

PRICING NOTICE

**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 Pricing Notice dated April 12, 2024 (the "**Pricing Notice**") is to set forth the Offer Purchase Prices for the Tax-Exempt Target Bonds and the Fixed Spreads for the Taxable 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 it may be 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 this Pricing Notice and to tender Taxable Target Bonds for cash at the applicable Offer Purchase Prices based on the Fixed Spreads set forth in this Pricing Notice to be added to the yields on certain benchmark United States Treasury Securities also as set forth in this Pricing Notice, plus Accrued Interest on the Target Bonds tendered for purchase to but not including the Settlement Date. See Section 2, "Information to Bondowners - Tender Consideration - Determination of Offer Purchase Prices for Tax-Exempt Target Bonds" and "Information to Bondowners – Tender Consideration – Determination of Offer Purchase Prices for Taxable Target Bonds" in the Invitation.

As set forth in the Invitation, the City retains the right to extend the tender offer or amend the terms of the tender offer (including a waiver of any term) in any material respect, provided, that the City shall provide notice thereof at such time and in such manner to allow reasonable time for dissemination to Bondowners and for Bondowners to respond. In such event, any offers submitted with respect to the affected Target Bonds prior to such change in Offer Purchase Price for such Tax-Exempt Target Bonds or such change in the Fixed Spreads for such Taxable Target Bonds pursuant to the Invitation will remain in full force and effect and any Bondowner of such affected Target Bonds, as applicable, wishing to revoke their tender offer of such Target Bonds for purchase must affirmatively withdraw such offer prior to the Expiration Date.

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.

TAX-EXEMPT TARGET BONDS – OFFER PURCHASE PRICES

Pursuant to the Invitation, the Offer Purchase Prices for the Tax-Exempt Target Bonds are listed below. *The City has reduced the Offer Purchase Prices for all of the CUSIPs associated with the 2016B Target Bonds (44244CGN1, 44244CGQ4, 44244CGR2, 44244CHC4, 44244CGS0, 44244CGT8, 44244CGU5, and 44244CGZ4) and two (2) of the CUSIPs associated with the 2018D Target Bonds (44244CSV0 and 44244CSW8) from the Indicative Offer Purchase Prices listed on page (iv) of the Invitation.* There have been no other changes from the Indicative Offer Purchase Prices listed on page (iv) of the Invitation.

CITY OF HOUSTON, TEXAS

Combined Utility System First Lien Revenue Refunding Bonds Series 2015D

| CUSIP ⁽¹⁾ (Base No. 44244C) | Maturity Date (November 15) | Par Call Date | Interest Rate | Outstanding Principal Amount (\$) | Offer Purchase Price ⁽²⁾ |
|---|--------------------------------|------------------|------------------|---|-------------------------------------|
| CG0 | 2026 | 11/15/2025 | 5.000% | 11,050,000 | 103.030% |
| CH8 | 2027 | 11/15/2025 | 5.000% | 11,615,000 | 103.030% |
| CJ4 | 2028 | 11/15/2025 | 5.000% | 12,210,000 | 103.030% |
| CK1 | 2029 | 11/15/2025 | 5.000% | 6,295,000 | 103.030% |
| CL9 | 2031 | 11/15/2025 | 5.000% | 2,460,000 | 103.030% |
| CM7 | 2032 | 11/15/2025 | 5.000% | 2,440,000 | 103.030% |
| CN5 | 2033 | 11/15/2025 | 5.000% | 2,420,000 | 103.030% |
| CP0 | 2034 | 11/15/2025 | 5.000% | 2,395,000 | 103.030% |
| CQ8 | 2035 | 11/15/2025 | 5.000% | 2,375,000 | 103.030% |

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

| CUSIP ⁽¹⁾ (Base No. 44244C) | Maturity Date (November 15) | Par Call Date | Interest Rate | Outstanding Principal Amount (\$) | Offer Purchase Price ⁽²⁾ |
|---|--------------------------------|------------------|------------------|---|-------------------------------------|
| GN1 | 2030 | 11/15/2026 | 5.000% | 31,045,000 | 105.252% |
| GQ4 | 2032 | 11/15/2026 | 5.000% | 38,405,000 | 105.252% |
| GR2 | 2033 | 11/15/2026 | 5.000% | 21,115,000 | 105.252% |
| HC4 | 2033 | 11/15/2026 | 5.250% | 20,000,000 | 105.848% |
| GS0 | 2034 | 11/15/2026 | 5.000% | 105,735,000 | 105.252% |
| GT8 | 2035 | 11/15/2026 | 5.000% | 111,065,000 | 105.252% |
| GU5 | 2036 | 11/15/2026 | 5.000% | 114,575,000 | 105.252% |
| GZ4 | 2038 | 11/15/2026 | 4.500% | 43,500,000 | 101.989% |

