HTS Continuing Disclosure Services
A Division of Hilltop Securities.
(See "CONTINUING DISCLOSURE OF INFORMATION" herein)

PRELIMINARY OFFICIAL STATEMENT

Dated July 30, 2026

Rating:
S&P: "A"
(see "OTHER INFORMATION - Ratings" herein)

NEW ISSUE - Book-Entry-Only

In the opinion of McCall, Parkhurst & Horton, L.L.P., Bond Counsel, interest on the Bonds will be excludable from gross income for federal income tax purposes under statutes, regulations, published rulings and court decisions existing on the date thereof, subject to the matters described under "TAX MATTERS" herein, including the alternative minimum tax on certain corporations.

*THE BONDS **WILL NOT BE** DESIGNATED AS "QUALIFIED TAX-EXEMPT OBLIGATIONS" FOR FINANCIAL INSTITUTIONS*

$26,885,000*
TRINITY RIVER AUTHORITY OF TEXAS
DENTON CREEK (JUSTIN – NORTHLAKE INTERCEPTOR SYSTEM)
REVENUE IMPROVEMENT BONDS, SERIES 2026

Dated Date: August 1, 2026
Interest to accrue from Delivery Date

Due: February 1, as shown on page ii

PAYMENT TERMS . . . Interest on the $26,885,000* Trinity River Authority of Texas Denton Creek (Justin – Northlake Interceptor System) Revenue Improvement Bonds, Series 2026 (the "Bonds") will accrue from the date they are initially delivered (the "Delivery Date") to the underwriters listed below (the "Underwriters"), will be payable on February 1, 2027, and on February 1 and August 1 of each year thereafter until maturity or prior redemption, and will be calculated on the basis of a 360-day year consisting of twelve 30-day months. The definitive Bonds will be initially registered and delivered only to Cede & Co., the nominee of The Depository Trust Company ("DTC") pursuant to the Book-Entry-Only System described herein. Beneficial ownership of the Bonds may be acquired in denominations of $5,000 or integral multiples thereof within a maturity. **No physical delivery of the Bonds will be made to the beneficial owners thereof.** Principal of, premium, if any, and interest on the Bonds will be payable by the Paying Agent/Registrar to Cede & Co., which will make distribution of the amounts so paid to the participating members of DTC for subsequent payment to the beneficial owners of the Bonds (see "THE BONDS - Book-Entry-Only System" herein). The initial Paying Agent/Registrar is BOKF, N.A., Dallas, Texas (see "THE BONDS - Paying Agent/Registrar").

AUTHORITY FOR ISSUANCE . . . The Bonds are issued pursuant to the provisions of Chapter 518, Acts of the 54th Texas Legislature, Regular Session, 1955, as amended, Chapter 30, Texas Water Code, as amended, Chapter 1371 Texas Government Code, as amended, and other applicable laws, and a bond resolution authorizing the issuance of the Bonds (the "Bond Resolution") adopted by the Board of Directors (the "Board") of the Trinity River Authority of Texas (the "Authority" or the "Issuer") on June 24, 2026. In the Bond Resolution, the Board delegated to the General Manager and Chief Financial Officer of the Authority (each an "Authorized Officer") the authority to complete the sale of the Bonds. The terms of the sale will be included in a "Pricing Certificate" which will be approved and executed by the Authorized Officer, and which will complete the sale of the Bonds (the Bond Resolution and the Pricing Certificate are jointly referred to as the "Resolution"). Under the Constitution and the statutes of the State of Texas, the Authority has broad powers to effectuate flood control and the conservation and use for all beneficial purposes of storm and flood waters in the Trinity River watershed, and as a necessary aid to these purposes, the Authority has specific authority to construct, own and operate water and wastewater treatment, collection and transportation systems, and to make contracts in reference thereto with municipalities and others.

PURPOSE . . . Proceeds from the sale of the Bonds will be used for the purpose of providing funds (i) for the acquisition and construction of the improvements for the Denton Creek (Justin - Northlake Interceptor System) (the "System"), (ii) to fund the debt service reserve fund, if required, and (iii) to pay costs associated with the issuance of the Bonds.

CUSIP PREFIX: 89657C

MATURITY SCHEDULE & 9 DIGIT CUSIP
See Schedule on page ii

LEGALITY . . . The Bonds are offered for delivery when, as and if issued and received by the Underwriters and subject to the approving opinion of the Attorney General of Texas and the opinion of McCall, Parkhurst & Horton L.L.P., Bond Counsel, Dallas, Texas (see APPENDIX D, "Form of Bond Counsel's Opinion"). Certain legal matters will be passed upon for the Underwriters by Norton Rose Fulbright US LLP, Dallas, Texas, counsel to the Underwriters.

DELIVERY . . . It is expected that the Bonds will be available for delivery through the facilities of DTC on or about August 25, 2026.

TRUIST SECURITIES **CABRERA CAPITAL MARKETS LLC**

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* Preliminary, subject to change.

CUSIP PREFIX: 89657C

$26,885,000*
TRINITY RIVER AUTHORITY OF TEXAS
DENTON CREEK (JUSTIN – NORTHLAKE INTERCEPTOR SYSTEM)
REVENUE IMPROVEMENT BONDS, SERIES 2026

MATURITY SCHEDULE*

$_______________ Serial Bonds
(Interest to accrue from the Delivery Date)

Maturity (February 1)	Principal Amount	Interest Rate	Initial Yield	CUSIP Suffix(1)
2028	$	_.___%	_.___%	
2029				
2030				
2031				
2032				
2033				
2034				
2035				
2036				
2037				
2038				
2039				
2040				
2041				
2042				
2043				
2044				
2045				
2046				
2047				
2048				
2049				
2050				
2051				

$______________ Term Bonds
(Interest to accrue from the Delivery Date)

$_____________ Term Bond due February 1, 20__, Price to Yield ______%, CUSIP Suffix(1) _____

$_____________ Term Bond due February 1, 20__, Price to Yield ______%, CUSIP Suffix(1) _____

*Yield shown is the yield to the first optional call date, February 1, 20__.

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* Preliminary, subject to change.

Optional Redemption . . . The Authority reserves the right, at its option, to redeem the Bonds maturing on or after February 1, 2037, in whole or in part in principal amounts of $5,000 or any integral multiple thereof, on February 1, 2036, or any date thereafter, at the par value thereof plus accrued interest to the date of redemption (see “THE BONDS – Redemption – Optional Redemption”).

Mandatory Redemption . . . If two or more serial bonds of consecutive maturities are combined into one or more “Term Bonds” by the Underwriters, such Term Bonds will be subject to mandatory sinking fund redemption in accordance with the provisions of the Resolution as further described herein (see “THE BONDS – Redemption – Mandatory Redemption”).

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For purposes of compliance with Rule 15c2-12 of the United States Securities and Exchange Commission ("Rule 15c2-12"), this document constitutes an "official statement" of the Authority with respect to the Bonds that has been deemed "final" by the Authority as of its date except for the omission of no more than the information permitted by Rule 15c2-12.

This Official Statement, which includes the cover page, maturity schedule, and the Appendices hereto, does not constitute an offer to sell or the solicitation of an offer to buy in any jurisdiction to any person to whom it is unlawful to make such offer, solicitation or sale. This Official Statement is not to be used in connection with an offer to sell or the solicitation of an offer to buy in any state in which such offer or solicitation is not authorized or in which the person making such offer or solicitation is not qualified to do so or to any person to whom it is unlawful to make such offer or solicitation.

THE BONDS HAVE NOT BEEN REGISTERED UNDER THE SECURITIES ACT OF 1933, AS AMENDED, IN RELIANCE UPON EXEMPTIONS CONTAINED IN SUCH ACT. THE REGISTRATION OR QUALIFICATION OF THE BONDS IN ACCORDANCE WITH APPLICABLE PROVISIONS OF SECURITIES LAW OF THE STATES IN WHICH THE BONDS HAVE BEEN REGISTERED OR QUALIFIED, IF ANY, AND THE EXEMPTION FROM REGISTRATION OR QUALIFICATION IN OTHER STATES, IF ANY, CANNOT BE REGARDED AS A RECOMMENDATION THEREOF. THE BONDS HAVE NOT BEEN RECOMMENDED BY ANY FEDERAL OR STATE SECURITIES COMMISSION OR REGULATORY AUTHORITY. FURTHERMORE, THE FOREGOING AUTHORITIES HAVE NOT CONFIRMED THE ACCURACY OR DETERMINED THE ADEQUACY OF THIS OFFICIAL STATEMENT. ANY REPRESENTATION TO THE CONTRARY MAY BE A CRIMINAL OFFENSE.

No dealer, broker, salesman or other person has been authorized by the Authority or the Underwriters to give any information, or to make any representations other than those contained in this Official Statement, and, if given or made, such other information or representations must not be relied upon as having been authorized by the Authority or the Underwriters. This Official Statement does not constitute an offer to sell Bonds in any jurisdiction to any person to whom it is unlawful to make such offer in such jurisdiction.

The Underwriters have provided the following sentence for inclusion in this Official Statement. The Underwriters have reviewed the information in this Official Statement in accordance with, and as part of, its responsibilities to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the Underwriters do not guarantee the accuracy or completeness of such information.

References to website addresses presented herein are for informational purposes only and may be in the form of a hyperlink solely for the reader's convenience. Unless specified otherwise, such websites and the information or links contained therein are not incorporated into, and are not part of, this final official statement for purposes of, and as that term is defined in Rule 15c2-12 of the United States Securities and Exchange Commission.

Certain information set forth herein has been obtained from the Authority, the Contracting Parties (as defined herein) and other sources which are believed to be reliable but is not guaranteed as to accuracy or completeness, and is not to be construed as a representation by the Financial Advisor or the Underwriters. Any information and expressions of opinion herein contained are subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the Authority or the Contracting Parties or other matters described herein since the date hereof. See "CONTINUING DISCLOSURE OF INFORMATION" for a description of the Authority's and Contracting Parties' undertakings to provide certain information on a continuing basis.

NONE OF THE AUTHORITY, ITS FINANCIAL ADVISOR, OR THE UNDERWRITERS MAKES ANY REPRESENTATION OR WARRANTY WITH RESPECT TO THE INFORMATION CONTAINED IN THIS OFFICIAL STATEMENT REGARDING THE DEPOSITORY TRUST COMPANY OR ITS BOOK-ENTRY-ONLY SYSTEM, AS SUCH INFORMATION HAS BEEN PROVIDED BY THE DEPOSITORY TRUST COMPANY.

This Official Statement includes descriptions and summaries of certain events, matters and documents. Such descriptions and summaries do not purport to be complete and all such descriptions, summaries and references thereto are qualified in their entirety by reference to this Official Statement in its entirety and to each such document, copies of which may be obtained from the Financial Advisor. Any statements made in this Official Statement or the appendices hereto involving matters of opinion or estimates, whether or not so expressly stated, are set forth as such and not as representations of fact, and no representation is made that any of such opinions or estimates will be realized.

This Official Statement contains "forward-looking" statements within the meaning of Section 21E of the Securities Exchange Act of 1934, as amended. Such statements may involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance and achievements to be different from future results, performance and achievements expressed or implied by such forward-looking statements. Investors are cautioned that the actual results could differ materially from those set forth in the forward-looking statements.

IN CONNECTION WITH THE OFFERING OF THE BONDS, THE UNDERWRITERS MAY OVER-ALLOT OR EFFECT TRANSACTIONS WHICH STABILIZE OR MAINTAIN THE MARKET PRICES OF THE BONDS AT A LEVEL ABOVE THAT WHICH MIGHT OTHERWISE PREVAIL IN THE OPEN MARKET. SUCH STABILIZING, IF COMMENCED, MAY BE DISCONTINUED AT ANY TIME.

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OFFICIAL STATEMENT SUMMARY

This summary is subject in all respects to the more complete information and definitions contained or incorporated in this Official Statement. The offering of the Bonds to potential investors is made only by means of this entire Official Statement. No person is authorized to detach this summary from this Official Statement or to otherwise use it without the entire Official Statement.

THE AUTHORITY.......................... The Trinity River Authority of Texas (the "Authority" or "Issuer") is a governmental agency of the State of Texas and a body politic and corporate, created as a conservation and reclamation district under Article XVI, Section 59 of the Texas Constitution pursuant to Chapter 518, Acts of the 54th Texas Legislature, Regular Session, 1955, as amended. The Authority is governed by a Board (the "Board") of 25 directors who are appointed by the Texas Governor for six-year terms. Effective September 1, 2025, directors are appointed for a term of four-years. Notwithstanding the foregoing, any director serving on the Board prior to September 1, 2025, shall continue to serve the remainder of his or her six-year term.

THE BONDS .... The Bonds are issued as $26,885,000* Trinity River Authority of Texas Denton Creek (Justin – Northlake Interceptor System) Revenue Improvement Bonds, Series 2026 (the "Bonds"). The Bonds may be issued as serial bonds maturing on February 1 in each of the years 2028* through 2051*, inclusive (see "THE BONDS - Description of the Bonds").

PAYMENT OF INTEREST .... Interest on the Bonds accrues from the date they are initially delivered to the Underwriters, and is payable on February 1, 2027, and on February 1 and August 1 of each year thereafter until maturity or prior redemption (see "THE BONDS - Description of the Bonds").

AUTHORITY FOR ISSUANCE .... The Bonds are issued pursuant to the provisions of Chapter 518, Acts of the 54th Texas Legislature, Regular Session, 1955, as amended, Chapter 30, Texas Water Code, as amended, Chapter 1371, Texas Government Code, as amended, and other applicable laws, and a bond resolution authorizing the issuance of the Bonds (the "Bond Resolution") adopted by the Board on June 24, 2026. In the Bond Resolution, the Board delegated to the General Manager and Chief Financial Officer of the Authority (each an "Authorized Officer") the authority to complete the sale of the Bonds. The terms of the sale will be included in a "Pricing Certificate" which will be approved and executed by the Authorized Officer, and which will complete the sale of the Bonds (the Bond Resolution and the Pricing Certificate are jointly referred to as the "Resolution") (see "THE BONDS - Authority for Issuance").

SECURITY FOR THE BONDS .... The Bonds are secured by and payable from the "Pledged Revenues" which consist of (1) the Net Revenues (as defined herein) and (2) any additional revenues, income, receipts, donations, or other resources derived or received or to be received from any public or private source, whether pursuant to an agreement or otherwise, which in the future may, at the option of the Authority, be pledged to the payment of the Bonds or the Additional Bonds. (see "THE BONDS - Security and Source of Payment" and "SELECTED PROVISIONS OF THE RESOLUTION" herein).

REDEMPTION .... The Authority reserves the right, at its option, to redeem Bonds maturing on or after February 1, 2037, in whole or in part, in principal amounts of $5,000 or any integral multiple thereof, on February 1, 2036 or any date thereafter, at the par value thereof plus accrued interest to the date of redemption (see "THE BONDS – Redemption – Optional Redemption"). If two or more serial bonds of consecutive maturities are combined into one or more "Term Bonds" by the Underwriters, such Term Bonds will be subject to mandatory sinking fund redemption in accordance with the provisions of the Resolution as further described herein (see "THE BONDS – Redemption – Mandatory Redemption").

TAX EXEMPTION........................... In the opinion of Bond Counsel, the interest on the Bonds will be excludable from gross income for federal income tax purposes under statutes, regulations, published rulings and court decisions existing on the date thereof, subject to the matters described under the caption "TAX MATTERS" herein.

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* Preliminary, subject to change.

USE OF PROCEEDS .... Proceeds from the sale of the Bonds will be used for the purpose of providing funds (i) for the acquisition and construction of the improvements for the Denton Creek (Justin - Northlake Interceptor System) (the "System"), (ii) to fund the debt service reserve fund, if required, and (iii) to pay costs associated with the issuance of the Bonds.

RATINGS .... The Bonds are rated "A" with a positive outlook by S&P Global Ratings, a division of S&P Global Inc. ("S&P"). The Outstanding Parity Bonds of the System are rated "A" by S&P. (see "OTHER INFORMATION - Ratings").

BOOK-ENTRY-ONLY SYSTEM....... The definitive Bonds will be initially registered and delivered only to Cede & Co., the nominee of DTC pursuant to the Book-Entry-Only System described herein. Beneficial ownership of the Bonds may be acquired in denominations of $5,000 or integral multiples thereof within a maturity. No physical delivery of the Bonds will be made to the beneficial owners thereof. Principal of, premium, if any, and interest on the Bonds will be payable by the Paying Agent/Registrar to Cede & Co., which will make distribution of the amounts so paid to the participating members of DTC for subsequent payment to the beneficial owners of the Bonds (see "THE BONDS - Book-Entry-Only System").

PAYMENT RECORD .... The Authority has never defaulted in payment of its bonds.

