

NOTICE OF FINAL ACCEPTANCE

**RELATING TO THE
INVITATION TO TENDER BONDS DATED APRIL 5, 2024
made by
CITY OF HOUSTON, TEXAS
to the Bondowners described herein of
all or any portion of the maturities listed herein of**

**Combined Utility System
First Lien Revenue Refunding
Bonds, Series 2015D**

**Combined Utility System
First Lien Revenue and
Refunding Bonds, Series 2016B**

**Combined Utility System
First Lien Revenue Refunding
Bonds, Series 2017B**

**Combined Utility System
First Lien Revenue Refunding
Bonds, Series 2018D**

**Combined Utility System
First Lien Revenue Refunding
Bonds, Taxable Series 2018E**

**Combined Utility System
First Lien Revenue Refunding
Bonds, Taxable Series 2019C**

**Combined Utility System
First Lien Revenue Refunding
Bonds, Taxable Series 2020D**

**Combined Utility System
First Lien Revenue Refunding
Bonds, Taxable Series 2021B**

The purpose of this Notice of Final Acceptance is to provide notice of final acceptance for purchase of certain Target Bonds. All terms used herein and not otherwise defined are used as defined in the Invitation (hereinafter defined).

Pursuant to the Invitation to Tender Bonds dated April 5, 2024, as amended and supplemented by the Pricing Notice dated April 12, 2024, the Notice of Preliminary Acceptance dated April 22, 2024 and the Notice of Taxable Target Bonds Purchase Prices dated April 23, 2024 (as it may be further amended or supplemented, the “**Invitation**”), the City of Houston, Texas (the “**City**”) invited Bondowners to tender Tax-Exempt Target Bonds for cash at the applicable Offer Purchase Prices set forth in the Pricing Notice and to tender Taxable Target Bonds for cash at the applicable Offer Purchase Prices based on the Fixed Spreads set forth in the Pricing Notice to be added to the relevant Treasury Security Yield on each Benchmark Treasury Security also as set forth in the Pricing Notice, plus in each case Accrued Interest on the Target Bonds tendered and accepted for purchase to but not including the Settlement Date.

The principal amounts and Offer Purchase Prices of Tax-Exempt Target Bonds of each CUSIP that the City is accepting for purchase are set forth on Schedule 1 hereto, and the principal amounts and Offer Purchase Prices of Taxable Target Bonds of each CUSIP that the City is accepting for purchase are set forth on Schedule 2 hereto.

The Invitation is available: (i) at the Municipal Securities Rulemaking Board through its Electronic Municipal Market Access website, currently located at <http://emma.msrb.org>, using the CUSIP numbers for the Target Bonds, and (ii) on the website of the Information Agent and Tender Agent at www.globic.com/houston.

Any questions are to be directed to the Information Agent and Tender Agent at (212) 227-9622.

April 23, 2024

SCHEDULE 1

The tables below list the principal amount of the Tax-Exempt Target Bonds of each maturity and corresponding CUSIP that has been accepted for purchase by the City.

CITY OF HOUSTON, TEXAS

Combined Utility System First Lien Revenue Refunding Bonds, Series 2015D

CUSIP (Base No. 44244C) ⁽¹⁾	Maturity Date (November 15)	Interest Rate	Outstanding Principal Amount (\$)	Principal Amount Accepted for Purchase (\$)	Offer Purchase Price
CG0	2026	5.000%	11,050,000	-	--
CH8	2027	5.000%	11,615,000	-	--
CJ4	2028	5.000%	12,210,000	-	--
CK1	2029	5.000%	6,295,000	1,675,000	103.030%
CL9	2031	5.000%	2,460,000	900,000	103.030%
CM7	2032	5.000%	2,440,000	95,000	103.030%
CN5	2033	5.000%	2,420,000	345,000	103.030%
CP0	2034	5.000%	2,395,000	-	--
CQ8	2035	5.000%	2,375,000	1,120,000	103.030%
TOTAL			53,260,000	4,135,000	