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

| CUSIP ⁽¹⁾ (Base No. 44244C) | Maturity Date (November 15) | Par Call Date | Interest Rate | Outstanding Principal Amount (\$) | Offer Purchase Price ⁽²⁾ |
|---|--------------------------------|------------------|------------------|---|-------------------------------------|
| MZ7 | 2034 | 11/15/2027 | 5.000% | 8,160,000 | 107.669% |
| NA1 | 2035 | 11/15/2027 | 5.000% | 8,580,000 | 107.669% |
| NB9 | 2036 | 11/15/2027 | 5.000% | 9,015,000 | 107.669% |
| NC7 | 2037 | 11/15/2027 | 5.000% | 9,480,000 | 107.499% |
| ND5 | 2038 | 11/15/2027 | 5.000% | 9,965,000 | 107.330% |

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

| CUSIP ⁽¹⁾ (Base No. 44244C) | Maturity Date (November 15) | Par Call Date | Interest Rate | Outstanding Principal Amount (\$) | Offer Purchase Price ⁽²⁾ |
|---|--------------------------------|------------------|------------------|---|-------------------------------------|
| ST5 | 2033 | 11/15/2028 | 5.000% | 14,990,000 | 110.177% |
| SU2 | 2034 | 11/15/2028 | 5.000% | 12,530,000 | 110.177% |
| SV0 | 2035 | 11/15/2028 | 5.000% | 13,170,000 | 109.327% |
| SW8 | 2036 | 11/15/2028 | 5.000% | 13,840,000 | 108.677% |

⁽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 Authority 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.

⁽²⁾ The Offer Purchase Prices shown herein exclude Accrued Interest. The Offer Purchase Price to be paid on the Settlement Date excludes Accrued Interest on the Target Bonds tendered for purchase, which will be paid up to but not including the Settlement Date in addition to the Offer Purchase Price.

TAXABLE TARGET BONDS – FIXED SPREADS

Pursuant to the Invitation, the Fixed Spreads for the Taxable Target Bonds are listed below. There has been no change from the Indicative Fixed Spreads listed on page (v) and (vi) of the Invitation.

CITY OF HOUSTON, TEXAS

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

| CUSIP ⁽¹⁾ (Base No. 44244C) | Maturity Date (November 15) | Average Life Date ⁽²⁾ | Interest Rate | Outstanding Principal Amount (\$) | Par Call Date | Benchmark Treasury Security ⁽³⁾ | Fixed Spreads ⁽⁴⁾ |
|---|--------------------------------|-------------------------------------|------------------|---|------------------|--|------------------------------|
| TJ6 | 2025 | N/A | 3.455% | 2,265,000 | N/A | 2-Year | - 30.0 bps |
| TK3 | 2026 | N/A | 3.543% | 2,810,000 | N/A | 2-Year | - 50.0 bps |
| TL1 | 2027 | N/A | 3.643% | 4,220,000 | N/A | 3-Year | - 43.0 bps |
| TM9 | 2028 | N/A | 3.723% | 34,030,000 | N/A | 5-Year | - 35.0 bps |
| TN7 | 2029 | N/A | 3.823% | 43,630,000 | 11/15/2028 | 5-Year | - 30.0 bps |
| TP2 | 2030 | N/A | 3.923% | 44,790,000 | 11/15/2028 | 7-Year | - 25.0 bps |
| TQ0 | 2031 | N/A | 3.973% | 46,120,000 | 11/15/2028 | 7-Year | - 15.0 bps |
| TR8 | 2032 | N/A | 4.073% | 1,240,000 | 11/15/2028 | 10-Year | - 10.0 bps |
| TS6 | 2033 | N/A | 4.123% | 1,340,000 | 11/15/2028 | 10-Year | - 1.0 bps |
| TT4 | 2038 | 12/14/2036 | 4.172% | 14,550,000 | 11/15/2028 | 10-Year | + 41.0 bps |