For additional information regarding the Authority, please contact:

Ms. Christine J. Epps, C.P.A. Trinity River Authority of Texas P.O. Box 60 Arlington, Texas 76004 (817) 493-5192	or	Ms. Mary Williams Ms. Ester Flores Hilltop Securities Inc. 717 Harwood Street, 34th Floor Dallas, Texas 75201 (214) 953-4000

AUTHORITY OFFICIALS, STAFF AND CONSULTANTS

Board Members	Position	Area Represented
Megan W. Deen	President and Member, Executive Committee	Tarrant County
Henry Borbolla III	Vice-President and Member, Executive Committee	Tarrant County
Cathy Altman	Chair, Legal and Public Policy Committee and Member, Executive Committee	Ellis County
C. Cole Camp	Chair, Utility Services Committee and Member, Executive Committee	Director at Large
Benny L. Fogleman	Chair, Administration and Audit Committee and Member, Executive Committee	Polk County
John W. Jenkins	Chair, Resources Development Committee and Member, Executive Committee	Chambers County
C. Dwayne Somerville	Chair, Executive Committee	Freestone County
Jeffrey H. Bradley	Member, Legal and Public Policy Committee	Walker County
Casey Yeary Callas	Member, Utility Services Committee	Trinity County
R. Carson Dennis	Member, Resources Development Committee	Dallas County
Jerry F. House, D. Min	Member, Resources Development Committee	Leon County
Margaret S.C. Keliher	Member, Administration and Audit Committee	Dallas County
David B. Leonard	Member, Utility Services Committee	Liberty County
Robert F. McFarlane, M.D.	Member, Resources Development Committee	Director at Large
Lewis H. McMahan	Member, Legal and Public Policy Committee	Dallas County
Vacant	Member, Resources Development Committee	Kaufman County
Kathryn L. Sanders Pyle	Member, Administration and Audit Committee	Henderson County
Steven L. Roberts	Member, Resources Development Committee	San Jacinto County
Amir A. Rupani	Member, Administration and Audit Committee	Dallas County
Frank H. Steed, Jr.	Member, Legal and Public Policy Committee	Navarro County
Frederick C. Tate	Member, Administration and Audit Committee	Director at Large
Elizabeth C. Thomas	Member, Legal and Public Policy Committee	Tarrant County
Brenda K. Walker	Member, Legal and Public Policy Committee	Anderson County
David G. Ward	Member, Utility Services Committee	Madison County
Gregory S. Wassberg	Member, Utility Services Committee	Houston County

Management Officers

J. Kevin Ward ....General Manager
Glenn C. Clingenpeel................................. .... Deputy General Manager
Alexis S. Long…………………………………… ....Secretary, Board of Directors and General Counsel
Christine J. Epps, CPA............................... .... Treasurer, Board of Directors, and Chief Financial Officer
Douglas D. Haude, P.E. ....Executive Manager, Southern Region
Taylor L. Huynh.. ....Executive Manager, Administrative Services
Matthew S. Jalbert, P.E.............................. ....Executive Manager, Northern Region
Webster M. Mangham................................ ....Executive Manager, Technical Services and Basin Planning
Gary N. Oradat, P.E. .... Executive Manager, Planning, Design and Construction Administration
Douglas L. Short .... Chief Information Officer

Consultants and Advisors

Authority Counsel..Booth, Ahrens & Werkenthin, P.C.............................Austin, Texas
Independent Auditors...................................Weaver and Tidwell, LLP..Dallas, Texas
Bond Counsel...McCall, Parkhurst & Horton L.L.P. ....Dallas, Texas
Financial Advisor...Hilltop Securities Inc. ....Dallas, Texas

PRELIMINARY OFFICIAL STATEMENT

RELATING TO

$26,885,000*
TRINITY RIVER AUTHORITY OF TEXAS
DENTON CREEK (JUSTIN – NORTHLAKE INTERCEPTOR SYSTEM)
REVENUE IMPROVEMENT BONDS, SERIES 2026

INTRODUCTION

This Official Statement, which includes the Appendices hereto, provides certain information regarding the issuance of $26,885,000* Trinity River Authority of Texas Denton Creek (Justin – Northlake Interceptor System) Revenue Improvement Bonds, Series 2026 (the "Bonds"). Capitalized terms used but not defined in this Official Statement have the same meanings assigned to such terms in the Resolution (defined herein), except as otherwise indicated herein (see "SELECTED PROVISIONS OF THE RESOLUTION").

There follows in this Official Statement descriptions of the Bonds and certain information regarding the Trinity River Authority of Texas (the "Authority" or "Issuer") and its finances. All descriptions of documents contained herein are only summaries and are qualified in their entirety by reference to each such document. Copies of such documents may be obtained from the Authority's Financial Advisor, Hilltop Securities Inc., Dallas, Texas.

Description of the Authority

The Authority is a governmental agency of the State of Texas (the "State") and a body politic and corporate, created as a conservation and reclamation district under Article XVI, Section 59 of the Constitution pursuant to Chapter 518, Acts of the 54th Legislature of Texas, Regular Session, 1955, as amended. Under the Constitution and the statutes of the State, the Authority has broad powers to effectuate flood control and the conservation and use for all beneficial purposes of storm and flood waters in the Trinity River watershed, and as a necessary aid to these purposes, the Authority has specific authority to construct, own and operate water and wastewater treatment, collection and transportation systems, and to make contracts in reference thereto with municipalities and others.

The Authority consists of all the territories in the Counties of Dallas, Tarrant, Ellis, Navarro and Chambers, and the principal watershed portions of Anderson, Freestone, Henderson, Houston, Kaufman, Leon, Madison, Polk, San Jacinto, Trinity, Walker and Liberty Counties. The Authority is governed by a Board (the "Board") of 25 directors who are appointed by the Texas Governor with the advice and consent of the Texas Senate. Three of the directors are appointed from the area-at-large; three directors are from Tarrant County; four are from Dallas County; and one director is from each of the other counties. Effective September 1, 2025, directors are appointed for a term of four-years. Notwithstanding the foregoing, any director serving on the Board prior to September 1, 2025, shall continue to serve the remainder of his or her six-year term. The Governor designates a member of the Board as the president of the Board to serve in that capacity at the pleasure of the Governor.

PLAN OF FINANCING

Purpose

Proceeds from the sale of the Bonds will be used for the purpose of providing funds (i) for the acquisition and construction of the improvements for the Denton Creek (Justin – Northlake Interceptor System) (the "System"), (ii) to fund the debt service reserve fund, if required, and (iii) to pay costs associated with the issuance of the Bonds.

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* Preliminary, subject to change.

Sources and Uses of Bond Proceeds

Proceeds from the sale of the Bonds are expected to be applied approximately as follows:

Sources of Funds	
Par Amount of Bonds	$
[Net] Reoffering Premium	
Total Sources of Funds	$
Uses of Funds:	
Deposit to Construction Fund	$
Deposit to Reserve Fund	
Underwriters' Discount	
Costs of Issuance	
Total Uses of Funds	$

THE BONDS

Description of the Bonds

The Bonds are dated August 1, 2026, and mature on February 1 in each of the years and in the amounts shown on page ii hereof. Interest will accrue from the date they are initially delivered to the Underwriters, will be payable on February 1, 2027, and on February 1 and August 1 of each year thereafter until maturity or prior redemption, and will be computed on the basis of a 360-day year of twelve 30-day months. The definitive Bonds will be issued only in fully registered form in any integral multiple of $5,000 for any one maturity and will be initially registered and delivered only to Cede & Co., the nominee of The Depository Trust Company ("DTC"), pursuant to the Book-Entry-Only System described herein. No physical delivery of the Bonds will be made to the beneficial owners thereof. Principal of, premium, if any, and interest on the Bonds will be payable by the Paying Agent/Registrar to Cede & Co., which will make distribution of the amounts so paid to the participating members of DTC for subsequent payment to the beneficial owners of the Bonds (see "THE BONDS - Book-Entry-Only System" herein).

Interest on the Bonds is payable to the registered owner appearing on the bond registration books of the Paying Agent/Registrar on the Record Date (as defined below) and such interest shall be paid by the Paying Agent/Registrar (i) by check or draft sent by United States mail, first-class, postage prepaid, to the address of the registered owner recorded in the bond register or (ii) by such other method, acceptable to the Paying Agent/Registrar, requested by, and at the risk and expense of, the registered owner. Principal of and interest on the Bonds at maturity will be payable upon their presentation and surrender to the Paying Agent/Registrar; provided, however, that so long as Cede & Co. (or other DTC nominee) is the registered owner of the Bonds, all payments will be made as described under "THE BONDS - Book-Entry-Only System" herein. If the date for any payment on the Bonds shall be a Saturday, Sunday, a legal holiday, or a day when banking institutions in the city where the designated corporate office of the Paying Agent/Registrar is located are authorized by law or executive order to close, then the date for such payment shall be the next succeeding day which is not such a Saturday, Sunday, legal holiday, or day when banking institutions are authorized to close; and payment on such date shall have the same force and effect as if made on the original date payment was due.

Authority for Issuance

The Bonds are being issued pursuant to the provisions of Chapter 518, Acts of the 54th Texas Legislature, Regular Session, 1955, as amended, Chapter 30, Texas Water Code, as amended, Chapter 1371, Texas Government Code, as amended, and other applicable laws, and a bond resolution authorizing the issuance of the Bonds (the "Bond Resolution") adopted by the Board on June 24, 2026. In the Bond Resolution, the Board delegated to the General Manager and Chief Financial Officer of the Authority (each an "Authorized Officer") the authority to complete the sale of the Bonds.

Security and Source of Payment

The City of Justin and the Town of Northlake (collectively, the "Contracting Parties" or the "Cities") and the Authority have entered into a wastewater collection mains and transportation of wastewater contract, dated August 23, 2023 (the "Contract") whereby the Authority agrees to provide and the Contracting Parties agree to pay for the design, construction and financing of a sanitary sewer pipeline extending through the Contracting Parties and connecting into the Authority's Denton Creek Regional Wastewater System for the transportation and treatment of wastewater at the wastewater treatment plant. In the Contract, each of the Contracting Parties agreed to pay its proportionate share of the total amount of money required for the Authority to pay all debt service on its Bonds and Parity Bonds, to pay or restore any amounts required to be deposited in any special, contingency, or reserve funds required to be established and/or maintained by the provisions of the Bond Resolutions related to the improvements serving the System. "SELECTED PROVISIONS FROM THE WASTEWATER CONTRACT FOR DENTON CREEK (JUSTIN – NORTHLAKE INTERCEPTOR SYSTEM)" The Bonds and outstanding Parity Bonds (as defined in the Resolution) are secured by and payable from the "Pledged Revenues" which consist of (1) the Net Revenues and (2) any additional revenues, income, receipts, donations, or other resources derived or received or to be received from any public or private source, whether pursuant to an agreement or otherwise, which in the future may, at the option of the Authority, be pledged to the payment of the Bonds or the Additional Bonds. In the Bond Resolution, "Net Revenues" means the Gross Revenues less the Operation and Maintenance Expenses. "Gross Revenues" mean all of the revenues, income, rentals, rates, fees, and charges of every nature derived by the Authority from the operation and/or ownership of the System, including specifically all payments and amounts received by the Authority from the Contracting Parties pursuant to the Contract, and any income from the investment of money in any Funds created by the Resolution, excepting any amounts required to be rebated to the Internal Revenue Service. "Operation and Maintenance Expenses" means all costs and expenses of operation and maintenance of the System, including repairs and replacements for which no special fund is created in the resolutions authorizing the issuance of Parity Bonds, operating personnel, the cost of utilities, the costs of supervision, engineering, accounting, auditing, legal services, supplies, services, administration of the System, including general overhead expenses of the Authority attributable to the System, insurance premiums, equipment necessary for proper operation and maintenance of the System, and payments made by the Authority in satisfaction of judgments resulting from claims not covered by the Authority's insurance arising in connection with the operation and maintenance of the System. The term also includes the charges of the bank or banks and other entities acting as paying agents and/or registrars for any Bonds. The term does not include depreciation.

The Bonds are being issued as Additional Bonds pursuant to the terms of the resolution securing the other Parity Bonds.

See "SELECTED PROVISIONS FROM THE WASTEWATER CONTRACT FOR DENTON CREEK (JUSTIN – NORTHLAKE INTERCEPTOR SYSTEM)" and "SELECTED PROVISIONS OF THE RESOLUTION" herein.

Reserve Fund

A reserve fund entitled the "Trinity River Authority of Texas Denton Creek (Justin – Northlake Interceptor System) Revenue Bonds Reserve Fund" (the "Reserve Fund") has been created and maintained on the books of the Authority and will be accounted for separate and apart from other funds of the Authority. The Reserve Fund will be used solely for the purpose of retiring the last of any Bonds, Parity Bonds, or Additional Bonds, when and to the extent the amounts in the interest and sinking fund or contingency fund are insufficient. If required, immediately after the delivery of the Bonds, the Authority will deposit in the Reserve Fund an amount of money derived from the sale of the Bonds which, when added to the amount of money and investments now on deposit will at least equal in market value the average annual principal and interest requirements of the Parity Bonds, or other amount specified in the Pricing Certificate. See "SELECTED PROVISIONS OF THE RESOLUTION".

Contingency Fund

A contingency fund entitled the "Trinity River Authority of Texas Denton Creek (Justin - Northlake Interceptor System) Revenue Bonds Contingency Fund" (the "Contingency Fund") has been created and maintained on the books of the Authority and will be accounted for separate and apart from other funds of the Authority. The Contingency Fund shall be used solely for the purpose of paying the costs of improvements, enlargements, extensions or additions, or other capital expenditures relating to the System improvements, and unexpected or extraordinary repairs or replacements of the System improvements for which funds are not otherwise available, or for paying unexpected or extraordinary operation and maintenance expenses for which funds are not otherwise available, or for paying principal of and interest on any Bonds, Parity Bonds or Additional Bonds, when and to the extent the amount in the interest and sinking fund related to such Parity Bonds is insufficient for such purpose. Currently, no money is held in the Contingency Fund. No additional deposits are required to be made to the credit of the Contingency Fund unless and until such amount therein is reduced or depleted or unless the Authority, upon the advice and recommendation of an independent engineer or firm of engineers, determines it necessary to increase such amount in order adequately to provide for contingencies related to the System improvements, or unless the Authority provides for an increase in such amount in any resolution authorizing Additional Bonds. See "SELECTED PROVISIONS OF THE RESOLUTION".

Redemption

Optional Redemption. The Authority reserves the right, at its option, to redeem Bonds maturing on or after February 1, 2037, in whole or in part in principal amounts of $5,000 or any integral multiple thereof, on February 1, 2036 or any date thereafter, at the par value thereof plus accrued interest to the date of redemption. If less than all of the Bonds are to be redeemed, the Authority may select the maturities of the Bonds to be redeemed. If less than all of the Bonds of any maturity are to be redeemed, the Paying Agent/Registrar (or DTC while the Bonds are in Book-Entry-Only form) shall select, or cause to be selected, such amount of Bonds to be redeemed by such random method as it deems fair and appropriate.

Mandatory Redemption. If two or more serial bonds of consecutive maturities are combined into one or more "Term Bonds" by the Underwriters, such Term Bonds will be subject to mandatory sinking fund redemption in accordance with the provisions of the Resolution.

Notice of Redemption

At least 30 days prior to the date fixed for any redemption of Bonds or portions thereof prior to maturity a written notice of such redemption shall be sent by the Paying Agent/Registrar by United States mail, first-class, postage prepaid, to the registered owner of each Bond to be redeemed at its address as it appeared on the day such notice of redemption is mailed and each registered securities depository and to any national information service that disseminates redemption notices. By the date fixed for any such redemption due provision shall be made with the Paying Agent/Registrar for the payment of the required redemption price for the Bonds or portions thereof which are to be so redeemed. If such written notice of redemption is sent and if due provision for such payment is made, all as provided above, the Bonds or portions thereof which are to be so redeemed thereby automatically shall be treated as redeemed prior to their scheduled maturities, and they shall not bear interest after the date fixed for redemption, and they shall not be regarded as being outstanding except for the right of the registered owner to receive the redemption price from the Paying Agent/Registrar out of the funds provided for such payment. If a portion of any Bond shall be redeemed, a substitute Bond or Bonds, having the same maturity date, bearing interest at the same rate, in any denomination or denominations in any integral multiple of $5,000, at the written request of the registered owner, and in aggregate amount equal to the unredeemed portion thereof, will be issued to the registered owner upon the surrender thereof for cancellation, at the expense of the Authority, all as provided in the Resolution.

