$1.5
30	\$4.6	1.0%	\$3.8	(\$0.02)	\$0.0825	\$0.2376	\$10.88	\$0.12	\$1.6
31	\$4.6	1.0%	\$1.4	(\$0.26)	\$0.0252	\$0.2376	\$10.98	\$2.72	\$36.2
32	\$4.7	1.0%	\$1.4	(\$0.26)	\$0.0250	\$0.2376	\$11.09	\$0.11	\$1.4
33	\$4.7	1.0%	\$1.2	\$0.00	\$0.0248	\$0.2376	\$11.20	\$0.11	\$1.5
w/TIRZ Program				-\$0.19	Total @ 12/2021:			\$10.0	\$133.8
					Total @ 8 '2021:			\$9.4	\$125.1
					Net Increase:			\$0.6	\$8.7



GO/CO Available Debt Capacity @ Dec. 2021



Managing City's Debt Issue & Capacity

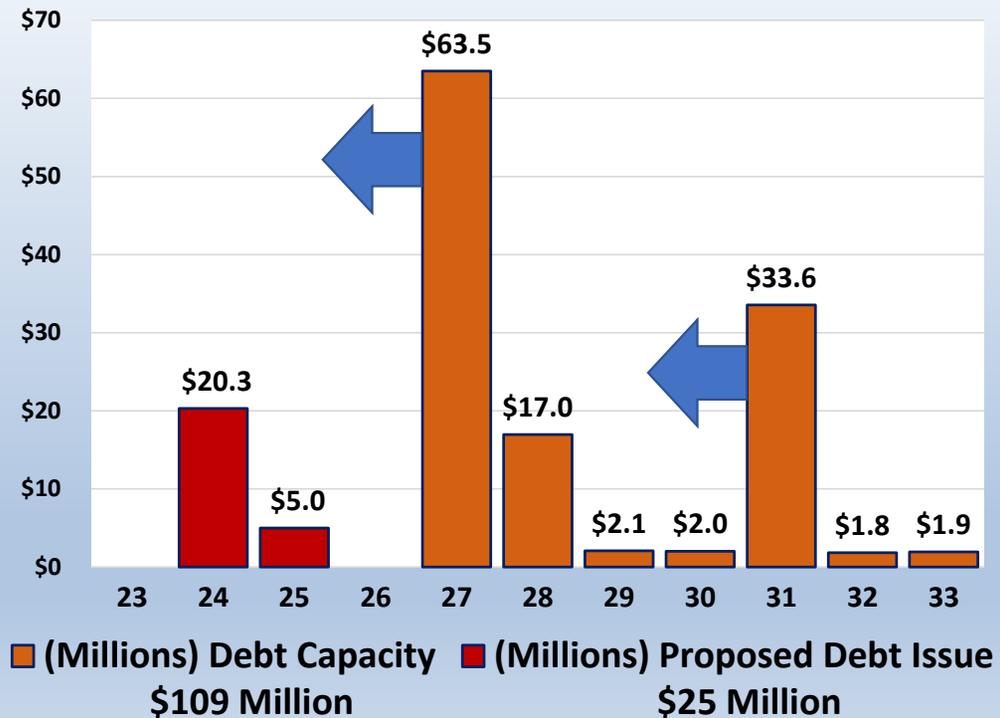


GO/CO Debt Capacity Option

GO/CO Total Debt Capacity @ Dec. 2021



GO/CO Debt Capacity @ Dec 2021 Option



Council Drives the CIP Program → CIP Program Drive the Debt Issue



Texas HB 1869



- "Designated infrastructure" means infrastructure, including a facility, equipment, rights-of-way, or land, for the following purposes:
- (A) streets, roads, highways, bridges, sidewalks, parks, landfills, parking structures, or airports;
 - (B) telecommunications, wireless communications, information technology systems, applications, hardware, or software;
 - (C) cybersecurity;
 - (D) as part of any utility system, water supply project, water plant, wastewater plant, water and wastewater distribution or conveyance facility, wharf, dock, or flood control and drainage project;
 - (E) police stations, fire stations, or other public safety facilities, jails, juvenile detention facilities, or judicial facilities, and any facilities that are physically attached to the facilities described by this paragraph;
 - (F) as part of any school district; or
 - (G) as part of any hospital district created by general or special law that includes a teaching hospital.