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

| CUSIP ⁽¹⁾ (Base No. 44244C) | Maturity Date (November 15) | Average Life Date ⁽²⁾ | Interest Rate | Outstanding Principal Amount (\$) | Par Call Date | Benchmark Treasury Security ⁽³⁾ | Fixed Spreads ⁽⁴⁾ |
|---|--------------------------------|-------------------------------------|------------------|---|------------------|--|------------------------------|
| XP7 | 2025 | N/A | 1.949% | 5,175,000 | N/A | 2-Year | - 30.0 bps |
| XQ5 | 2026 | N/A | 2.049% | 5,285,000 | N/A | 2-Year | - 50.0 bps |
| XR3 | 2027 | N/A | 2.155% | 5,405,000 | N/A | 3-Year | - 43.0 bps |
| XS1 | 2028 | N/A | 2.205% | 27,065,000 | N/A | 5-Year | - 35.0 bps |
| XT9 | 2029 | N/A | 2.255% | 46,435,000 | N/A | 5-Year | - 30.0 bps |
| XU6 | 2030 | N/A | 2.355% | 53,615,000 | 11/15/2029 | 7-Year | - 25.0 bps |
| XV4 | 2031 | N/A | 2.455% | 49,550,000 | 11/15/2029 | 7-Year | - 15.0 bps |
| XW2 | 2032 | N/A | 2.505% | 49,425,000 | 11/15/2029 | 10-Year | - 10.0 bps |
| XX0 | 2033 | N/A | 2.555% | 51,250,000 | 11/15/2029 | 10-Year | - 5.0 bps |
| XY8 | 2034 | N/A | 2.605% | 21,285,000 | 11/15/2029 | 10-Year | + 4.0 bps |
| XZ5 | 2035 | N/A | 2.655% | 21,940,000 | 11/15/2029 | 10-Year | + 14.0 bps |
| YA9 | 2042 | 3/27/2039 | 2.984% | 151,765,000 | 11/15/2029 | 10-Year | + 45.0 bps |

⁽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.

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

⁽³⁾ Each Benchmark Treasury Security (as defined herein) will be the most recently auctioned “on-the-run” United States Treasury Security for the maturity indicated as of the date and time that the Offer Purchase Price for the Target Bonds is set, currently expected to be approximately 10:00 a.m., New York City time, on April 23, 2024.

⁽⁴⁾ Offer Purchase Prices derived from the Fixed Spreads exclude Accrued Interest. The Accrued Interest will be paid up to but not including the Settlement Date by the Issuer in addition to the applicable Purchase Price.

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

| CUSIP ⁽¹⁾ (Base No. 44244C) | Maturity Date (November 15) | Average Life Date ⁽²⁾ | Interest Rate | Outstanding Principal Amount (\$) | Par Call Date | Benchmark Treasury Security ⁽³⁾ | Fixed Spreads ⁽⁴⁾ |
|---|--------------------------------|-------------------------------------|------------------|---|---------------|--|---------------------------------|
| B71 | 2025 | N/A | 0.976% | 8,325,000 | N/A | 2-Year | - 30.0 bps |
| B89 | 2026 | N/A | 1.221% | 3,935,000 | N/A | 2-Year | - 50.0 bps |
| B97 | 2027 | N/A | 1.371% | 3,995,000 | N/A | 3-Year | - 43.0 bps |
| C21 | 2028 | N/A | 1.522% | 4,065,000 | N/A | 5-Year | - 35.0 bps |
| C39 | 2029 | N/A | 1.572% | 9,130,000 | N/A | 5-Year | - 30.0 bps |
| C47 | 2030 | N/A | 1.622% | 9,285,000 | N/A | 7-Year | - 25.0 bps |
| C54 | 2031 | N/A | 1.722% | 9,445,000 | 11/15/2030 | 7-Year | - 20.0 bps |
| C62 | 2032 | N/A | 1.822% | 9,620,000 | 11/15/2030 | 10-Year | - 10.0 bps |
| C70 | 2033 | N/A | 1.872% | 15,550,000 | 11/15/2030 | 10-Year | - 5.0 bps |
| C88 | 2034 | N/A | 1.972% | 15,855,000 | 11/15/2030 | 10-Year | + 2.0 bps |
| C96 | 2035 | N/A | 2.022% | 16,165,000 | 11/15/2030 | 10-Year | + 14.0 bps |
| D20 | 2040 | 9/7/2039 | 2.542% | 32,045,000 | 11/15/2030 | 10-Year | + 44.0 bps |
| D38 | 2043 | 11/21/2042 | 2.642% | 25,805,000 | 11/15/2030 | 30-Year | + 39.0 bps |