If at the time of mailing of notice of optional redemption there shall not have either been deposited with the Paying Agent/Registrar or legally authorized escrow agent immediately available funds sufficient to redeem all the Bonds called for redemption, such notice must state that it is conditional, and is subject to the deposit of the redemption moneys with the Paying Agent/Registrar or legally authorized escrow agent at or prior to the redemption date, and such notice shall be of no effect unless such moneys are so deposited on or prior to the redemption date. If such redemption is not effectuated, the Paying Agent/Registrar shall give notice in the manner in which the notice of redemption was given that such moneys were not so received and shall rescind the redemption.

The Paying Agent/Registrar and the Authority, so long as a Book-Entry-Only System is used for the Bonds, will send any notice of redemption, notice of proposed amendment to the Resolution or other notices only to DTC. Any failure by DTC to advise any DTC participant, or of any DTC participant or indirect participant to notify the beneficial owner, shall not affect the validity of the redemption of Bonds called for redemption or any other action premised on any such notice. Redemption of portions of the Bonds by the Authority will reduce the outstanding principal amount of such Bonds held by DTC. In such event, DTC may implement, through its Book-Entry-Only System, a redemption of such Bonds held for the account of DTC participants in accordance with its rules or other agreements with DTC participants and then DTC participants and indirect participants may implement a redemption of such Bonds from the beneficial owners. Any such selection of Bonds to be redeemed will not be governed by the Resolution and will not be conducted by the Authority or the Paying Agent/Registrar. Neither the Authority nor the Paying Agent/Registrar will have any responsibility to DTC participants, indirect participants or the persons for whom DTC participants act as nominees, with respect to the payments on the Bonds or the providing of notice to DTC participants, indirect participants, or beneficial owners of the selection of portions of the Bonds for redemption (see "THE BONDS - Book-Entry-Only System").

Defeasance

The Bond Resolution provides for the defeasance of the Bonds when the payment of all amounts due with respect to the Bonds to the due date thereof is provided by irrevocably depositing with the Paying Agent/Registrar or an authorized escrow agent, in trust (1) lawful money of the United States of America sufficient to make such payment or (2) Defeasance Securities that mature as to principal and interest in such amounts and at such times as will insure the availability, without reinvestment, of sufficient money to provide for such payment, and when proper arrangements have been made by the Authority with the Paying Agent/Registrar for the payment of its services until all Defeased Bonds shall have become due and payable. The Bond Resolution provides that "Defeasance Securities" means any securities and obligations now or hereafter authorized by State law that are eligible to discharge obligations such as the Bonds. Current State law permits defeasance with the following types of securities: (a) direct, noncallable obligations of the United States of America, including obligations that are unconditionally guaranteed by the United States of America, (b) noncallable obligations of an agency or instrumentality of the United States of America, including obligations that are unconditionally guaranteed or insured by the agency or instrumentality and that, on the date the governing body of the Authority adopts or approves the proceedings authorizing the issuance of refunding obligations, are rated as to investment quality by a nationally recognized investment rating firm not less than AAA or its equivalent, (c) noncallable obligations of a state or an agency or a county, municipality, or other political subdivision of a state that have been refunded and that, on the date the governing body of the Authority adopts or approves the proceedings authorizing the issuance of refunding obligations, are rated as to investment quality by a nationally recognized investment rating firm not less than AAA or its equivalent, or (d) any additional securities and obligations hereafter authorized by Texas laws as eligible securities as deemed necessary, in connection with the sale of the Bonds. **The Authorized Officer may modify the categories of Defeasance Securities that are eligible to defease the Bonds to accommodate requests from potential investors and shall include any such modification in the Pricing Certificate, and such modification shall be disclosed in the final Official Statement.**

Further, there is no assurance that current State law will not be amended in a manner that expands or contracts the list of permissible defeasance securities (such list consisting of those securities identified in clauses (a) through (c) above), or any rating requirement thereon, that may be purchased with defeasance proceeds relating to the Bonds, though the Authority has reserved the right to utilize any additional securities for such purpose in the event the aforementioned list is expanded. The Authority has the right, subject to satisfying the requirements of (1) and (2) above, to substitute other Defeasance Securities for the Defeasance Securities originally deposited, to reinvest the uninvested moneys on deposit for such defeasance and to withdraw for the benefit of the Authority moneys in excess of the amount required for such defeasance.

The Bond Resolution does not contractually limit such investments, and, therefore registered owners will be deemed to have consented to defeasance with such other investments, notwithstanding the fact that such investments may not be of the same investment quality as those currently permitted under State law.

Upon such deposit as described above, such Bonds shall no longer be regarded to be outstanding or unpaid. After firm banking and financial arrangements for the discharge and final payment or redemption of the Bonds have been made as described above, all rights of the Authority to initiate proceedings to call the Bonds for redemption or take any other action amending the terms of the Bonds are extinguished; provided, however, that the right to call the Bonds for redemption (to the extent the Bonds are subject to redemption) shall not be irrevocable, provided that: (i) in the proceedings providing for such payment arrangements, the Authority expressly reserves the right to call the Bonds for redemption; (ii) the Authority gives notice of the reservation of that right to the owners of the Bonds immediately following the making of the payment arrangements; and (iii) the Authority directs that notice of the reservation be included in any redemption notices that it authorizes.

Book-Entry-Only System

This section describes how ownership of the Bonds is to be transferred and how the principal of, premium, if any, and interest on the Bonds are to be paid to and credited by DTC while the Bonds are registered in the name of its nominee. The information in this section concerning DTC and the Book-Entry-Only System has been provided by DTC for use in disclosure documents such as this Official Statement. The Authority and the Underwriters believe the source of such information to be reliable, but take no responsibility for the accuracy or completeness thereof.

The Authority and the Underwriters cannot and do not give any assurance that (1) DTC will distribute payments of debt service on the Bonds, or redemption or other notices, to DTC Participants, (2) DTC Participants or others will distribute debt service payments paid to DTC or its nominee (as the registered owner of the Bonds), or redemption or other notices, to the Beneficial Owners, or that they will do so on a timely basis, or (3) DTC will serve and act in the manner described in this Official Statement. The current rules applicable to DTC are on file with the Securities and Exchange Commission, and the current procedures of DTC to be followed in dealing with DTC Participants are on file with DTC.

DTC will act as securities depository for the Bonds. The Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered bond certificate for each maturity will be issued for the Bonds, in the aggregate principal amount of such maturity, and will be deposited with DTC.

DTC, the world's largest depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity, corporate and municipal debt issues, and money market instrument (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company of DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has an S&P Global Ratings rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

Redemption notices shall be sent to DTC. If less than all of the Bonds within a maturity in the series are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such maturity to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to Bonds unless authorized by a Direct Participant in accordance with DTC's Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Authority as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Payments on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the Authority or the Paying Agent, on payable dates in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Paying Agent/Registrar, or the Authority, subject to any statutory or regulatory requirements as may be in effect from time to time. Payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) are the responsibility of the Authority or the Paying Agent/Registrar, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Bonds at any time by giving reasonable notice to the Authority or the Paying Agent. Under such circumstances, in the event that a successor depository is not obtained, Bond certificates are required to be printed and delivered.

Use of Certain Terms in Other Sections of this Official Statement. In reading this Official Statement it should be understood that while the Bonds are in the Book-Entry Only System, references in other sections of this Official Statement to registered owners should be read to include the person for which the Participant acquires an interest in the Bonds, but (i) all rights of ownership must be exercised through DTC and the Book-Entry Only System, and (ii) except as described above, notices that are to be given to registered owners under the Resolution will be given only to DTC.

Information concerning DTC and the Book-Entry Only System has been obtained from DTC and is not guaranteed as to accuracy or completeness by, and is not to be construed as a representation by, the Authority or the Underwriters.

Effect of Termination of Book-Entry-Only System. In the event the Book-Entry-Only System with respect to the Bonds is discontinued by DTC, or the use of the Book-Entry-Only System with respect to the Bonds is discontinued by the Authority, printed Bond certificates will be issued to the respective holders of the Bonds, and the respective Bonds will be subject to transfer, exchange, and registration provisions as set forth in the Resolution, summarized under "THE BONDS – Transfer, Exchange and Registration" below.

Paying Agent/Registrar

The initial Paying Agent/Registrar is BOKF, N.A., Dallas, Texas. In the Resolution, the Authority retains the right to replace the Paying Agent/Registrar. The Authority covenants to maintain and provide a Paying Agent/Registrar at all times until the Bonds are duly paid and any successor Paying Agent/Registrar shall be a commercial bank or trust company organized under the laws of the State or other entity duly qualified and legally authorized to serve as and perform the duties and services of Paying Agent/Registrar for the Bonds. Upon any change in the Paying Agent/Registrar for the Bonds, the Authority agrees to promptly cause a written notice thereof to be sent to each registered owner of the Bonds by United States mail, first-class, postage prepaid, which notice shall also give the address of the new Paying Agent/Registrar.

Transfer, Exchange and Registration

In the event the Book-Entry-Only System should be discontinued, the Bonds will be printed and delivered to the beneficial owners thereof, and thereafter the Bonds may be transferred and exchanged on the registration books of the Paying Agent/Registrar only upon presentation and surrender to the Paying Agent/Registrar and such transfer or exchange shall be without expense or service charge to the registered owner, except for any tax or other governmental charges required to be paid with respect to such registration, exchange and transfer. Bonds may be assigned by the execution of an assignment form on the respective Bonds or by other instrument of transfer and assignment acceptable to the Paying Agent/Registrar. New Bonds will be delivered by the Paying Agent/Registrar, in lieu of the Bonds being transferred or exchanged, at the designated office of the Paying Agent/Registrar, or sent by United States mail, first class, postage prepaid, to the new registered owner or his designee. To the extent possible, new Bonds issued in an exchange or transfer of Bonds will be delivered to the registered owner or assignee of the registered owner in not more than three business days after the receipt of the Bonds to be canceled, and the written instrument of transfer or request for exchange duly executed by the registered owner or his duly authorized agent, in form satisfactory to the Paying Agent/Registrar. New Bonds registered and delivered in an exchange or transfer shall be in any integral multiple of $5,000 for any one maturity and for a like aggregate principal amount as the Bonds surrendered for exchange or transfer. See "THE BONDS – Book-Entry Only System" herein for a description of the system to be utilized initially in regard to ownership and transferability of the Bonds.

Limitation on Transfer of Bonds

The Paying Agent/Registrar shall not be required to make any such transfer, conversion, or exchange (i) during the period commencing with the close of business on any Record Date and ending with the opening of business on the next following principal or interest payment date, or, (ii) with respect to any Bond or any portion thereof called for redemption prior to maturity, within 30 days prior to its redemption date.

Record Date for Interest Payment

The record date ("Record Date") for the interest payable on the Bonds on any interest payment date means the fifteenth day of the month next preceding each such date.

In the event of a non-payment of interest on a scheduled payment date, and for 30 days thereafter, a new record date for such interest payment (a "Special Record Date") will be established by the Paying Agent/Registrar, if and when funds for the payment of such interest have been received from the Authority. Notice of the Special Record Date and of the scheduled payment date of the past due interest (which shall be 15 days after the Special Record Date) shall be sent at least five business days prior to the Special Record Date by United States mail, first-class postage prepaid, to the address of each owner of a Bond appearing on the Registration Books at the close of business on the last business day next preceding the date of mailing of such notice.

Bondholders' Remedies

The Resolution does not specify events of default with respect to the Bonds. If the Authority defaults in the payment of principal, interest, or redemption price on the Bonds when due, or the Authority defaults in the observation or performance of any other covenants, conditions, or obligations set forth in the Resolution, the registered owners may seek a writ of mandamus to compel the Authority or Authority officials to carry out the legally imposed duties with respect to the Bonds if there is no other available remedy at law to compel performance of the obligations set forth in the Bonds or the Resolution and the Authority's obligations are not uncertain or disputed. The issuance of a writ of mandamus is controlled by equitable principles, so it rests with the discretion of the court, but may not be arbitrarily refused. There is no acceleration of maturity of the Bonds in the event of default and, consequently, the remedy of mandamus may have to be relied upon from year to year. The Resolution does not provide for the appointment of a trustee to represent the interest of the bondholders upon any failure of the Authority to perform in accordance with the terms of the Resolution, or upon any other condition and accordingly all legal actions to enforce such remedies would have to be undertaken at the initiative of, and be financed by, the registered owners.

On June 30, 2006, the Texas Supreme Court ruled in *Tooke v. City of Mexia*, 197 S.W. 3d 325 (Tex. 2006), that a waiver of sovereign immunity in a contractual dispute must be provided for by statute in "clear and unambiguous" language. Because it is unclear whether the Texas legislature has effectively waived the Authority's sovereign immunity from a suit for money damages, bondholders may not be able to bring such a suit against the Authority for breach of the covenants contained in the Bonds or Resolution in the absence of Authority action. Chapter 1371, Texas Government Code ("Chapter 1371"), which pertains to the issuance of public securities by issuers such as the Authority, permits the Authority to waive sovereign immunity in the proceedings authorizing its bonds. The Bonds are being issued pursuant to Chapter 1371, however, the Authority has not waived sovereign immunity in connection with the issuance of the Bonds. Even if a judgment against the Authority could be obtained, it could not be enforced by direct levy and execution against the Authority's property. Further, the registered owners cannot themselves foreclose on property within the Authority or sell property within the Authority to enforce any tax lien on property to pay the principal of and interest on the Bonds. Furthermore, the Authority is eligible to seek relief from its creditors under Chapter 9 of the U.S. Bankruptcy Code ("Chapter 9"). Although Chapter 9 provides for the recognition of a security interest represented by a specifically pledged source of revenues, such provision is subject to judicial construction. Chapter 9 also includes an automatic stay provision that would prohibit, without Bankruptcy Court approval, the prosecution of any other legal action by creditors or bondholders of an entity which has sought protection under Chapter 9. Therefore, should the Authority avail itself of Chapter 9 protection from creditors, the ability to enforce creditors' rights would be subject to the approval of the Bankruptcy Court (which could require that the action be heard in Bankruptcy Court instead of other federal or state court); and the Bankruptcy Code provides for broad discretionary powers of a Bankruptcy Court in administering any proceeding brought before it. The opinion of Bond Counsel will note that all opinions relative to the enforceability of the Bonds are qualified with respect to the customary rights of debtors relative to their creditors.

THE SYSTEM

The System

The Denton Creek (Justin - Northlake Interceptor System) wastewater collection and transportation system will be owned and operated by the Authority. The Town of Northlake has a wastewater collection system that collects and transports wastewater to the Authority's Denton Creek Regional Wastewater System for further conveyance and treatment at the plant. The City of Justin has a wastewater collection system to collect and transport wastewater for treatment at the City of Justin Wastewater Treatment Plant. The Town of Northlake and the City of Justin have entered into an Agreement to partner with the Authority in the design, construction and financing of a sanitary sewer pipeline that will extend from the City of Justin through the Town of Northlake and further connect into the Denton Creek Regional Wastewater System for transportation and treatment of wastewater at the System's treatment plant. "SELECTED PROVISIONS FROM THE WASTEWATER CONTRACT FOR DENTON CREEK (JUSTIN – NORTHLAKE INTERCEPTOR SYSTEM)".

Future Debt Plans

The Authority's construction of the System's sanitary sewer pipeline has an estimated remaining cost of $82.02 million* including the project costs funded in this bond sale. The remaining project costs are anticipated to be financed in 2026 and early 2027. However, results from active engineering design contracts funded by this bond issuance may produce required updates to the capital improvement plan and future borrowings.

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* Preliminary, subject to change.

DEBT INFORMATION

Debt Service Requirements *

Fiscal Year Ending November 30	Outstanding Bonds Debt Service[1]			The Bonds			Total Outstanding Debt Service[2]
	Principal	Interest	Total	Principal	Interest	Total	
2026	$ -	$ 375,556	$ 375,556				$ 375,556
2027	465,000	739,488	1,204,488				1,204,488
2028	515,000	714,988	1,229,988				1,229,988
2029	540,000	688,613	1,228,613				1,228,613
2030	565,000	660,988	1,225,988				1,225,988
2031	600,000	631,863	1,231,863				1,231,863
2032	630,000	601,113	1,231,113				1,231,113
2033	660,000	568,863	1,228,863				1,228,863
2034	690,000	535,113	1,225,113				1,225,113
2035	725,000	499,738	1,224,738				1,224,738
2036	765,000	462,488	1,227,488				1,227,488
2037	805,000	423,238	1,228,238				1,228,238
2038	845,000	381,988	1,226,988				1,226,988
2039	890,000	338,613	1,228,613				1,228,613
2040	935,000	292,988	1,227,988				1,227,988
2041	985,000	244,988	1,229,988				1,229,988
2042	1,035,000	194,488	1,229,488				1,229,488
2043	1,090,000	140,000	1,230,000				1,230,000
2044	1,145,000	84,194	1,229,194				1,229,194
2045	1,200,000	28,500	1,228,500				1,228,500
2046	-	-	-				-
2047	-	-	-				-
2048	-	-	-				-
2049	-	-	-				-
2050	-	-	-				-
2051	-	-	-				-
	$ 15,085,000	$ 8,607,800	$ 23,692,800	$ -	$ -	$ -	$ 23,692,800

[1] Outstanding debt service based on the following Principal by Series as of July 30, 2026:

Series 2025	$ 15,085,000
Total	$ 15,085,000

[2] Totals may not sum due to rounding.