Combined Utility System First Lien Revenue Refunding Bonds, Series 2016B

CUSIP (Base No. 44244C) ⁽¹⁾	Maturity Date (November 15)	Interest Rate	Outstanding Principal Amount (\$)	Principal Amount Accepted for Purchase (\$)	Offer Purchase Price
GN1	2030	5.000%	31,045,000	26,900,000	105.252%
GQ4	2032	5.000%	38,405,000	30,170,000	105.252%
GR2	2033	5.000%	21,115,000	11,900,000	105.252%
HC4	2033	5.250%	20,000,000	14,715,000	105.848%
GS0	2034	5.000%	105,735,000	68,075,000	105.252%
GT8	2035	5.000%	111,065,000	86,795,000	105.252%
GU5	2036	5.000%	114,575,000	64,890,000	105.252%
GZ4	2038	4.500%	43,500,000	18,770,000	101.989%
TOTAL			485,440,000	322,215,000	

Combined Utility System First Lien Revenue Refunding Bonds, Series 2017B

CUSIP (Base No. 44244C) ⁽¹⁾	Maturity Date (November 15)	Interest Rate	Outstanding Principal Amount (\$)	Principal Amount Accepted for Purchase (\$)	Offer Purchase Price
MZ7	2034	5.000%	8,160,000	3,080,000	107.669%
NA1	2035	5.000%	8,580,000	6,850,000	107.669%
NB9	2036	5.000%	9,015,000	785,000	107.669%
NC7	2037	5.000%	9,480,000	8,675,000	107.499%
ND5	2038	5.000%	9,965,000	165,000	107.330%
TOTAL			45,200,000	19,555,000	

Combined Utility System First Lien Revenue Refunding Bonds, Series 2018D

CUSIP (Base No. 44244C) ⁽¹⁾	Maturity Date (November 15)	Interest Rate	Outstanding Principal Amount (\$)	Principal Amount Accepted for Purchase (\$)	Offer Purchase Price
ST5	2033	5.000%	14,990,000	-	--
SU2	2034	5.000%	12,530,000	7,815,000	110.177%
SV0	2035	5.000%	13,170,000	11,945,000	109.327%
SW8	2036	5.000%	13,840,000	13,605,000	108.677%
TOTAL			54,530,000	33,365,000	

⁽¹⁾ CUSIP is a registered trademark of FactSet. CUSIP data herein is provided by CUSIP Global Services, managed on behalf of the American Bankers Association by FactSet Research Systems Inc. The CUSIP numbers are being provided solely for the convenience of the owners of the Target Bonds and the City is not responsible for the selection or correctness of the CUSIP numbers printed herein and does not make any representation with respect to such numbers or undertake any responsibility for their accuracy.

SCHEDULE 2

The tables below list the principal amount of the Taxable Target Bonds of each maturity and corresponding CUSIP that has been accepted for purchase by the City.

CITY OF HOUSTON, TEXAS

Combined Utility System First Lien Revenue Refunding Bonds, Federally Taxable Series 2018E

CUSIP (Base No. 44244C) ⁽¹⁾	Maturity Date (November 15)	Average Life Date ⁽²⁾	Interest Rate	Outstanding Principal Amount (\$)	Principal Amount Accepted for Purchase (\$)	Offer Purchase Price
TJ6	2025	N/A	3.455%	2,265,000	-	--
TK3	2026	N/A	3.543%	2,810,000	-	--
TL1	2027	N/A	3.643%	4,220,000	-	--
TM9	2028	N/A	3.723%	34,030,000	-	--
TN7	2029	N/A	3.823%	43,630,000	20,370,000	\$97.574
TP2	2030	N/A	3.923%	44,790,000	17,300,000	\$97.515
TQ0	2031	N/A	3.973%	46,120,000	14,355,000	\$96.886
TR8	2032	N/A	4.073%	1,240,000	-	--
TS6	2033	N/A	4.123%	1,340,000	-	--
TT4	2038	12/14/2036	4.172%	14,550,000	1,275,000	\$92.314
TOTAL				194,995,000	53,300,000	

Combined Utility System First Lien Revenue Refunding Bonds, Federally Taxable Series 2019C