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

| CUSIP ⁽¹⁾ (Base No. 44244C) | Maturity Date (November 15) | Average Life Date ⁽²⁾ | Interest Rate | Outstanding Principal Amount (\$) | Par Call Date | Benchmark Treasury Security ⁽³⁾ | Fixed Spreads ⁽⁴⁾ |
|---|--------------------------------|--|------------------|---|---------------|--|---------------------------------|
| M20 | 2025 | N/A | 0.811% | 5,215,000 | N/A | 2-Year | - 30.0 bps |
| M38 | 2026 | N/A | 1.011% | 9,265,000 | N/A | 2-Year | - 50.0 bps |
| M46 | 2027 | N/A | 1.366% | 9,375,000 | N/A | 3-Year | - 43.0 bps |
| M53 | 2028 | N/A | 1.516% | 9,515,000 | N/A | 5-Year | - 35.0 bps |
| M61 | 2029 | N/A | 1.709% | 5,205,000 | N/A | 5-Year | - 30.0 bps |
| M79 | 2030 | N/A | 1.909% | 730,000 | N/A | 7-Year | - 25.0 bps |
| M87 | 2031 | N/A | 1.929% | 5,545,000 | N/A | 7-Year | - 20.0 bps |
| M95 | 2032 | N/A | 2.009% | 5,650,000 | 11/15/2031 | 10-Year | - 10.0 bps |
| N29 | 2033 | N/A | 2.209% | 630,000 | 11/15/2031 | 10-Year | - 5.0 bps |
| N37 | 2034 | N/A | 2.309% | 645,000 | 11/15/2031 | 10-Year | + 3.0 bps |
| N45 | 2035 | N/A | 2.409% | 660,000 | 11/15/2031 | 10-Year | + 15.0 bps |
| N52 | 2036 | N/A | 2.459% | 12,840,000 | 11/15/2031 | 10-Year | + 22.0 bps |
| N60 | 2037 | N/A | 2.509% | 13,160,000 | 11/15/2031 | 10-Year | + 29.0 bps |
| N78 | 2038 | N/A | 2.599% | 7,205,000 | 11/15/2031 | 10-Year | + 36.0 bps |

- (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.
- (2) Average life date is shown for the Taxable Target Term Bonds only. The Taxable Target Term Bonds will be priced to their respective average life dates.
- (3) Except for the 30-Year Benchmark Treasury Security, which will be the “old long bond” (maturity date November 15, 2053, 4.75%, CUSIP 912810TV0), each Benchmark Treasury Security (as defined herein) will be the most recently auctioned “on-the-run” United States Treasury Security for the maturity indicated as of the date and time that the Offer Purchase Price for the Target Bonds is set, currently expected to be approximately 10:00 a.m., New York City time, on April 23, 2024.
- (4) Offer Purchase Prices derived from the Fixed Spreads exclude Accrued Interest. The Accrued Interest will be paid up to but not including the Settlement Date by the Issuer in addition to the applicable Purchase Price.

**Illustrative Taxable Target Bond Offer Purchase Price Calculations:
Treasury Security Yields as of April 11, 2024**

The tables below provide examples of the Offer Purchase Price for the Taxable Target Bonds to be realized by a Bondowner that submits an offer based on the following yields for the Benchmark Treasury Securities as of April 11, 2024 and the Fixed Spreads. This example is being provided for convenience only and is not to be relied upon by a Bondowner as an indication of the Purchase Yield or Offer Purchase Price that may be paid by the City.