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* Preliminary, subject to change.

SELECTED PROVISIONS FROM THE WASTEWATER CONTRACT FOR DENTON CREEK (JUSTIN – NORTHLAKE INTERCEPTOR SYSTEM)

Following is a summary of certain provisions of the Contract among the City of Justin, the Town of Northlake and the Authority. Reference is hereby made to the full and complete Contract for further information, a copy of which is available upon request from the Financial Advisor.

The Contracting Parties own and operate their own wastewater collection systems. The Contract was entered into to allow the Authority to connect the Authority's Denton Creek Regional Wastewater System sanitary sewer system and treatment plant (the "Plant") to the wastewater collection systems owned and maintained by the Contracting Parties for the primary purpose of transportation and treatment of wastewater at the Plant.

All payments to be made by the Contracting Parties under the Contract constitute reasonable and necessary operating expenses of the combined waterworks and sewer systems of the Contracting Parties, and such payments will be made from revenues of such combined waterworks and sewer systems.

The Authority will create, maintain and apply an account to be known as the "Trinity River Authority of Texas Denton Creek (Justin/Northlake) Interceptor System Revenue Bonds" (the "Construction Fund"). The Construction Fund will exist for the sole purpose of receiving the payments to be made by the Contracting Parties and paying the costs and administration of planning, design and plan-specification preparation, advertisement and evaluation of construction bids, award of construction contract, construction, construction administration and inspection related to the Authority's wastewater reception, transportation and disposal facilities (collectively, the "Improvements"). Bond proceeds shall be deposited to the Construction Fund. The Construction Fund shall be maintained in an interest-bearing account and the Authority shall use commercially reasonable efforts to utilize an account which bears interest at a rate which is commensurate with interest rates paid on accounts held by similarly situated governmental entities. Accrued interest from such fund shall first be applied to change orders that increase Improvements costs. If funds remain on hand in the Construction Fund after the completion of construction of the Improvements, the Authority may defease or redeem bonds or otherwise retire any borrowing for the Improvements and refund to each Contracting Party its share of the remaining interest within 60 days after completion of the Improvements.

Under the Contract, the Authority will provide and pay for the design and construction of the Improvements by issuing its bonds, in one or more series from time to time, in amounts which will be sufficient to accomplish such purposes. However, any obligation on the part of the Authority to acquire, construct and complete the Improvements shall be: (i) conditioned upon the Authority's ability, in the exercise of reasonable, good faith efforts, to obtain all necessary land and interests therein, permits, material, labor and equipment, and upon the ability of the Authority to collect cash payments from the Parties to pay for the cost of the Improvements; and (ii) subject to all present and future valid laws, orders, rules and regulations of the United States of America, the State of Texas, and any regulatory body having jurisdiction.

Each Contracting Party is responsible for its proportionate share (each's "Annual Payment") of the Authority's "Annual Requirement." The Authority's "Annual Requirement" means the total amount of money required for the Authority to pay all debt service on its Bonds to pay or restore any amounts required to be deposited in any special, contingency, or reserve funds required to be established and/or maintained by the Bond Resolutions related to the Improvements.

Payments to be made under the Wastewater Contract will be the primary source of funds available to the Authority to provide the Annual Requirement, and that, in compliance with the Authority's duty to fix and from time to time revise the rates of compensation or charges for services to the Parties, the Annual Requirement will change from time to time. The Annual Requirement for each Annual Payment Period shall be provided for in each Annual Budget and will not be not less than an amount sufficient to pay or provide for the payment of:

A "Bond Service Component" equal to:

- the principal of, redemption premium, if any, and interest on Bonds, as such principal, redemption premium, if any, and interest become due, less interest to be paid out of Bond proceeds or from other sources if permitted by any Bond Resolution, and all amounts required to redeem any Bonds prior to maturity when and as provided in any Bond Resolution, plus the fees, expenses, and charges related to administration of the Bonds; and
- the proportionate amount of any special, contingency, or reserve funds required to be accumulated and maintained by the provisions of any Bond Resolution; and
- any amount in addition thereto sufficient to restore any deficiency in any of such funds required to be accumulated and maintained by the provisions of the Bond Resolution.

The Authority shall operate and maintain the Improvements in the same manner as if it were part of the Denton Creek Regional Wastewater System, and shall prepare an Annual Budget, including the operation and maintenance expenses of the Improvements, for such purpose. Each Annual Budget for the System shall always provide for amounts sufficient to pay the Annual Requirement of the Improvements. The Annual Budget for all or any part of the Annual Payment Period during which the Improvements are first placed into operation shall be prepared by the Authority based on estimates made by the Authority after consultation with the Contracting Parties. On or before the first day of September of each year, the Authority shall furnish to each Party a preliminary estimate of the Annual Payment required from each Party for the next following Annual Payment Period. Not less than 40 days before the commencement of the Annual Payment Period after the Improvements are first placed into operation, and not less than 40 days before the commencement of each Annual Payment Period thereafter, the Authority shall cause to be prepared as herein provided its preliminary budget for the Improvements for the next ensuing Annual Payment Period, which budget shall specifically include the Bond Service Component. A copy of such preliminary budget shall be filed with each Party. The preliminary budget shall be subject to examination, at reasonable times during business hours, at the office of the City Secretary of each Party. The Board of Directors may adopt the preliminary budget or make such amendments as to it may seem proper. The budget thus approved by the Board of Directors of the Authority shall be the Annual Budget for the next ensuing Annual Payment Period.

SELECTED PROVISIONS OF THE RESOLUTION

Following is a summary of certain sections of Resolution No. R-1729, the resolution authorizing the issuance, sale, and delivery of the Bonds (the "Bond Resolution"). Reference is hereby made to the full and complete Bond Resolution for further information, a copy of which is available upon request from the Financial Advisor.

Section 1. RECITALS, AMOUNT AND PURPOSE OF THE BONDS; DEFINITIONS. The Board of Directors hereby incorporates the recitals set forth in the preambles hereto as if set forth in full at this place and further finds and determines that said recitals are true and correct. In order to pay for (i) the acquisition and construction of the Improvements for the Denton Creek (Justin - Northlake Interceptor System); (ii) funding the Reserve Fund and (iii) paying costs of issuance of the Bonds, the Board of Directors hereby authorizes and directs the issuance of revenue bonds of the Issuer, in one or more series, in the aggregate principal amount of not to exceed $91,745,000.

Section 2. DEFINITIONS. The definitions set forth in the preamble hereto are incorporated herein as if set forth in this section. As used in this Resolution the following terms shall have the meanings set forth below, unless the text hereof specifically indicates otherwise:

(a) The term "Additional Bonds" means the additional parity bonds permitted to be authorized in this Resolution.

(b) "The terms "Authority" and "Issuer" shall have the meaning set forth in the preamble.

(c) The term "Board" means the Board of Directors of the Issuer, being the governing body of the Issuer and it is further resolved that the declarations and covenants of the Issuer contained in this Resolution are made by, and for and on behalf of the Board and the Issuer, and are binding upon the Board and the Issuer for all purposes.

(d) The terms "Bond Resolution" and "Resolution" mean this resolution adopted by the Board of Directors of the Issuer authorizing the issuance of the Bonds.

(e) The term "Bonds" means collectively the Bonds or other evidence of indebtedness authorized by law and as authorized by this Resolution, and all substitute bonds exchanged therefor and other substitute bonds as provided for in this Resolution.

(f) The term "Cities" means the City of Justin, Texas and the Town of Northlake, Texas.

(g) The term "Code" means the United States Internal Revenue Code and any regulations or rulings promulgated by the U.S. Department of the Treasury pursuant thereto.

(h) The term "Contract" means the “Agreement by and Between the City of Justin and Town of Northlake and the Trinity River Authority for Certain Wastewater Collection Mains and the Transportation of Wastewater", between the Issuer and the Cities.

(i) The term "Fiscal Year" shall mean the Authority's fiscal year, which initially shall be the year commencing December 1 of each calendar year and ending on November 30 of the following calendar year, but which subsequently may be any other 12-month period hereafter established by the Issuer as a Fiscal Year.

(j) The terms "Gross Revenues" mean all of the revenues, income, rentals, rates, fees, and charges of every nature derived by the Issuer from the operation and/or ownership of the Improvements, including specifically all payments and amounts received by the Issuer from the Cities pursuant to the Contract, and any income from the investment of money in any Funds created by this Resolution, excepting any amounts required to be rebated to the Internal Revenue Service in accordance with this Resolution.

(k) The term "Improvements" mean all of the Issuer's wastewater reception, transportation and disposal facilities, as described and defined in the Contract, serving the Cities in the area of the watershed or drainage basin of Denton Creek (a tributary of the Trinity River) in Denton and Tarrant Counties, Texas, together with all improvements and additions to and extensions, enlargements, and replacements of such Improvements. However, said terms do not include any facilities acquired or constructed by the Issuer with the proceeds from the issuance of "Special Facilities Bonds", which are hereby defined as being revenue obligations of the Issuer which are not issued as Additional Bonds, and which are payable from any source, contract, or revenues whatsoever other than the Pledged Revenues; and Special Facilities Bonds may be issued for any lawful purpose and made payable from any source, contract, or revenues whatsoever other than the Pledged Revenues.

(l) The terms "Net Revenues" means the Gross Revenues less the Operation and Maintenance Expenses.

(m) The term "Operation and Maintenance Expenses" means all costs and expenses of operation and maintenance of the Improvements, including (for greater certainty but without limiting the generality of the foregoing) repairs and replacements for which no special fund is created in the resolutions authorizing the issuance of Parity Bonds, operating personnel, the cost of utilities, the costs of supervision, engineering, accounting, auditing, legal services, supplies, services, administration of the Improvements, including general overhead expenses of the Issuer attributable to the Improvements, insurance premiums, equipment necessary for proper operation and maintenance of the Improvements, and payments made by the Issuer in satisfaction of judgments resulting from claims not covered by the Issuer's insurance arising in connection with the operation and maintenance of the Improvements. The term also includes the charges of the bank or banks and other entities acting as paying agents and/or registrars for any Bonds. The term does not include depreciation.

(n) The term "Parity Bonds" means (i) the Trinity River Authority of Texas Denton Creek (Justin - Northlake Interceptor System) Revenue and Refunding Bonds, Series 2025; (ii) the Bonds and (iii) any Additional Bonds.

(o) The term "Pledged Revenues" means: (a) the Net Revenues and (b) any additional revenues, income, receipts, donations, or other resources derived or received or to be received from any public or private source, whether pursuant to an agreement or otherwise, which in the future may, at the option of the Issuer, be pledged to the payment of the Bonds or the Additional Bonds.

Section 6. PLEDGE.

(a) The Bonds and any Additional Bonds, and the interest thereon, are and shall be secured equally and ratably on a parity by and payable from a first lien on and pledge of the Pledged Revenues, and the Pledged Revenues are further pledged to the establishment and maintenance of the Interest and Sinking Fund, the Reserve Fund, and the Contingency Fund as provided in this Resolution.

(b) Chapter 1208, Government Code, applies to the issuance of the Bonds and the pledge of the Pledged Revenues granted by the Issuer under this Section, and is therefore valid, effective, and perfected. If Texas law is amended at any time while the Bonds are outstanding and unpaid such that the pledge of the Pledged Revenues granted by the Issuer under this Section is to be subject to the filing requirements of Chapter 9, Business & Commerce Code, then in order to preserve to the registered owners of the Bonds the perfection of the security interest in said pledge, the Issuer agrees to take such measures as it determines are reasonable and necessary under Texas law to comply with the applicable provisions of Chapter 9, Business & Commerce Code and enable a filing to perfect the security interest in said pledge to occur.

Section 7. REVENUE FUND. There has been created, and there shall be established and maintained on the books of the Issuer, and accounted for separate and apart from all other funds of the Issuer, a special fund to be entitled the "*Trinity River Authority of Texas Denton Creek (Justin - Northlake Interceptor System) Revenue Bonds Revenue Fund"* (hereinafter called the "Revenue Fund"). All Gross Revenues (excepting investment income from any Fund other than the Revenue Fund) shall be credited to the Revenue Fund promptly after they become available. All Operation and Maintenance Expenses shall be paid from the Gross Revenues, as a first charge against same.

Section 8. INTEREST AND SINKING FUND. For the sole purpose of providing an interest and sinking fund for paying the principal of and interest on all Parity Bonds and any Additional Bonds, as the same come due, there has been created and there shall be established and maintained on the books of the Issuer a separate fund to be entitled the "*Trinity River Authority of Texas Denton Creek (Justin - Northlake Interceptor System) Revenue Bonds Interest and Sinking Fund*" (hereinafter called the "Interest and Sinking Fund").

Section 9. RESERVE FUND. There has been created and there shall be established and maintained on the books of the Issuer a separate fund to be entitled the "*Trinity River Authority of Texas Denton Creek (Justin - Northlake Interceptor System) Revenue Bonds Reserve Fund*" (hereinafter called the "Reserve Fund"). The Reserve Fund shall be used solely for the purpose of finally retiring the last of any Parity Bonds or Additional Bonds, or for paying when due the principal of and interest on any Parity Bonds or Additional Bonds when and to the extent the amounts in the Interest and Sinking Fund and Contingency Fund are insufficient for such purpose.

Section 10. CONTINGENCY FUND. There has been created and there shall be established and maintained on the books of the Issuer a separate fund to be entitled the "Trinity River Authority of Texas Denton Creek (Justin - Northlake Interceptor System) Revenue Bonds Contingency Fund" (hereinafter called the "Contingency Fund"). The Contingency Fund shall be used solely for the purpose of paying the costs of improvements, enlargements, extensions or additions, or other capital expenditures relating to the Improvements, and unexpected or extraordinary repairs or replacements of the Improvements for which funds are not otherwise available, or for paying unexpected or extraordinary Operation and Maintenance Expenses for which funds are not otherwise available, or for paying principal of and interest on any Parity Bonds or Additional Bonds, when and to the extent the amount in the Interest and Sinking Fund is insufficient for such purpose.

Section 11. REVENUE FUND. All Pledged Revenues shall be credited as received by the Issuer to the Revenue Fund, and shall be deposited from the Revenue Fund into the other Funds created by this Resolution, in the manner and amounts hereinafter provided, and each of such Fund shall have priority as to such deposits in the order in which they are treated in the following Sections.

Section 12. INTEREST AND SINKING FUND REQUIREMENTS. There shall be deposited into the Interest and Sinking Fund the following:

(a) promptly after the delivery of the Bonds the Issuer shall cause to be deposited to the credit of the Interest and Sinking Fund, from the proceeds received from the sale and delivery of the Bonds, the accrued interest received, if any.

(b) on or before the last day of the January or July, whichever comes first, immediately following delivery of the Bonds to the purchaser thereof, and semiannually thereafter, on or before the last day of each January and July, an amount sufficient, together with other amounts, if any, then on hand in the Interest and Sinking Fund and available for such purpose, to pay the interest and/or principal and interest scheduled to accrue and come due on the Parity Bonds and any Additional Bonds on the next succeeding interest payment date.

(c) The Interest and Sinking Fund shall be used solely to pay the principal of and interest on the Parity Bonds and any Additional Bonds as such principal matures and such interest comes due.

Section 13. RESERVE REQUIREMENTS. If required, immediately after the delivery of the Bonds, the Issuer will deposit in the Reserve Fund an amount of money derived from the sale of the Bonds which, when added to the amount of money and investments now on deposit will at least equal in market value the average annual principal and interest requirements of the Parity Bonds, or other amount specified in the Pricing Certificate (the "Reserve Required Amount"), taking into account any Additional Bonds to which Section 18(e) applies. No deposits shall be made into the Reserve Fund as long as the money and investments in the Reserve Fund are at least equal in market value to the Reserve Required Amount; but if and whenever the market value of money and investments in the Reserve Fund is reduced below said Reserve Required Amount because of a decrease in market value of investments, then the Issuer shall require the Cities to increase their payments under their Contract as soon as practicable, and in any event within one year, in an amount sufficient to restore the Reserve Fund to the Reserve Required Amount; and in the event the Reserve Fund is used to pay the principal of or interest on the Parity Bonds because of insufficient amounts being available in the Interest and Sinking Fund and/or the Contingency Fund, then the Issuer shall require the Cities to increase their payments under their Contract in an amount sufficient to restore the Reserve Fund to the Reserve Required Amount in market value, and the Issuer shall deposit in the Reserve Fund, in approximately equal semiannual installments, such amounts as are required to restore the Reserve Fund to the Reserve Required Amount in market value within five years from any date of the use of the Reserve Fund to pay such principal or interest.