CUSIP (Base No. 44244C) ⁽¹⁾	Maturity Date (November 15)	Average Life Date ⁽²⁾	Interest Rate	Outstanding Principal Amount (\$)	Principal Amount Accepted for Purchase (\$)	Offer Purchase Price
XP7	2025	N/A	1.949%	5,175,000	-	--
XQ5	2026	N/A	2.049%	5,285,000	-	--
XR3	2027	N/A	2.155%	5,405,000	-	--
XS1	2028	N/A	2.205%	27,065,000	-	--
XT9	2029	N/A	2.255%	46,435,000	10,590,000	\$89.968
XU6	2030	N/A	2.355%	53,615,000	1,890,000	\$88.721
XV4	2031	N/A	2.455%	49,550,000	1,000,000	\$87.298
XW2	2032	N/A	2.505%	49,425,000	10,625,000	\$86.084
XX0	2033	N/A	2.555%	51,250,000	-	--
XY8	2034	N/A	2.605%	21,285,000	3,730,000	\$83.292
XZ5	2035	N/A	2.655%	21,940,000	-	--
YA9	2042	3/27/2039	2.984%	151,765,000	2,965,000	\$78.645
TOTAL				488,195,000	30,800,000	

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⁽²⁾ Average life date is shown for the Taxable Target Term Bonds only. The Taxable Target Term Bonds were priced to their respective average life dates.

**Combined Utility System First Lien Revenue Refunding Bonds,
Federally Taxable Series 2020D**

CUSIP (Base No. 44244C) ⁽¹⁾	Maturity Date (November 15)	Average Life Date ⁽²⁾	Interest Rate	Outstanding Principal Amount (\$)	Principal Amount Accepted for Purchase (\$)	Offer Purchase Price
B71	2025	N/A	0.976%	8,325,000	-	--
B89	2026	N/A	1.221%	3,935,000	-	--
B97	2027	N/A	1.371%	3,995,000	-	--
C21	2028	N/A	1.522%	4,065,000	-	--
C39	2029	N/A	1.572%	9,130,000	490,000	\$86.655
C47	2030	N/A	1.622%	9,285,000	2,600,000	\$84.610
C54	2031	N/A	1.722%	9,445,000	3,000,000	\$82.952
C62	2032	N/A	1.822%	9,620,000	1,265,000	\$81.301
C70	2033	N/A	1.872%	15,550,000	5,465,000	\$79.578
C88	2034	N/A	1.972%	15,855,000	3,880,000	\$78.217
C96	2035	N/A	2.022%	16,165,000	8,135,000	\$76.171
D20	2040	9/7/2039	2.542%	32,045,000	1,400,000	\$73.630
D38	2043	11/21/2042	2.642%	25,805,000	555,000	\$70.826
TOTAL				163,220,000	26,790,000	

**Combined Utility System First Lien Revenue Refunding Bonds,
Federally Taxable Series 2021B**

CUSIP (Base No. 44244C) ⁽¹⁾	Maturity Date (November 15)	Average Life Date ⁽²⁾	Interest Rate	Outstanding Principal Amount (\$)	Principal Amount Accepted for Purchase (\$)	Offer Purchase Price
M20	2025	N/A	0.811%	5,215,000	-	--
M38	2026	N/A	1.011%	9,265,000	-	--
M46	2027	N/A	1.366%	9,375,000	-	--
M53	2028	N/A	1.516%	9,515,000	-	--
M61	2029	N/A	1.709%	5,205,000	1,975,000	\$87.319
M79	2030	N/A	1.909%	730,000	-	--
M87	2031	N/A	1.929%	5,545,000	5,000	\$84.262
M95	2032	N/A	2.009%	5,650,000	100,000	\$82.611
N29	2033	N/A	2.209%	630,000	-	--
N37	2034	N/A	2.309%	645,000	645,000	\$80.925
N45	2035	N/A	2.409%	660,000	645,000	\$79.497
N52	2036	N/A	2.459%	12,840,000	3,900,000	\$78.085
N60	2037	N/A	2.509%	13,160,000	2,730,000	\$76.735
N78	2038	N/A	2.599%	7,205,000	2,985,000	\$75.858
TOTAL				85,640,000	12,985,000	

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