Based on these Treasury Security Yields, the following Offer Purchase Prices would be derived:

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 (\$) | Par Call Date | Benchmark Treasury Security ⁽³⁾ | Fixed Spreads | Illustrative Treasury Security Yield* | Illustrative Purchase Yield* | Illustrative Offer Purchase Price ^{(4)*} |
|--|--------------------------------------|-------------------------------------|------------------|---|------------------|--|------------------|--|------------------------------------|--|
| TJ6 | 2025 | N/A | 3.455% | 2,265,000 | N/A | 2-Year | - 30.0 bps | 4.930% | 4.630% | 98.312% |
| TK3 | 2026 | N/A | 3.543% | 2,810,000 | N/A | 2-Year | - 50.0 bps | 4.930% | 4.430% | 97.920% |
| TL1 | 2027 | N/A | 3.643% | 4,220,000 | N/A | 3-Year | - 43.0 bps | 4.770% | 4.340% | 97.757% |
| TM9 | 2028 | N/A | 3.723% | 34,030,000 | N/A | 5-Year | - 35.0 bps | 4.610% | 4.260% | 97.820% |
| TN7 | 2029 | N/A | 3.823% | 43,630,000 | 11/15/2028 | 5-Year | - 30.0 bps | 4.610% | 4.310% | 97.636% |
| TP2 | 2030 | N/A | 3.923% | 44,790,000 | 11/15/2028 | 7-Year | - 25.0 bps | 4.600% | 4.350% | 97.603% |
| TQ0 | 2031 | N/A | 3.973% | 46,120,000 | 11/15/2028 | 7-Year | - 15.0 bps | 4.600% | 4.450% | 96.985% |
| TR8 | 2032 | N/A | 4.073% | 1,240,000 | 11/15/2028 | 10-Year | - 10.0 bps | 4.560% | 4.460% | 97.286% |
| TS6 | 2033 | N/A | 4.123% | 1,340,000 | 11/15/2028 | 10-Year | - 1.0 bps | 4.560% | 4.550% | 96.735% |
| TT4 | 2038 | 12/14/2036 | 4.172% | 14,550,000 | 11/15/2028 | 10-Year | + 41.0 bps | 4.560% | 4.970% | 92.596% |

**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 (\$) | Par Call Date | Benchmark Treasury Security ⁽³⁾ | Fixed Spreads | Illustrative Treasury Security Yield* | Illustrative Purchase Yield* | Illustrative Offer Purchase Price ^{(4)*} |
|--|--------------------------------------|-------------------------------------|------------------|---|------------------|--|------------------|--|------------------------------------|--|
| XP7 | 2025 | N/A | 1.949% | 5,175,000 | N/A | 2-Year | - 30.0 bps | 4.930% | 4.630% | 96.150% |
| XQ5 | 2026 | N/A | 2.049% | 5,285,000 | N/A | 2-Year | - 50.0 bps | 4.930% | 4.430% | 94.417% |
| XR3 | 2027 | N/A | 2.155% | 5,405,000 | N/A | 3-Year | - 43.0 bps | 4.770% | 4.340% | 92.970% |
| XS1 | 2028 | N/A | 2.205% | 27,065,000 | N/A | 5-Year | - 35.0 bps | 4.610% | 4.260% | 91.660% |
| XT9 | 2029 | N/A | 2.255% | 46,435,000 | N/A | 5-Year | - 30.0 bps | 4.610% | 4.310% | 90.027% |
| XU6 | 2030 | N/A | 2.355% | 53,615,000 | 11/15/2029 | 7-Year | - 25.0 bps | 4.600% | 4.350% | 88.805% |
| XV4 | 2031 | N/A | 2.455% | 49,550,000 | 11/15/2029 | 7-Year | - 15.0 bps | 4.600% | 4.450% | 87.391% |
| XW2 | 2032 | N/A | 2.505% | 49,425,000 | 11/15/2029 | 10-Year | - 10.0 bps | 4.560% | 4.460% | 86.290% |
| XX0 | 2033 | N/A | 2.555% | 51,250,000 | 11/15/2029 | 10-Year | - 5.0 bps | 4.560% | 4.510% | 85.025% |
| XY8 | 2034 | N/A | 2.605% | 21,285,000 | 11/15/2029 | 10-Year | + 4.0 bps | 4.560% | 4.600% | 83.529% |
| XZ5 | 2035 | N/A | 2.655% | 21,940,000 | 11/15/2029 | 10-Year | + 14.0 bps | 4.560% | 4.700% | 81.988% |
| YA9 | 2042 | 3/27/2039 | 2.984% | 151,765,000 | 11/15/2029 | 10-Year | + 45.0 bps | 4.560% | 5.010% | 78.932% |

Footnotes appear on next page.