If and whenever Additional Bonds are issued pursuant to Section 18, then the term "Reserve Required Amount" thereafter shall mean an amount in market value equal to the average annual principal and interest requirements of all Parity Bonds and Additional Bonds which will be outstanding after the issuance of each installment of Additional Bonds (taking into account any Additional Bonds to which Section 18(e) applies) or as may be otherwise provided in the Pricing Certificate for such proposed Additional Bonds.

Section 14. CONTINGENCY REQUIREMENTS. There is currently on deposit in the Contingency Fund the sum of $0.00. No additional deposits are required to be made to the credit of the Contingency Fund unless and until such amount therein is reduced or depleted or unless the Issuer, upon the advice and recommendation of an independent engineer or firm of engineers, determines it necessary to increase such amount in order adequately to provide for contingencies related to the Improvements, or unless the Issuer provides for an increase in such amount in any resolution authorizing Additional Bonds. If and when such amount in the Contingency Fund is reduced or depleted, or an increase in such amount has been provided for, then, subject and subordinate to making the required deposits to the credit of the Interest and Sinking Fund and the Reserve Fund, such reduction or depletion shall be restored, and/or such amount shall be increased, to the extent not otherwise funded, from amounts which shall be provided for such purpose in the Issuer's Annual Budget for the next ensuing Fiscal Year; provided that the Issuer is not required to budget more than one third of the amount to be accumulated for such purpose during any one Fiscal Year. The Issuer may transfer any amount in the Contingency Fund to the credit of the Interest and Sinking Fund if the Issuer determines the Contingency Fund is over-funded or unnecessary.

Section 16. DEFICIENCIES; EXCESS PLEDGED REVENUES.

(a) If on any occasion there shall not be sufficient Pledged Revenues to make the required deposits into the Interest and Sinking Fund, the Reserve Fund, and the Contingency Fund, then such deficiency shall be made up as soon as possible from the next available Pledged Revenues.

(b) Subject to making the required deposits to the credit of the Interest and Sinking Fund, the Reserve Fund, and the Contingency Fund, when and as required by this Resolution, or any resolution authorizing the issuance of Additional Bonds, the excess Pledged Revenues may be used for any lawful purpose relating to the Improvements.

Section 17. PAYMENT OF PARITY BONDS AND ADDITIONAL BONDS. On or before the February 1 or August 1, whichever comes first, immediately following delivery of the Bonds to the purchaser thereof, and semiannually on or before each February 1 and August 1 thereafter while any of the Parity Bonds or Additional Bonds are outstanding and unpaid, the Issuer shall make available to the Paying Agent/Registrar, out of the Interest and Sinking Fund, or the Contingency Fund or the Reserve Fund, if necessary, money sufficient to pay such interest on and such principal of the Parity Bonds and Additional Bonds as will be payable on each such February 1 and August 1.

Section 18. ADDITIONAL BONDS.

(a) The Issuer shall have the right and power at any time and from time to time, and in one or more series or issues, to authorize, issue, and deliver additional parity revenue bonds (herein called "Additional Bonds"), in accordance with law, in any amounts, for any lawful purpose related to the Improvements, including the refunding of Parity Bonds, Additional Bonds or bonds secured by Pledged Revenues that is junior and subordinate in all respects to the liens, pledges, covenants and agreements hereof or any resolution authorizing the issuance of Additional Bonds. Such Additional Bonds, when issued and delivered in accordance with the provisions hereof, shall be secured by and made payable equally and ratably on a parity with the Parity Bonds, from a first lien on and pledge of the Pledged Revenues.

(b) The Interest and Sinking Fund, the Reserve Fund, and the Contingency Fund established pursuant to this Resolution shall secure and be used to pay all Additional Bonds as well as the Parity Bonds, all on a parity. However, each resolution under which Additional Bonds are issued shall provide and require that, in addition to the amounts required by the provisions of this Resolution and the provisions of each resolution authorizing Additional Bonds to be deposited to the credit of the Interest and Sinking Fund, the Issuer shall deposit to the credit of the Interest and Sinking Fund at least such amounts as are required for the payment of all principal of and interest on said Additional Bonds then being issued, as the same come due; and that the aggregate amount to be accumulated and maintained in the Reserve Fund shall be increased (if and to the extent necessary) to an amount specified in the Pricing Certificate for such proposed Additional Bonds; and that any required additional amount shall be so accumulated by the deposit in the Reserve Fund of all or any part of said required additional amount in cash immediately after the delivery of the then proposed Additional Bonds, or, at the option of the Issuer, by the deposit of said required additional amount (or any balance of said required additional amount not deposited in cash as permitted above) in 120 approximately equal monthly installments, made on or before the 25th day of each month following the delivery of the then proposed Additional Bonds.

(c) All calculations to determine the Reserve Required Amount pursuant to this Section shall be made as of the date the proposed Additional Bonds will be issued.

(d) The principal of all Additional Bonds must be scheduled to be paid or mature on February 1 or August 1 of the years in which such principal is scheduled to be paid or mature; and all interest thereon must be payable on February 1 and August 1, and for the purposes of this and all other Sections of this Resolution, principal amounts of any Parity Bonds or Additional Bonds or portions thereof which are required to be prepaid or redeemed on any date prior to scheduled due date or maturity pursuant to any mandatory redemption requirements shall be deemed to be due and maturing amounts of principal on the date required to be prepaid or redeemed.

(e) Notwithstanding sections (a) through (d) of this Section, the resolution authorizing a future issue of Additional Bonds may provide that such series shall not be secured by the Reserve Fund. Such series of Additional

Bonds shall nevertheless be secured by and made payable equally and ratably on a parity with the Parity Bonds from a first lien on and pledge of the Pledged Revenues. The Interest and Sinking Fund and the Contingency Fund shall also secure and be used to pay such proposed series of Additional Bonds. If such series of Additional Bonds is issued and not secured by the Reserve Fund, the debt service on such series shall not be taken into account when calculating the average annual principal and interest requirements of the Parity Bonds to determine the Reserve Required Amount.

Section 19. FURTHER REQUIREMENTS FOR ADDITIONAL BONDS. Additional Bonds shall be issued only in accordance with the provisions hereof, but notwithstanding any provisions hereof to the contrary, no installment, series, or issue of Additional Bonds shall be issued or delivered unless the President and the Secretary of the Board of Directors of the Issuer sign a written certificate to the effect that the Issuer is not in default as to any covenant, condition, or obligation in connection with all outstanding Parity Bonds and Additional Bonds, and the resolutions authorizing the same, that the Interest and Sinking Fund and the Reserve Fund each contains the amount then required to be therein, and that either (1) based on a report of an independent engineer or firm of engineers, the Pledged Revenues, in each Fiscal Year thereafter, commencing with the third complete Fiscal Year following the date of such report, are estimated to be at least equal to 1.25 times the average annual principal and interest requirements of all Parity Bonds and Additional Bonds to be outstanding after the delivery of the then proposed Additional Bonds, or (2) based upon an opinion of legal counsel to the Issuer, there is a Contract then in effect pursuant to which the Cities and others, if any, which are parties to such Contract are obligated to make payments to the Issuer during each Fiscal Year (including during periods when services of the Improvements may not be available to such Cities and others) in such amounts as shall be necessary to provide to the Issuer Pledged Revenues sufficient to pay when due all principal of and interest on all Parity Bonds and Additional Bonds to be outstanding after the issuance of the proposed Additional Bonds, and to make the deposits into the Reserve Fund as required under this Resolution.

Section 20. DEFEASANCE OF BONDS.

(a) Any Bond and the interest thereon shall be deemed to be paid, retired, and no longer outstanding (a "Defeased Bond") within the meaning of this Resolution, except to the extent provided in subsection (d) of this Section, when payment of the principal of such Bond, plus interest thereon to the due date (whether such due date be by reason of maturity or otherwise) either (i) shall have been made or caused to be made in accordance with the terms thereof, or (ii) shall have been provided for on or before such due date by irrevocably depositing with or making available to the Paying Agent/Registrar in accordance with an escrow agreement or other instrument (the "Future Escrow Agreement") for such payment (1) lawful money of the United States of America sufficient to make such payment or (2) Defeasance Securities that mature as to principal and interest in such amounts and at such times as will insure the availability, without reinvestment, of sufficient money to provide for such payment, and when proper arrangements have been made by the Issuer with the Paying Agent/Registrar for the payment of its services until all Defeased Bonds shall have become due and payable. At such time as a Bond shall be deemed to be a Defeased Bond hereunder, as aforesaid, such Bond and the interest thereon shall no longer be secured by, payable from, or entitled to the benefits of, the Pledged Revenues as provided in this Resolution, and such principal and interest shall be payable solely from such money or Defeasance Securities. Notwithstanding any other provision of this Resolution to the contrary, it is hereby provided that any determination not to redeem Defeased Bonds that is made in conjunction with the payment arrangements specified in subsection 22(a)(i) or (ii) shall not be irrevocable, provided that: (1) in the proceedings providing for such payment arrangements, the Issuer expressly reserves the right to call the Defeased Bonds for redemption; (2) gives notice of the reservation of that right to the owners of the Defeased Bonds immediately following the making of the payment arrangements; and (3) directs that notice of the reservation be included in any redemption notices that it authorizes.

(b) Any moneys so deposited with the Paying Agent/Registrar may at the written direction of the Issuer also be invested in Defeasance Securities, maturing in the amounts and times as hereinbefore set forth, and all income from such Defeasance Securities received by the Paying Agent/Registrar that is not required for the payment of the Bonds and interest thereon, with respect to which such money has been so deposited, shall be turned over to the Issuer, or deposited as directed in writing by the Issuer. Any Future Escrow Agreement pursuant to which the money and/or Defeasance Securities are held for the payment of Defeased Bonds may contain provisions permitting the investment or reinvestment of such moneys in Defeasance Securities or the substitution of other Defeasance Securities upon the satisfaction of the requirements specified in subsection 22(a)(i) or (ii). All income from such Defeasance Securities received by the Paying Agent/Registrar which is not required for the payment of the Defeased Bonds, with respect to which such money has been so deposited, shall be remitted to the Issuer or deposited as directed in writing by the Issuer.

(c) The term "Defeasance Securities" means any securities and obligations now or hereafter authorized by State law that are eligible to discharge obligations such as the Bonds.

(d) Until all Defeased Bonds shall have become due and payable, the Paying Agent/Registrar shall perform the services of Paying Agent/Registrar for such Defeased Bonds the same as if they had not been defeased, and the Issuer shall make proper arrangements to provide and pay for such services as required by this Resolution.

(e) In the event that the Issuer elects to defease less than all of the principal amount of Bonds of a maturity, the Paying Agent/Registrar shall select, or cause to be selected, such amount of Bonds by such random method as it deems fair and appropriate.

(f) The Authorized Officer may modify the securities that are eligible to be Defeasance Securities and any such modification shall be reflected in the Pricing Certificate.

THE AUTHORITY

The Authority's Activities

1. Master Planning. After a series of public hearings, the Authority adopted the original master plan (the "Master Plan") in April 1958. The purpose of the Master Plan is to define and provide a course of action for the Authority to achieve water and soil conservation goals for which purpose the Authority was established by the State Legislature. The Master Plan goals can generally be described as: to improve the quality of water within the Trinity River Basin in order to provide supplies of good quality water for all beneficial purposes, conserve water and soil resources, reduce flooding, promote water oriented recreation, preserve natural areas, promote the diversity and productivity of aquatic life, and foster an understanding of the complex interrelationships among people, resources, economy and the environment in the basin. The Authority's Board of Directors reviews the status of the Master Plan annually and amends the Master Plan periodically when it is deemed necessary.

2. Federal Projects. By various resolutions, the Authority has agreed to serve as the local sponsor of the Navarro Mills Reservoir, Bardwell Reservoir, Joe Pool Lake and the Wallisville Salt Water Barrier Project in cooperation with local municipalities or districts that benefit from these projects.

3. Revenue Based Projects. The Authority, without collecting any property taxes, has implemented service projects serving cities, communities and other special districts throughout the Trinity River Basin. The majority of these funds for these projects have come from the sale of tax-exempt contract service revenue bonds, service payments from customers, federal grants and long term federal loans. The Authority has responsibility for operating certain of these projects (referred to below as "Operating"). Projects referred to below as "Non-Operating" require a limited amount of Authority personnel involvement and are primarily financing arrangements with the entities. These projects and those served include:

The Authority's Revenue-Based Projects

Project Name (Operating)	Cities and Entities Served
Central Regional Wastewater System	Addison, Arlington, Bedford, Carrollton, Cedar Hill, Colleyville, Coppell, Dallas, Dallas/Fort Worth International Airport Board, Duncanville, Euless, Farmers Branch, Fort Worth, Grand Prairie, Grapevine, Hurst, Irving, Keller, Mansfield, North Richland Hills, and Southlake
Ten Mile Creek Regional Wastewater System	Cedar Hill, DeSoto, Duncanville, Ferris, Lancaster and Wilmer
Denton Creek Regional Wastewater Treatment System	Argyle, Circle T Municipal Utility District No. 1, Circle T Municipal Utility District No. 3, Flower Mound, Fort Worth, Haslet, Justin, Keller, Northlake, Roanoke, Southlake, Westlake and Furst Ranch Municipal Utility District No. 1

Project Name (Operating)	Cities and Entities Served
Red Oak Creek Regional Wastewater Project	Cedar Hill, DeSoto, Glenn Heights, Lancaster, Ovilla, and Red Oak
Mountain Creek Regional Wastewater System	Grand Prairie, Mansfield, Midlothian, and Venus
Tarrant County Water Supply Project	Bedford, Colleyville, Euless, Grapevine, and North Richland Hills
Huntsville Regional Water Supply System	Huntsville
Livingston Regional Water Supply System	Livingston
Trinity County Regional Water Supply System	Trinity
Lake Livingston—Wallisville Project	Houston, 21 lakeside communities (and two industries)
Livingston Recreation Facilities	Serving the General Public

Project Name (Non-Operating)	Cities and Entities Served
Walker-Calloway Branch Outfall Line	Hurst and North Richland Hills
Northeast Lakeview Project	Cedar Hill and Grand Prairie
Lakeview Regional Water Supply Project	Cedar Hill, Duncanville, and Grand Prairie
Navarro Mills Reservoir	Corsicana
Bardwell Reservoir	Ennis and Ellis County WCID #1
Joe Pool Lake Project	Cedar Hill, Duncanville, Grand Prairie, and Midlothian
Pollution Control Facilities	Community Waste Disposal, Inc.
Denton Creek Wastewater Transportation Project	Argyle, Flower Mound, and Northlake
Denton Creek (Justin – Northlake Interceptor System)	Justin and Northlake

The Future Role of the Authority

In recognition of the fact that the Authority does not exercise control over all facets of water resource management within the Trinity River watershed, the goals of the Authority's Basin Master Plan are objectives for the Trinity River Basin, regardless of the implementing agency.

1. Master Planning.

   a. The Authority will carefully monitor the progress being made as to each Master Plan goal.
   b. The Authority will support the accomplishments of all institutional and financial arrangements necessary to the achievement of the goals.
   c. The Authority will amend the Master Plan as needed.
   d. The Authority will continue its leadership in water quality planning in the basin.

2. Revenue-based Services. When desired by others and when an adequate revenue base and other finances are available, the Authority will exercise its powers to provide needed services in the areas of water supply, wastewater treatment, parks and recreational facilities, pollution control facilities and solid waste disposal.

3. Federal Projects. The Authority will continue to serve as local sponsor of the Navarro Mills Reservoir, Bardwell Reservoir, the Wallisville Salt Water Barrier Project and Joe Pool Lake.

4. Public Information. The Authority will continue to encourage the public's understanding of the complex interrelationships among the people, resources, economy and environment of the Trinity River Basin.

5. Tax based Services. If there is public support, the Authority will seek to obtain some form of tax-based support for specific programs which should be implemented for comprehensive management of the basin's soil and water resources: conservation of the use of water, soil conservation, water oriented recreation and adequate public access to the river and basin lakes, greenbelts, preservation of natural areas, fish and wildlife mitigation, coordination of floodwater reservoir releases, and full dissemination of flood plain information under the Flood Insurance Act throughout the Authority's territory. At this time the Authority has no plans to pursue any form of tax based support for these programs.

6. The Authority's Territory. In order to provide services on a truly basin-wide basis, the Authority will support legislation to add to its territory those parts of the basin not presently within the Authority's defined territory if this is desired by any of the involved counties.