**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 (\$) | Par Call Date | Benchmark Treasury Security ⁽³⁾ | Fixed Spreads | Illustrative Treasury Security Yield* | Illustrative Purchase Yield* | Illustrative Offer Purchase Price ^{(4)*} |
|--|--------------------------------------|-------------------------------------|------------------|---|------------------|--|------------------|--|------------------------------------|--|
| B71 | 2025 | N/A | 0.976% | 8,325,000 | N/A | 2-Year | - 30.0 bps | 4.930% | 4.630% | 94.753% |
| B89 | 2026 | N/A | 1.221% | 3,935,000 | N/A | 2-Year | - 50.0 bps | 4.930% | 4.430% | 92.476% |
| B97 | 2027 | N/A | 1.371% | 3,995,000 | N/A | 3-Year | - 43.0 bps | 4.770% | 4.340% | 90.447% |
| C21 | 2028 | N/A | 1.522% | 4,065,000 | N/A | 5-Year | - 35.0 bps | 4.610% | 4.260% | 88.888% |
| C39 | 2029 | N/A | 1.572% | 9,130,000 | N/A | 5-Year | - 30.0 bps | 4.610% | 4.310% | 86.713% |
| C47 | 2030 | N/A | 1.622% | 9,285,000 | N/A | 7-Year | - 25.0 bps | 4.600% | 4.350% | 84.692% |
| C54 | 2031 | N/A | 1.722% | 9,445,000 | 11/15/2030 | 7-Year | - 20.0 bps | 4.600% | 4.400% | 83.044% |
| C62 | 2032 | N/A | 1.822% | 9,620,000 | 11/15/2030 | 10-Year | - 10.0 bps | 4.560% | 4.460% | 81.501% |
| C70 | 2033 | N/A | 1.872% | 15,550,000 | 11/15/2030 | 10-Year | - 5.0 bps | 4.560% | 4.510% | 79.793% |
| C88 | 2034 | N/A | 1.972% | 15,855,000 | 11/15/2030 | 10-Year | + 2.0 bps | 4.560% | 4.580% | 78.447% |
| C96 | 2035 | N/A | 2.022% | 16,165,000 | 11/15/2030 | 10-Year | + 14.0 bps | 4.560% | 4.700% | 76.412% |
| D20 | 2040 | 9/7/2039 | 2.542% | 32,045,000 | 11/15/2030 | 10-Year | + 44.0 bps | 4.560% | 5.000% | 73.912% |
| D38 | 2043 | 11/21/2042 | 2.642% | 25,805,000 | 11/15/2030 | 30-Year | + 39.0 bps | 4.650% | 5.040% | 71.346% |

**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 (\$) | Par Call Date | Benchmark Treasury Security ⁽³⁾ | Fixed Spreads | Illustrative Treasury Security Yield* | Illustrative Purchase Yield* | Illustrative Offer Purchase Price ^{(4)*} |
|--|--------------------------------------|-------------------------------------|------------------|---|------------------|--|------------------|--|------------------------------------|--|
| M20 | 2025 | N/A | 0.811% | 5,215,000 | N/A | 2-Year | - 30.0 bps | 4.930% | 4.630% | 94.517% |
| M38 | 2026 | N/A | 1.011% | 9,265,000 | N/A | 2-Year | - 50.0 bps | 4.930% | 4.430% | 91.983% |
| M46 | 2027 | N/A | 1.366% | 9,375,000 | N/A | 3-Year | - 43.0 bps | 4.770% | 4.340% | 90.431% |
| M53 | 2028 | N/A | 1.516% | 9,515,000 | N/A | 5-Year | - 35.0 bps | 4.610% | 4.260% | 88.864% |
| M61 | 2029 | N/A | 1.709% | 5,205,000 | N/A | 5-Year | - 30.0 bps | 4.610% | 4.310% | 87.377% |
| M79 | 2030 | N/A | 1.909% | 730,000 | N/A | 7-Year | - 25.0 bps | 4.600% | 4.350% | 86.302% |
| M87 | 2031 | N/A | 1.929% | 5,545,000 | N/A | 7-Year | - 20.0 bps | 4.600% | 4.400% | 84.354% |
| M95 | 2032 | N/A | 2.009% | 5,650,000 | 11/15/2031 | 10-Year | - 10.0 bps | 4.560% | 4.460% | 82.812% |
| N29 | 2033 | N/A | 2.209% | 630,000 | 11/15/2031 | 10-Year | - 5.0 bps | 4.560% | 4.510% | 82.374% |
| N37 | 2034 | N/A | 2.309% | 645,000 | 11/15/2031 | 10-Year | + 3.0 bps | 4.560% | 4.590% | 81.159% |
| N45 | 2035 | N/A | 2.409% | 660,000 | 11/15/2031 | 10-Year | + 15.0 bps | 4.560% | 4.710% | 79.744% |
| N52 | 2036 | N/A | 2.459% | 12,840,000 | 11/15/2031 | 10-Year | + 22.0 bps | 4.560% | 4.780% | 78.343% |
| N60 | 2037 | N/A | 2.509% | 13,160,000 | 11/15/2031 | 10-Year | + 29.0 bps | 4.560% | 4.850% | 77.003% |
| N78 | 2038 | N/A | 2.599% | 7,205,000 | 11/15/2031 | 10-Year | + 36.0 bps | 4.560% | 4.920% | 76.136% |

(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.

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

(3) Except for the 30-Year Benchmark Treasury Security, which will be the "old long bond" (maturity date November 15, 2053, 4.75%, CUSIP 912810TV0), each Benchmark Treasury Security (as defined herein) will be the most recently auctioned "on-the-run" United States Treasury Security for the maturity indicated as of the date and time that the Offer Purchase Price for the Target Bonds is set, currently expected to be approximately 10:00 a.m., New York City time, on April 23, 2024.

(4) **SEE Section 2, "Information to Bondowners – Tender Consideration - Determination of Offer Purchase Prices" in the Invitation.**

*Preliminary and subject to change.

Illustrative Taxable Target Bonds Offer Purchase Price Calculations: Interest Rate Sensitivity

As a measure of the sensitivity of the Taxable Target Bonds' Offer Purchase Prices to changes in the yield on the Benchmark Treasury Security, the following tables show the impact on the Offer Purchase Price of a 0.10% (10 basis point) movement in the yield of the Benchmark Treasury Security.

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 | Illustrative Purchase Yield Based on Treasury Security Yields as of April 11, 2024 | Illustrative Offer Purchase Prices ^{(2)*} | | |
|--|-----------------------------------|----------------------|---|--|---------------------------------------|--|
| | | | | Assuming a 0.10% Increase in Treasury Security Yields | Current Treasury Security Yield | Assuming a 0.10% Decrease in Treasury Security Yields |
| TJ6 | 2025 | N/A | 4.930% | 98.171% | 98.312% | 98.455% |
| TK3 | 2026 | N/A | 4.930% | 97.689% | 97.920% | 98.152% |
| TL1 | 2027 | N/A | 4.770% | 97.440% | 97.757% | 98.075% |
| TM9 | 2028 | N/A | 4.610% | 97.420% | 97.820% | 98.222% |
| TN7 | 2029 | N/A | 4.610% | 97.159% | 97.636% | 98.116% |
| TP2 | 2030 | N/A | 4.600% | 97.052% | 97.603% | 98.158% |
| TQ0 | 2031 | N/A | 4.600% | 96.366% | 96.985% | 97.608% |
| TR8 | 2032 | N/A | 4.560% | 96.598% | 97.286% | 97.978% |
| TS6 | 2033 | N/A | 4.560% | 95.988% | 96.735% | 97.488% |
| TT4 | 2038 | 12/14/2036 | 4.560% | 91.717% | 92.596% | 93.486% |

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

| CUSIP (Base No. 44244C) ⁽¹⁾ | Maturity Date (November 15) | Average Life Date | Illustrative Purchase Yield Based on Treasury Security Yields as of April 11, 2024 | Illustrative Offer Purchase Prices ^{(2)*} | | |
|--|-----------------------------------|----------------------|---|--|---------------------------------------|--|
| | | | | Assuming a 0.10% Increase in Treasury Security Yields | Current Treasury Security Yield | Assuming a 0.10% Decrease in Treasury Security Yields |
| XP7 | 2025 | N/A | 4.930% | 96.011% | 96.150% | 96.290% |
| XQ5 | 2026 | N/A | 4.930% | 94.191% | 94.417% | 94.644% |
| XR3 | 2027 | N/A | 4.770% | 92.662% | 92.970% | 93.278% |
| XS1 | 2028 | N/A | 4.610% | 91.275% | 91.660% | 92.047% |
| XT9 | 2029 | N/A | 4.610% | 89.571% | 90.027% | 90.485% |
| XU6 | 2030 | N/A | 4.600% | 88.282% | 88.805% | 89.331% |
| XV4 | 2031 | N/A | 4.600% | 86.809% | 87.391% | 87.979% |
| XW2 | 2032 | N/A | 4.560% | 85.649% | 86.290% | 86.937% |
| XX0 | 2033 | N/A | 4.560% | 84.330% | 85.025% | 85.726% |
| XY8 | 2034 | N/A | 4.560% | 82.789% | 83.529% | 84.277% |
| XZ5 | 2035 | N/A | 4.560% | 81.208% | 81.988% | 82.776% |
| YA9 | 2042 | 3/27/2039 | 4.560% | 78.038% | 78.932% | 79.839% |

Footnotes appear on next page.