7. Financing of Flood Control and Navigation Projects. Implementation of flood control (by whatever means) and navigation projects should be through a combination of revenues, locally provided taxes and federal funds. The Authority's support of any navigation project is based on three conditions: public support, environmental soundness and economic feasibility.

Pension Plan

The Authority has a defined contribution pension plan for its employees. All full-time and permanent part time employees are eligible for participation after six months of service, provided that they work for the Authority at least 1,000 hours per year. The Authority contributes an amount equivalent to 12% of the employee's salary annually to the plan with each employee having the option to contribute up to 10% of annual salary. An employee becomes 20% vested in the plan after three years and 100% vested in the plan after seven years, or at age 55. An employee is 100% vested in all personal contributions to the plan when made.

Other Post-Employment Benefits

The Authority's defined benefit Other Post-Employment Benefits ("OPEB") plan, Retiree Medical Plan ("RMP"), provides OPEB for all permanent full-time employees of the Authority enrolled in the Staywell Health Program that meet eligibility requirements at the time of retirement. RMP is a single employer defined benefit OPEB plan administered by the Authority. The Authority's Board of Directors has the authority to establish and amend the benefit terms and financing requirements of the RMP. Management has the authority to set the group rate premiums annually and make any modifications to those premiums as necessary. No assets are accumulated in a trust.

The Authority will pay a portion of the Pre-65 (under age 65 at retirement) coverage when participants retire with 80 points (age plus years of service). The Pre-65 retiree and their spouse will have access to enroll in the employer-sponsored retiree health insurance at a 50% reduced monthly premium for retiree only and/or retiree and spouse coverage until Medicare-eligible. Should the retired employee die while the employee and spouse are covered, the spouse may continue coverage until the earliest of age 65, Medicare eligibility, or coverage under another plan.

The Authority will share the cost of the Post-65 (age 65 or older) coverage that meets the eligibility requirement of 80 points (age plus years of service). The Authority shares the cost of Medicare premiums provided by the Authority upon enrollment in Medicare parts B, D and G and will be covered at a rate to be approved annually for the retiree's lifetime. Spouses of retiring members are also eligible for coverage under the Plan as long as the retiring member meets the retirement eligibility of 80 points. If the retiree predeceases the spouse, coverage is still available to the surviving spouse.

The OPEB liability is included in the Authority's Staywell Health Insurance Fund and the OPEB retiree benefit payments are paid out of the Staywell Fund. Staywell collects revenue for retirees active on the plan as benefits come due from other Authority funds including the General Fund, Water Sales Special Revenue Fund, Enterprise Funds and Internal Service Funds based on the assignment of an employee at retirement. Additional information on the OPEB plan and the Staywell Health Insurance Internal Service Fund can be found in the Authority's audited annual comprehensive financial report.

Other Outstanding Indebtedness of the Authority

The Authority has Outstanding Bonds which are listed below. The Outstanding Bonds are System or Project specific and payable from each of the related System's or Project's Pledged Revenues. See "Security and Source of Payment".

Total Outstanding Principal by System/Project:		Outstanding July 30, 2026	
Central Regional Wastewater System	$	1,150,200,000	(1)
Denton Creek Regional Wastewater Treatment System		330,110,000	(2)
Trinity River Authority of Texas (General Improvement Project of The Authority)		70,870,000	
Huntsville Regional Water Supply System		10,285,000	
Denton Creek (Justin - Northlake Interceptor System)		15,085,000	
Livingston Regional Water Supply Project		13,635,000	
Mountain Creek Regional Wastewater System		116,630,000	(3)
Northeast Lakeview Wastewater Transportation Project		1,230,000	
Red Oak Creek Regional Wastewater System		87,175,000	(4)
Tarrant County Water Project		256,306,825	(5)
Ten Mile Creek Regional Wastewater System		102,230,000	(6)
Town of Flower Mound Wastewater Transportation Project		1,380,000	
Walker Calloway System		13,350,000	
SUB-TOTAL		$2,168,486,825	
The Bonds			
TOTAL		$2,168,486,825	

The Authority has one outstanding conduit debt issue for Community Waste Disposal, L.P. The company makes debt service payments through Wells Fargo Bank, as the trustee. The Authority has no obligation for this debt.

Outstanding Principal - Conduit Debt:	Outstanding July 30, 2026
Community Waste Disposal, L.P.	$6,640,000

In addition to the preceding statement of indebtedness, the Trinity River Authority has four outstanding contracts with the U. S. Army Corp of Engineers related to water rights and flood control. Contractual revenues collected annually from the entities identified next to the projects below are used to pay debt service on these contracts.

Outstanding Principal - Project:	Outstanding July 30, 2026
Bardwell Reservoir (City of Ennis and Ellis Co. WCID #1)	$404,605
Joe Pool Lake ARRA Costs (City of Cedar Hill, Midlothian, Grand Prairie and Duncanville)	90,985
Wallisville Lake (City of Houston)	7,415,252
TOTAL	$7,910,842

Cost-Share Liability Pay-off	Outstanding November 30, 2025	
Lake Livingston (City of Houston)	$53,739,095	(7)

[(1)] Does not include debt service on the $500,000,000 Extendable Commercial Paper Bonds (“ECP Bonds”) program for the Authority's Central Regional Wastewater System ("CRWS"). The ECP Bonds are secured by and payable from a first lien on the Net Revenues of CRWS created in the resolution authorizing their issuance; provided that the pledge of Net Revenues securing the ECP Bonds is expressly made junior and subordinate to the pledge of Net Revenues securing First Lien Bonds of CRWS as described herein. The ECP Bonds are and shall be secured by and payable only from the Net Revenues of CRWS, from the proceeds from the sale of ECP Bonds to refinance maturing ECP Bonds (i.e., “roll”) and the proceeds of Refunding Bonds to be issued by the Authority.

[(2)] Does not include debt service on the $400,000,000 Extendable Commercial Paper Bonds (“ECP Bonds”) program for the Authority's Denton Creek Regional Wastewater System ("DCRWS"). The ECP Bonds are secured by and payable from a first lien on the Net Revenues of DCRWS created in the resolution authorizing their issuance; provided that the pledge of Net Revenues securing the ECP Bonds is expressly made junior and subordinate to the pledge of Net Revenues securing First Lien Bonds of DCRWS as described herein. The ECP Bonds are and shall be secured by and payable only from the Net Revenues of DCRWS, from the proceeds from the sale of ECP Bonds to refinance maturing ECP Bonds (i.e., “roll”) and the proceeds of Refunding Bonds to be issued by the Authority.

[(3)] Does not include debt service on the $250,000,000 Extendable Commercial Paper Bonds (“ECP Bonds”) program for the Authority's Mountain Creek Regional Wastewater System ("MCRWS"). The ECP Bonds are secured by and payable from a first lien on the Net Revenues of MCRWS created in the resolution authorizing their issuance; provided that the pledge of Net Revenues securing the ECP Bonds is expressly made junior and subordinate to the pledge of Net Revenues securing First Lien Bonds of MCRWS as described herein. The ECP Bonds are and shall be secured by and payable only from the Net Revenues of MCRWS, from the proceeds from the sale of ECP Bonds to refinance maturing ECP Bonds (i.e., "roll") and the proceeds of Refunding Bonds to be issued by the Authority.

[(4)] Does not include debt service on the $250,000,000 Extendable Commercial Paper Bonds (“ECP Bonds”) program for the Authority's Red Oak Creek Regional Wastewater System ("ROCRWS"). The ECP Bonds are secured by and payable from a first lien on the Net Revenues of ROCRWS created in the resolution authorizing their issuance; provided that the pledge of Net Revenues securing the ECP Bonds is expressly made junior and subordinate to the pledge of Net Revenues securing First Lien Bonds of ROCRWS as described herein. The ECP Bonds are and shall be secured by and payable only from the Net Revenues of ROCRWS, from the proceeds from the sale of ECP Bonds to refinance maturing ECP Bonds (i.e., “roll”) and the proceeds of Refunding Bonds to be issued by the Authority. The Authority issued $15,000,000 in Tax-Exempt ECP Bonds on May 19, 2026 and scheduled to roll on August 4, 2026.

[(5)] Includes the Authority’s portion of common capital costs owed to the City of Arlington through an Interlocal Agreement to use the Lake Arlington Raw Water Pump Station. The obligation will fully mature in 2041.

[(6)] Does not include debt service on the $250,000,000 Extendable Commercial Paper Bonds (“ECP Bonds”) program for the Authority's Ten Mile Creek Regional Wastewater System ("TMCRWS"). The ECP Bonds are secured by and payable from a first lien on the Net Revenues of TMCRWS created in the resolution authorizing their issuance; provided that the pledge of Net Revenues securing the ECP Bonds is expressly made junior and subordinate to the pledge of Net Revenues securing First Lien Bonds of TMCRWS as described herein. The ECP Bonds are and shall be secured by and payable only from the Net Revenues of TMCRWS, from the proceeds from the sale of ECP Bonds to refinance maturing ECP Bonds (i.e., "roll") and the proceeds of Refunding Bonds to be issued by the Authority.

[(7)] This figure represents the Authority’s obligation associated with Lake Livingston’s initial project cost plus annual operation and maintenance expenses as of the last fiscal year end. In connection with original agreements to construct Lake Livingston, the available yield of Lake Livingston was divided 70% for the City of Houston and 30% for the Authority. The Authority was responsible for 30% of the initial project cost plus annual operation and maintenance costs; its payments, however, were expressly based on the Authority’s water sales from the Lake – the Authority would pay Houston $2.20 per acre-foot of water sold by the Authority. However, the obligation continues to accumulate because the $2.20 per acre-foot fee is insufficient for the Authority to retire its 30% of annual costs of operating and maintaining Lake Livingston. In 2016, Houston and the Authority agreed to use the charges due from Houston to the Authority for water sales as a “credit” against this obligation which will allow the Authority to retire the obligation by 2040 (or possibly sooner if the City of Houston exercises its rights to increase the maximum amount of water it is able to purchase from Lake Livingston).

TAX MATTERS

Opinion

On the date of initial delivery of the Bonds, McCall, Parkhurst & Horton L.L.P., Dallas, Texas, Bond Counsel to the Issuer, will render its opinion that, in accordance with statutes, regulations, published rulings and court decisions existing on the date thereof ("Existing Law"), (1) interest on the Bonds for federal income tax purposes will be excludable from the "gross income" of the holders thereof and (2) the Bonds will not be treated as "specified private activity bonds" the interest on which would be included as an alternative minimum tax preference item under section 57(a)(5) of the Internal Revenue Code of 1986 (the "Code"). Except as stated above, Bond Counsel to the Issuer will express no opinion as to any other federal, state or local tax consequences of the purchase, ownership or disposition of the Bonds. See APPENDIX D - Form of Bond Counsel's Opinion.

In rendering its opinion, Bond Counsel to the Issuer will rely upon (a) the Issuer's federal tax certificate and (b) covenants of the Issuer with respect to arbitrage, the application of the proceeds to be received from the issuance and sale of the Bonds and certain other matters. Failure of the Issuer to comply with these representations or covenants could cause the interest on the Bonds to become includable in gross income retroactively to the date of issuance of the Bonds.

The Code and the regulations promulgated thereunder contain a number of requirements that must be satisfied subsequent to the issuance of the Bonds in order for interest on the Bonds to be, and to remain, excludable from gross income for federal income tax purposes. Failure to comply with such requirements may cause interest on the Bonds to be included in gross income retroactively to the date of issuance of the Bonds. The opinion of Bond Counsel to the Issuer is conditioned on compliance by the Issuer with the covenants and the requirements described in the preceding paragraph, and Bond Counsel to the Issuer has not been retained to monitor compliance with these requirements subsequent to the issuance of the Bonds.

Bond Counsel's opinion represents its legal judgment based upon its review of Existing Law and the reliance on the aforementioned information, representations and covenants. Bond Counsel's opinion is not a guarantee of a result. The Existing Law is subject to change by the Congress and to subsequent judicial and administrative interpretation by the courts and the Department of the Treasury. There can be no assurance that such Existing Law or the interpretation thereof will not be changed in a manner which would adversely affect the tax treatment of the purchase, ownership or disposition of the Bonds.

A ruling was not sought from the Internal Revenue Service by the Issuer with respect to the Bonds or the Project. Bond Counsel's opinion represents its legal judgment based upon its review of Existing Law and the representations of the Issuer that it deems relevant to render such opinion and is not a guarantee of a result. No assurances can be given as to whether or not the Internal Revenue Service will commence an audit of the Bonds, or as to whether the Internal Revenue Service would agree with the opinion of Bond Counsel. If an audit is commenced, under current procedures the Internal Revenue Service is likely to treat the Issuer as the taxpayer and the bondholders may have no right to participate in such procedure. No additional interest will be paid upon any determination of taxability.

Federal Income Tax Accounting Treatment of Original Issue Discount

The initial public offering price to be paid for one or more maturities of the Bonds may be less than the principal amount thereof or one or more periods for the payment of interest on the Bonds may not be equal to the accrual period or be in excess of one year (the "Original Issue Discount Bonds"). In such event, the difference between (i) the "stated redemption price at maturity" of each Original Issue Discount Bond, and (ii) the initial offering price to the public of such Original Issue Discount Bond would constitute original issue discount. The "stated redemption price at maturity" means the sum of all payments to be made on the Bonds less the amount of all periodic interest payments. Periodic interest payments are payments which are made during equal accrual periods (or during any unequal period if it is the initial or final period) and which are made during accrual periods which do not exceed one year.

Under existing law, any owner who has purchased such Original Issue Discount Bond in the initial public offering is entitled to exclude from gross income (as defined in section 61 of the Code) an amount of income with respect to such Original Issue Discount Bond equal to that portion of the amount of such original issue discount allocable to the accrual period. For a discussion of certain collateral federal tax consequences, see discussion set forth below.

In the event of the redemption, sale or other taxable disposition of such Original Issue Discount Bond prior to stated maturity, however, the amount realized by such owner in excess of the basis of such Original Issue Discount Bond in the hands of such owner (adjusted upward by the portion of the original issue discount allocable to the period for which such Original Issue Discount Bond was held by such initial owner) is includable in gross income.

Under existing law, the original issue discount on each Original Issue Discount Bond is accrued daily to the stated maturity thereof (in amounts calculated as described below for each six-month period ending on the date before the semiannual anniversary dates of the date of the Bonds and ratably within each such six-month period) and the accrued amount is added to an initial owner's basis for such Original Issue Discount Bond for purposes of determining the amount of gain or loss recognized by such owner upon the redemption, sale or other disposition thereof. The amount to be added to basis for each accrual period is equal to (a) the sum of the issue price and the amount of original issue discount accrued in prior periods multiplied by the yield to stated maturity (determined on the basis of compounding at the close of each accrual period and properly adjusted for the length of the accrual period) less (b) the amounts payable as current interest during such accrual period on such Original Issue Discount Bond.

The federal income tax consequences of the purchase, ownership, redemption, sale or other disposition of Original Issue Discount Bonds which are not purchased in the initial offering at the initial offering price may be determined according to rules which differ from those described above. All owners of Original Issue Discount Bonds should consult their own tax advisors with respect to the determination for federal, state and local income tax purposes of the treatment of interest accrued upon redemption, sale or other disposition of such Original Issue Discount Bonds and with respect to the federal, state, local and foreign tax consequences of the purchase, ownership, redemption, sale or other disposition of such Original Issue Discount Bonds.

Collateral Federal Income Tax Consequences

The following discussion is a summary of certain collateral federal income tax consequences resulting from the purchase, ownership or disposition of the Bonds. This discussion is based on existing statutes, regulations, published rulings and court decisions, all of which are subject to change or modification, retroactively.

The following discussion is applicable to investors, other than those who are subject to special provisions of the Code, such as financial institutions, property and casualty insurance companies, life insurance companies, owners of interests in a FASIT, individual recipients of Social Security or Railroad Retirement benefits, individuals allowed an earned income credit, certain S corporations with Subchapter C earnings and profits, taxpayers qualifying for the health insurance premium assistance credit, and taxpayers who may be deemed to have incurred or continued indebtedness to purchase tax-exempt obligations.

THE DISCUSSION CONTAINED HEREIN MAY NOT BE EXHAUSTIVE. INVESTORS, INCLUDING THOSE WHO ARE SUBJECT TO SPECIAL PROVISIONS OF THE CODE, SHOULD CONSULT THEIR OWN TAX ADVISORS AS TO THE TAX TREATMENT WHICH MAY BE ANTICIPATED TO RESULT FROM RECENTLY ENACTED LEGISLATION OR THE PURCHASE, OWNERSHIP AND DISPOSITION OF TAX-EXEMPT OBLIGATIONS BEFORE DETERMINING WHETHER TO PURCHASE THE BONDS.

Interest on the Bonds may be includable in certain corporation's "adjusted financial statement income" determined under section 56A of the Code to calculate the alternative minimum tax imposed by section 55 of the Code.

Under section 6012 of the Code, holders of tax-exempt obligations, such as the Bonds, may be required to disclose interest received or accrued during each taxable year on their returns of federal income taxation.

Section 1276 of the Code provides for ordinary income tax treatment of gain recognized upon the disposition of a tax-exempt obligation, such as the Bonds, if such obligation was acquired at a "market discount" and if the fixed maturity of such obligation is equal to, or exceeds, one year from the date of issue. Such treatment applies to "market discount Bonds" to the extent such gain does not exceed the accrued market discount of such Bonds; although for this purpose, a de minimis amount of market discount is ignored. A "market discount bond" is one which is acquired by the holder at a purchase price which is less than the stated redemption price at maturity or, in the case of a bond issued at an original issue discount, the "revised issue price" (i.e., the issue price plus accrued original issue discount). The "accrued market discount" is the amount which bears the same ratio to the market discount as the number of days during which the holder holds the obligation bears to the number of days between the acquisition date and the final maturity date.

State, Local and Foreign Taxes

Investors should consult their own tax advisors concerning the tax implications of the purchase, ownership or disposition of the Bonds under applicable state or local laws. Foreign investors should also consult their own tax advisors regarding the tax consequences unique to investors who are not United States persons.

Information Reporting and Backup Withholding

Subject to certain exceptions, information reports describing interest income, including original issue discount, with respect to the Bonds will be sent to each registered holder and to the IRS. Payments of interest and principal may be subject to backup withholding under section 3406 of the Code if a recipient of the payments fails to furnish to the payor such owner's social security number or other taxpayer identification number ("TIN"), furnishes an incorrect TIN, or otherwise fails to establish an exemption from the backup withholding tax. Any amounts so withheld would be allowed as a credit against the recipient's federal income tax. Special rules apply to partnerships, estates and trusts, and in certain circumstances, and in respect of foreign investors, certifications as to foreign status and other matters may be required to be provided by partners and beneficiaries thereof.

Future and Proposed Legislation

Tax legislation, administrative actions taken by tax authorities, or court decisions, whether at the Federal or state level, may adversely affect the tax-exempt status of interest on the Bonds under Federal or state law and could affect the market price or marketability of the Bonds. Any such proposal could limit the value of certain deductions and exclusions, including the exclusion for tax-exempt interest. The likelihood of any such proposal being enacted cannot be predicted. Prospective purchasers of the Bonds should consult their own tax advisors regarding the foregoing matters.

CONTINUING DISCLOSURE OF INFORMATION

In Continuing Disclosure Agreements entered into between the Authority and each of the Contracting Parties, each has made the following respective agreements for the benefit of the holders and beneficial owners of the Bonds. The Contracting Parties and the Authority are required to observe the agreements for so long as the Contracting Parties remain obligated to advance funds to pay the Bonds. Under the agreements, the Authority and the Contracting Parties will be obligated to provide certain updated financial information, operating data and financial statements annually, and the Authority and the Contracting Parties will be obligated to provide timely notice of certain specified events, to the Municipal Securities Rulemaking Board (the "MSRB"). All financial information, operating data, financial statements and notices required to be provided to the MSRB shall be provided in electronic format and be accompanied by identifying information prescribed by the MSRB.

Annual Reports

The Authority and the Contracting Parties will provide certain updated financial information and operating data to the MSRB annually. The information to be provided and updated by the Contracting Parties includes all quantitative financial information and operating data with respect to the Contracting Parties of the general type included in APPENDIX B to this Official Statement and each Contracting Party's audited financial statements, when and if available. Each of the Contracting Parties will file such updated financial information and operating data with the MSRB through its Electronic Municipal Market ("EMMA") system within six months after the end of each respective Contracting Party's fiscal year, beginning with the fiscal year ending in 2026. Each Contracting Party will file its audited financial statements, when and if available, with the MSRB through its EMMA system within twelve months after the end of each respective Contracting Party's fiscal year, beginning with the fiscal year ending in 2026. If the audit of the particular Contracting Party's financial statements is not complete within twelve months after any such fiscal year end, then that Contracting Party shall file unaudited financial statements within such twelve month period and audited financial statements for the applicable fiscal year, when and if the audit report on such statements becomes available. In addition, the Authority will file its audited financial statements with MSRB through its EMMA system with six months after the end of the Authority's fiscal year, beginning with the fiscal year ending in 2026. If audited financial statements are not available by the required time, the Authority will provide unaudited financial statements within the required time and audited financial statements when and if such audited financial statements become available.

Any such financial statements will be prepared in accordance with generally accepted accounting principles in effect at the time or that the Authority or the Contracting Parties may be required to employ from time to time pursuant to State law or regulation.

The financial information and operating data to be provided and updated by the Contracting Parties or the Authority may be set forth in full in one or more documents or may be included by specific reference to any document available to the public on the MSRB's Internet Web site or filed with the United States Securities and Exchange Commission (the "SEC"), as permitted by the Rule.

The Authority's fiscal year end is November 30 and each Contracting Party's fiscal year end is September 30. Accordingly, each Contracting Party must provide updated annual financial information and operating data by March 31 in each year and its audited financial statements (or unaudited financial statements if its audited financial statements are not available) by September 30 of the following year and the Authority must provide updated information by May 31 in each year, unless any Contracting Party or the Authority, as applicable, changes its fiscal year. If any Contracting Party or the Authority changes its fiscal year, such Contracting Party or the Authority, as applicable, will notify the MSRB of the change.

All financial information, operating data, and financial statements and notices required to be provided to the MSRB shall be provided in an electronic format and be accompanied by identifying information prescribed by the MSRB.

Disclosure Event Notices

The Authority will provide timely notices of certain events to the MSRB. The Authority will provide notice in an electronic format as prescribed by the MSRB, in a timely manner (but not in excess of ten business days after the occurrence of the event), of any of the following events with respect to the Bonds: (1) principal and interest payment delinquencies; (2) non-payment related defaults, if material; (3) unscheduled draws on debt service reserves reflecting financial difficulties; (4) unscheduled draws on credit enhancements reflecting financial difficulties; (5) substitution of credit or liquidity providers, or their failure to perform; (6) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds; (7) modifications to rights of holders of the Bonds, if material; (8) Bond calls, if material, and tender offers; (9) defeasances; (10) release, substitution, or sale of property securing repayment of the Bonds, if material; (11) rating changes; (12) bankruptcy, insolvency, receivership or similar event of the Authority; (13) the consummation of a merger, consolidation, or acquisition involving the Authority or the sale of all or substantially all of the assets of the Authority, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material; (14) appointment of a successor Paying Agent/Registrar or change in the name of the Paying Agent/Registrar, if material; (15) incurrence of a Financial Obligation of the Authority, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the Authority, any of which affect bondholders, if material; and (16) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the Authority, any of which reflect financial difficulties.

Each Contracting Party will provide timely notices of certain events to the MSRB. Each Contracting Party will provide notice in an electronic format as prescribed by the MSRB, in a timely manner (but not in excess of ten business days after the occurrence of the event), of any of the following events with respect to the Bonds: (1) principal and interest payment delinquencies; (2) non-payment related defaults, if material; (3) unscheduled draws on debt service reserves reflecting financial difficulties; (4) unscheduled draws on credit enhancements reflecting financial difficulties; (5) substitution of credit or liquidity providers, or their failure to perform; (6) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds; (7) modifications to rights of holders of the Bonds, if material; (8) Bond calls, if material, and tender offers; (9) defeasances; (10) release, substitution, or sale of property securing repayment of the

Bonds, if material; (11) rating changes; (12) bankruptcy, insolvency, receivership or similar event of the Contracting Party; (13) the consummation of a merger, consolidation, or acquisition involving the Contracting Party or the sale of all or substantially all of the assets of the Contracting Party, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material; (14) appointment of a successor Paying Agent/Registrar or change in the name of the Paying Agent/Registrar, if material; (15) incurrence of a Financial Obligation of the Contracting Party, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the Contracting Party, any of which affect security holders, if material; and (16) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the Contracting Party, any of which reflect financial difficulties.

The term "Financial Obligation" as used in the preceding two paragraphs has the meaning assigned in the Rule: (a) a debt obligation; (b) a derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (c) a guarantee of (a) or (b) above. Pursuant to the Rule, the term Financial Obligation does not include municipal securities for which a final official statement has been provided to the MSRB consistent with the Rule. For purposes of each Contracting Party's obligation to make event filings, and particularly with the events described in (15) and (16) in the immediately preceding paragraph, the Contracting Party shall make filings for only those events which relate to or impact the credit of the Authority's Bonds related to the System.

Neither the Bonds nor the Resolution makes any provision for credit enhancement.

As used in clause (12) in the preceding paragraphs, the phrase "bankruptcy, insolvency, receivership or similar event" means the appointment of a receiver, fiscal agent or similar officer for the Authority or a Contracting Party in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court of governmental authority has assumed jurisdiction over substantially all of the assets or business of the Authority or a Contracting Party, or if jurisdiction has been assumed by leaving the Board and/or officials or officers of the Authority or a Contracting Party in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the Authority or a Contracting Party. In addition, the Authority and the Contracting Parties will provide timely notice of any failure by the Authority or the Contracting Parties, respectively, to provide information, data, or financial statements in accordance with its agreement described above under "Annual Reports." The Authority and the Contracting Parties will provide each notice described in this paragraph to the MSRB.

Availability of Information

The Authority and the Contracting Parties have agreed to provide the foregoing information only as described above. Investors will be able to access continuing disclosure information filed with the MSRB free of charge at www.emma.msrb.org.

Limitations and Amendments

The Authority and the Contracting Parties have agreed to update information and to provide notices of certain events only as described above. The Authority and the Contracting Parties have not agreed to provide other information that may be relevant or material to a complete presentation of its financial results of operations, condition, or prospects or agreed to update any information that is provided, except as described above. The Authority and the Contracting Parties make no representation or warranty concerning such information or concerning its usefulness to a decision to invest in or sell Bonds at any future date. The Authority and the Contracting Parties disclaim any contractual or tort liability for damages resulting in whole or in part from any breach of their continuing disclosure agreement or from any statement made pursuant to their agreement, although holders of Bonds may seek a writ of mandamus to compel the Authority or the Contracting Parties to comply with its agreement.

The Authority or the Contracting Parties may amend their continuing disclosure agreement from time to time to adapt to changed circumstances that arise from a change in legal requirements, a change in law, or a change in the identity, nature, status, or type of operations of the Authority or the Contracting Parties, if (i) the agreement, as so amended, would have permitted an underwriter to purchase or sell Bonds in the primary offering of Bonds in compliance with the Rule, taking into account any amendments or interpretations of the Rule since such offering as well as such changed circumstances and (ii) either (a) the holders of a majority in aggregate principal amount of the outstanding Bonds consent to the amendment or (b) any person unaffiliated with the Authority or the Contracting Parties (such as nationally recognized bond counsel) determines that the amendment will not materially impair the interests of the holders and beneficial owners of the Bonds. The Authority or the Contracting Parties may also amend or repeal the provisions of the continuing disclosure agreement if the SEC amends or repeals the applicable provisions of the Rule or a court of final jurisdiction enters judgment that such provisions of the Rule are invalid, but only if and to the extent that the provisions of this sentence would not prevent an underwriter from lawfully purchasing or selling Bonds in the primary offering of the Bonds. If the Authority or the Contracting Parties so amend the agreement, the Authority and the Contracting Parties have agreed to include with the next financial information and operating data provided in accordance with their respective agreements described above under "Annual Reports" an explanation, in narrative form, of the reasons for the amendment and of the impact of any change in the type of financial information and operating data so provided.

Compliance with Prior Undertakings

Consistent with its prior continuing disclosure undertakings relating to its bonds, the Authority assumed certain responsibilities and the Contracting Parties assumed certain responsibilities for filing information, as described above. The Authority is responsible for making its filings in connection with the Rule but does not provide or verify continuing disclosure filings for the Contracting Parties.

The Authority. During the last five years and as of the date of this Preliminary Official Statement, the Authority has complied in all material respects with all continuing disclosure undertakings made by it relating to its Outstanding Parity Bonds in accordance with the Rule.

The Contracting Parties. During the last five years, the Contracting Parties have complied in all material respects with all continuing disclosure undertakings made by them in accordance with the Rule. In certain instances, some of the financial information and operating data as well as certain audits and notices required under prior undertakings were not timely linked to all applicable outstanding bonds.

The information in the preceding paragraphs with respect to the Contracting Parties has been included based upon publicly filed information available on EMMA and other publicly available sources including offering documents prepared by Contracting Parties and has not been provided or confirmed by the Contracting Parties.

OTHER INFORMATION

Ratings

The Bonds are rated "A" with a positive outlook by S&P Global Ratings, a division of Standard & Poor's Financial Services LLC ("S&P"). The Outstanding Parity Bonds of the System are rated "A" by S&P. An explanation of the significance of the rating may be obtained from S&P. The rating reflect only the views of such organization and the Authority makes no representation as to the appropriateness of the ratings. There is no assurance that such ratings will continue for any given period of time or that they will not be revised downward or withdrawn entirely by such rating companies, if in the judgment of such companies, circumstances so warrant. Any such downward revision or withdrawal of such ratings may have an adverse effect on the market price of the Bonds. A securities rating is not a recommendation to buy, sell or hold securities and may be subject to revision or withdrawal at any time.

Litigation

It is the opinion of the Authority Attorney and Authority Staff that there is no pending litigation against the Authority that would have a material adverse financial impact upon the Authority or its operations. No pending litigation against the Contracting Parties that would have a material adverse financial impact upon the Authority or its operations of the System has been brought to the attention of the Authority.

At the time of the initial delivery of the Bonds, the Authority will provide the Underwriters with a certificate to the effect that no litigation of any nature has been filed or is then pending challenging the issuance of the Bonds or that affects the payment and security of the Bonds or in any other manner questioning the issuance, sale or delivery of the Bonds.

Registration and Qualification of Bonds for Sale

The sale of the Bonds has not been registered under the Federal Securities Act of 1933, as amended, in reliance upon the exemption provided thereunder by Section 3(a)(2); and the Bonds have not been qualified under the Securities Act of Texas in reliance upon various exemptions contained therein; nor have the Bonds been qualified under the securities acts of any other jurisdiction. The Authority assumes no responsibility for qualification of the Bonds under the securities laws of any other jurisdiction in which the Bonds may be sold, assigned, pledged, hypothecated or otherwise transferred. This disclaimer of responsibility for qualification for sale or other disposition of the Bonds shall not be construed as an interpretation of any kind with regard to the availability of any exemption from securities registration provisions.

Legal Investments and Eligibility to Secure Public Funds in Texas

Section 1201.041 Texas Government Code, provides that the Bonds are negotiable instruments, investment securities governed by Chapter 8, Texas Business and Commerce Code, and are legal and authorized investments for insurance companies, fiduciaries, and trustees, and for the sinking funds of municipalities or other political subdivisions or public agencies of the State. With respect to investment in the Bonds by municipalities or other political subdivisions or public agencies of the State, the Public Funds Investment Act requires that the Bonds be assigned a rating of at least "A" or its equivalent as to investment quality by a national rating agency (see "OTHER INFORMATION - Ratings" above). In addition, various provisions of the Texas Finance Code provide that, subject to a prudent investor standard, the Bonds are legal investments for state banks, savings banks, trust companies with capital of one million dollars or more, and savings and loan associations. The Public Funds Collateral Act, Chapter 2257, Texas Government Code, provides that the Bonds are eligible to secure deposits of any public funds of the State, its agencies, and its political subdivisions, and are legal security for those deposits to the extent of their market value. No review by the Authority has been made of the laws in other states to determine whether the Bonds are legal investments for various institutions in those states.

The Authority has made no investigation of other laws, rules, regulations or investment criteria which might apply to such institutions or entities or which might limit the suitability of the Bonds for any of the foregoing purposes or limit the authority of such institutions or entities to purchase or invest in the Bonds for such purposes. The Authority has made no review of laws in other states to determine whether the Bonds are legal investments for various institutions in those states.