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

| CUSIP Base No. 44244C ⁽¹⁾ | Maturity Date (November 15) | Average Life Date | Illustrative Purchase Yield Based on Treasury Security Yields as of April 11, 2024 | Illustrative Offer Purchase Prices ^{(2)*} | | |
|--|-----------------------------------|----------------------|---|--|---------------------------------------|--|
| | | | | Assuming a 0.10% Increase in Treasury Security Yields | Current Treasury Security Yield | Assuming a 0.10% Decrease in Treasury Security Yields |
| B71 | 2025 | N/A | 4.930% | 94.615% | 94.753% | 94.892% |
| B89 | 2026 | N/A | 4.930% | 92.253% | 92.476% | 92.700% |
| B97 | 2027 | N/A | 4.770% | 90.144% | 90.447% | 90.751% |
| C21 | 2028 | N/A | 4.610% | 88.510% | 88.888% | 89.268% |
| C39 | 2029 | N/A | 4.610% | 86.266% | 86.713% | 87.162% |
| C47 | 2030 | N/A | 4.600% | 84.182% | 84.692% | 85.204% |
| C54 | 2031 | N/A | 4.600% | 82.476% | 83.044% | 83.616% |
| C62 | 2032 | N/A | 4.560% | 80.879% | 81.501% | 82.128% |
| C70 | 2033 | N/A | 4.560% | 79.122% | 79.793% | 80.470% |
| C88 | 2034 | N/A | 4.560% | 77.732% | 78.447% | 79.170% |
| C96 | 2035 | N/A | 4.560% | 75.662% | 76.412% | 77.171% |
| D20 | 2040 | 9/7/2039 | 4.560% | 73.034% | 73.912% | 74.803% |
| D38 | 2043 | 11/21/2042 | 4.650% | 70.386% | 71.346% | 72.323% |

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

| CUSIP (Base No. 44244C) ⁽¹⁾ | Maturity Date (November 15) | Average Life Date | Illustrative Purchase Yield Based on Treasury Security Yields as of April 11, 2024 | Illustrative Offer Purchase Prices ^{(2)*} | | |
|--|-----------------------------------|----------------------|---|--|---------------------------------------|--|
| | | | | Assuming a 0.10% Increase in Treasury Security Yields | Current Treasury Security Yield | Assuming a 0.10% Decrease in Treasury Security Yields |
| M20 | 2025 | N/A | 4.930% | 94.378% | 94.517% | 94.655% |
| M38 | 2026 | N/A | 4.930% | 91.761% | 91.983% | 92.207% |
| M46 | 2027 | N/A | 4.770% | 90.128% | 90.431% | 90.735% |
| M53 | 2028 | N/A | 4.610% | 88.485% | 88.864% | 89.244% |
| M61 | 2029 | N/A | 4.610% | 86.929% | 87.377% | 87.828% |
| M79 | 2030 | N/A | 4.600% | 85.788% | 86.302% | 86.820% |
| M87 | 2031 | N/A | 4.600% | 83.781% | 84.354% | 84.931% |
| M95 | 2032 | N/A | 4.560% | 82.185% | 82.812% | 83.445% |
| N29 | 2033 | N/A | 4.560% | 81.692% | 82.374% | 83.063% |
| N37 | 2034 | N/A | 4.560% | 80.430% | 81.159% | 81.895% |
| N45 | 2035 | N/A | 4.560% | 78.976% | 79.744% | 80.520% |
| N52 | 2036 | N/A | 4.560% | 77.539% | 78.343% | 79.156% |
| N60 | 2037 | N/A | 4.560% | 76.167% | 77.003% | 77.850% |
| N78 | 2038 | N/A | 4.560% | 75.269% | 76.136% | 77.015% |

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