Legal Matters

The Authority will furnish a complete transcript of proceedings relating to the authorization and issuance of the Bonds, including the approving legal opinion of the Attorney General of Texas approving the Bonds and to the effect that the Bonds are valid and legally binding special obligations of the Authority and, based upon examination of such transcript of proceedings, the approving legal opinion of Bond Counsel, to like effect and to the effect that the interest on the Bonds will be excludable from gross income for federal income tax purposes under Section 103(a) of the Code, subject to the matters described under "TAX MATTERS" herein. Though it represents the Financial Advisor and the Underwriters from time to time in matters unrelated to the issuance of the Bonds, Bond Counsel has been engaged by and only represents the Authority in the issuance of the Bonds. Bond Counsel was not requested to participate, and did not take part, in the preparation of the Official Statement, and such firm has not assumed any responsibility with respect thereto or undertaken independently to verify any of the information contained therein, except that, in its capacity as Bond Counsel, such firm has reviewed the information in the Official Statement under the captions "PLAN OF FINANCING" (excluding the information under the subcaption "Sources and Uses of Bond Proceeds"), "THE BONDS" (excluding the information under the subcaption "Book-Entry-Only System"), "SELECTED PROVISIONS FROM THE WASTEWATER CONTRACT FOR DENTON CREEK (JUSTIN – NORTHLAKE INTERCEPTOR SYSTEM)," "SELECTED PROVISIONS OF THE RESOLUTION," "TAX MATTERS," "CONTINUING DISCLOSURE OF INFORMATION" (excluding the information under the subcaption "Compliance with Prior Undertakings"), and the subcaptions "Registration and Qualification of Bonds for Sale," "Legal Investments and Eligibility to Secure Public Funds in Texas" and "Legal Matters" (excluding the last sentence of the first paragraph thereof) under the caption "OTHER INFORMATION," and such firm is of the opinion that the information relating to the Bonds and the legal issues contained under such captions and subcaptions is an accurate and fair description of the laws and legal issues addressed therein and, with respect to the Bonds, such information conforms to the Resolution. The legal fee to be paid to Bond Counsel for services rendered in connection with the issuance of the Bonds is contingent on the sale and delivery of the Bonds. The legal opinion will accompany the Bonds deposited with DTC or will be printed on the Bonds in the event of the discontinuance of the Book-Entry-Only System. Certain legal matters will be passed upon for the Underwriters by their counsel, Norton Rose Fulbright US LLP, Dallas, Texas, whose legal fee for services rendered in connection with the issuance of the Bonds is contingent on the sale and delivery of the Bonds.

The various legal opinions to be delivered concurrently with the delivery of the Bonds express the professional judgment of the attorneys rendering the opinions as to the legal issues explicitly addressed therein. In rendering a legal opinion, the attorney does not become an insurer or guarantor of the expression of professional judgment, of the transaction opined upon, or of the future performance of the parties to the transaction. Nor does the rendering of an opinion guarantee the outcome of any legal dispute that may arise out of the transaction.

Authenticity of Financial Data and Other Information

The financial data and other information contained herein have been obtained from Authority records, audited financial statements and other sources which are believed to be reliable. There is no guarantee that any of the assumptions or estimates contained herein will be realized. All of the summaries of the statutes, documents and resolutions contained in this Official Statement are made subject to all of the provisions of such statutes, documents and resolutions. These summaries do not purport to be complete statements of such provisions and reference is made to such documents for further information. Reference is made to original documents in all respects.

Financial Advisor

Hilltop Securities Inc. ("Hilltop" or the "Financial Advisor"), is employed as Financial Advisor to the Authority in connection with the issuance of the Bonds. The Financial Advisor's fee for services rendered with respect to the sale of the Bonds is contingent upon the issuance and delivery of the Bonds. Hilltop, in its capacity as Financial Advisor, does not assume any responsibility for the information, covenants and representations contained in any of the legal documents with respect to the federal income tax status of the Bonds, or the possible impact of any present, pending or future actions taken by any legislative or judicial bodies. In the normal course of business, the Financial Advisor may also from time to time sell investment securities to the Authority for the investment of bond proceeds or other funds of the Authority upon the request of the Authority.

The Financial Advisor to the Authority has provided the following sentence for inclusion in this Official Statement. The Financial Advisor has reviewed the information in this Official Statement in accordance with, and as part of, its responsibilities to the Authority and, as applicable, to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the Financial Advisor does not guarantee the accuracy or completeness of such information.

Underwriting

The Underwriters have agreed, subject to certain conditions, to purchase the Bonds from the Authority at a purchase price of $___________, which represents the par amount of the Bonds, [plus/less] a [net] [premium/discount] of $___________, less an Underwriters' discount of $___________, and [no] accrued interest. The Underwriters' obligations are subject to certain conditions precedent, and it will be obligated to purchase all of the Bonds if any of the Bonds are purchased. The Bonds may be offered and sold to certain dealers and others at prices lower than such public offering prices, and such public prices may be changed from time to time by the Underwriters.

Truist Securities, Inc. has provided the following provisions for inclusion in this Official Statement. The Underwriters have reviewed the information in this Official Statement in accordance with, and as part of, their responsibilities to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the Underwriters do not guarantee the accuracy or completeness of such information.

Truist Securities, Inc. has entered into an agreement (the "Distribution Agreement") with Truist Investment Services, Inc. ("TIS") for the retail distribution of certain municipal securities offerings, including the Bonds. Pursuant to the Distribution Agreement, Truist Securities, Inc. will share a portion of its underwriting compensation, as applicable, with respect to the Bonds with TIS. Each of Truist Securities, Inc. and TIS is a subsidiary of Truist Financial Corporation.

Truist Securities is the trade name for the corporate and investment banking services of Truist Financial Corporation and its subsidiaries. Securities and strategic advisory services are provided by Truist Securities, Inc., member FINRA and SIPC. Lending, financial risk management, and treasury management and payment services are offered by Truist Bank. Deposit products are offered by Truist Bank, Member FDIC. In its normal course of business Truist Bank may currently, or in the future, provide credit, treasury management, or other commercial banking services to the Authority.

Forward-Looking Statements Disclaimer

The statements contained in this Official Statement, and in any other information provided by the Authority that are not purely historical, are forward-looking statements, including statements regarding the Authority's expectations, hopes, intentions, or strategies regarding the future. Readers should not place undue reliance on forward-looking statements. All forward-looking statements included in this Official Statement are based on information available to the Authority on the date hereof, and the Authority assumes no obligation to update any such forward-looking statements. The Authority's actual results could differ materially from those discussed in such forward-looking statements.

The forward-looking statements included herein are necessarily based on various assumptions and estimates and are inherently subject to various risks and uncertainties, including risks and uncertainties relating to the possible invalidity of the underlying assumptions and estimates and possible changes or developments in social, economic, business, industry, market, legal, and regulatory circumstances and conditions and actions taken or omitted to be taken by third parties, including customers, suppliers, business partners and competitors, and legislative, judicial, and other governmental authorities and officials. Assumptions related to the foregoing involve judgments with respect to, among other things, future economic, competitive, and market conditions and future business decisions, all of which are difficult or impossible to predict accurately and many of which are beyond the control of the Authority. Any of such assumptions could be inaccurate and, therefore, there can be no assurance that the forward-looking statements included in this Official Statement will prove to be accurate.

Miscellaneous

The Pricing Certificate to be executed by an Authorized Officer of the Authority, which certificate will be a part of the Resolution authorizing the issuance of the Bonds, will approve the form and content of this Official Statement, and any addenda, supplement or amendment thereto, and will authorize its further use in the reoffering of the Bonds by the Underwriters.

Cybersecurity

Computer networks and data transmission and collection are vital to the operations of the Authority. Information technology and infrastructure of the Authority may be subject to attacks by outside or internal hackers and may be subject to breach by employee error, negligence or malfeasance. An attack or breach could compromise systems and the information stored thereon, result in the loss of confidential or proprietary data and disrupt the operations of the Authority. To mitigate these risks, the Authority continuously endeavors to improve protection/security posture with a defensible security architecture and required training for Authority staff and administration. The Authority has not been the victim of a cyberattack that has resulted in material financial losses or operational disruption. The Authority carries cybersecurity insurance as one of its mitigating strategies.

TRINITY RIVER AUTHORITY OF TEXAS

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J. KEVIN WARD
General Manager and Authorized Officer

APPENDIX A

BIOGRAPHICAL INFORMATION

Board of Directors
and
Management Officers

MEGAN W. DEEN of Fort Worth, Texas (President and member, Executive Committee). Deen is the chief financial officer for the Fort Worth Zoo. From 2011-2015, Deen was the accounting manager at Oak Hill Capital, and from 2002-2011, she was a senior manager at KPMG, LLP. She is a member of the American Institute of Certified Public Accountants and the Texas Society of Certified Public Accountants. Additionally, Deen is a sustainer of the Junior League of Fort Worth and a member of the Association of Zoos and Aquariums, a former committee member of the Harris Methodist Breakfast with St. NICUlas, and former volunteer for the March of Dimes Fort Worth. She serves as the annual giving chair, volunteer and former finance committee member at Trinity Valley School. Deen received a Bachelor of Business Administration in accounting and finance and a Master of Accountancy from Texas Christian University. Deen was appointed as a director for Tarrant County in 2018 and reappointed as a director for the county in 2025.

HENRY BORBOLLA III of Fort Worth, Texas (Vice President and member, Executive Committee). Borbolla is a Fort Worth native and graduate of Texas Christian University. He is a banker with Ciera Bank Fort Worth. His community involvements include board and committee positions with Big Brothers Big Sisters, Bobby Bragan Youth Foundation, Catholic Charities Fort Worth, Community Hospice of Texas, Fort Worth Stock Show, and the University of North Texas Health Science Center Foundation. Others include DFW International Airport, Downtown Fort Worth, Inc., and the Fort Worth Visitors and Convention Bureau. He is a member of the Rotary Club of Fort Worth and the Fort Worth Stock Show Syndicate. Borbolla was appointed as director for Tarrant County in 2012 and was reappointed as director for the county in 2013 and 2019.

CATHY ALTMAN of Midlothian, Texas (member, Executive Committee and Chair, Legal and Public Policy Committee). Altman is an attorney and partner at Carrington Coleman Sloman & Blumenthal. She is a member of the American Bar Association, State Bar of Texas, Dallas Bar Association and Ellis County Bar Association. She is chair of the Midlothian Chamber of Commerce, vice president of the Ellis County Women in Business, board member of the North Texas Commission and serves on the Governing Committee of the ABA Forum on Construction Law. Altman received a Bachelor of Arts in English from Vanderbilt University and a Juris Doctor degree from the University of Kentucky School of Law. Altman was appointed as director for Ellis County in 2018 and was reappointed as director for the county in 2025.

C. COLE CAMP of Arlington, Texas, (member, Executive Committee and Chair, Utility Services Committee). Camp is the Safety and Environmental Manager for Principle Services. He is a coach for the South Metro Composite Mountain Bike Team. Cole currently serves as Chairman of the Board for Texas Interscholastic Mountain Bike League and is active in the Bikes for Mission Arlington effort. Previously, he served as vice president and director for the Red River Authority and the Opportunity School of Amarillo. He was also a member of the Panhandle Water Planning Group and the Randall County Sheriff Citizens Academy. He also served the city of Amarillo in various capacities including serving on the Water Conservation Team, Environmental Task Force, Urban Design Standards Board and the Local Emergency Planning Committee. Camp earned a Bachelor of Arts degree in political science from the University of Colorado, Colorado, Springs. Camp was appointed director at large in 2019.

BENNY L. FOGLEMAN of Livingston, Texas (member, Executive Committee and Chair Administrative and Audit Committee). Fogleman is an agency owner with Farmers Insurance Group, the President of JJ's Properties, LLC and a mortgage loan originator with 1st Alliance Mortgage Company, LLC. He holds a group one Life license and a Property and Casualty license with the State of Texas. He was recently elected as a director of the Livingston Lions Club, where he helps lead the eyeglasses program. Fogleman formerly served as the President of Livingston Rotary Club. Fogleman was appointed as director for Polk County in 2022.

JOHN W. JENKINS of Hankamer, Texas (member, Executive Committee and Chair, Resources Development Committee). Jenkins is a self-employed partner in a major farming enterprise. He graduated from Southwest Texas State University in 1981 with a bachelor's degree. He is a member of the Anahuac Area Chamber of Commerce. He serves on the boards of the Anahuac National Bank, the Texas Rice Council and the American Plant Food Corporation. Jenkins is also a committee chair for the Texas Gatorfest Committee. He is a former board member of the Trinity Bay Conservation District, the Devers Canal Rice Producers Association, the Trinity Valley Exposition, the Texas Rice Festival and the Chambers County Farm bureau. Jenkins was appointed as director for TRA's Chambers County in 1997. He was reappointed as director at large in 2009. Jenkins served as president of TRA's board of directors from 2003-2005 and as vice president from 2001-2003. He was chairman of the executive committee from 2005-2007 and chairman of the resources development committee from 2000-2002. He served as chairman of the administration committee from 2007-2009 and chairman of the legal committee from 2009-2011. Jenkins was reappointed as director for Chambers County in 2023.

C. DWAYNE SOMERVILLE of Mexia, Texas (Chair, Executive Committee). Somerville is president and owner of Natural Alternatives, Inc., Henderson RV Sales, Palestine RV Center, Eagle Ford RV Park, South Texas Family Housing, and Wash Mart Laundry, and president of Fairfield Homes and Land, LLC. He is a member of the Coin Laundry Association, an assistant scoutmaster of the Mexia Boy Scouts of America, and a youth group leader for the First Baptist Church of Mexia. Somerville attended Kilgore College. Somerville was reappointed as director for Freestone County in 2019.

JEFFREY H. BRADLEY of Huntsville, Texas (member, Legal and Public Policy Committee). Bradley is the owner of Jeff Bradley Co. He is a volunteer and participant with the Texas Alliance for Life, former member of the Huntsville Cemetery Board, and a former trustee of the American Orchid Society. He maintains and preserves one of the most historically important collections of rare orchids in the world and has lectured on his conservation efforts throughout the United States and abroad. Bradley studied natural sciences at The University of Texas at Austin, studied theology at the University of St. Thomas in Houston, and completed theological studies at Fontgombault Abbey in France. Bradley was appointed as director for Walker County in 2025.

CASEY YEARY CALLAS of Apple Springs, Texas (member, Utility Services Committee). Callas is a realtor, business owner, operator, and investor. She is a member of the National Association of Realtors and the Texas Farm Bureau and a former board member of the Ellen Trout Zoo. She is a volunteer for the Angelina County Youth Fair and former volunteer with the George H. Henderson, Jr. Exposition Center, Angelina County Chamber of Commerce, Pineywoods Youth Rodeo, and Lufkin Independent School District. Callas received a Bachelor of Business Administration in Marketing from Stephen F. Austin University. Callas was appointed as director for Trinity County in 2025.

R. CARSON DENNIS of Dallas, Texas, (member, Resources Development Committee) is an investment manager at Granite Properties, Inc. He is actively involved with Trinity Christian Academy and Park Cities Baptist Church. Dennis received a Bachelor of Business Administration from Texas A&M University. Dennis was appointed as director for Dallas County in 2025.

JERRY F. HOUSE, D. MIN. of Leona, Texas (member, Resources Development Committee). House is the owner of Leona General Store and Steakhouse and the Pecan Grove Café in Leona. He retired after 39 years of serving as a United Methodist Minister. He is a member of the Texas Restaurant Association, Southwest Cattlemen's Association and the Friends of Fort Boggy State Park. House received a Bachelor of Arts from Southwestern University, a masters in Divinity from Southern Methodist University Perkins School of Theology and a Doctor in Ministry from the McCormick Theological Seminary at the University of Chicago. House was appointed as director for Leon County in 2018 and was reappointed as director for the county in 2025.

MARGARET S.C. KELIHER of Dallas, Texas (member, Administration and Audit Committee). Keliher is a practicing attorney with a primary focus of litigation consulting. She is also the Chief Executive Officer of the Dallas Breakfast Group, which hosts civic participation events for Dallas area business and community leaders. Previously, she served as Dallas County Judge from 2002 to 2006. Prior to that, she served as Judge for the 44th State Civil District Court. She is a member of the State Bar of Texas, Dallas Bar Association, and the Texas Society of CPAs. She is a board member of the YMCA of Metropolitan Dallas, Advisory Council member of SPARK! Dallas, an arts education non-profit, a board member of the Center of American and International Law, and an executive board member of the SMU Dedman School of Law. Additionally, she is the former board chair of the Trinity River Audubon Center. Keliher received a Bachelor of Science in Accounting from the University of Virginia and a Juris Doctor degree from SMU Dedman School of Law. Keliher was appointed as director for Dallas County in 2022.

DAVID B. LEONARD of Liberty, Texas (member, Utility Services Committee). Leonard is a member of the Liberty-Dayton Chamber of Commerce and a member and past president of the Liberty Lions Club. Leonard is the director of the Knights of Columbus and a member of the Liberty Elks Lodge. He is past director of the Trinity Valley Exposition. He attended Lee College and was reappointed as director for Liberty County in 2019.

ROBERT F. MCFARLANE, M.D. of Palestine, Texas (member, Resources Development Committee). McFarlane is a cardiologist with East Texas Physician's Alliance and chief of staff at Palestine Regional Hospital, and he is the managing partner of the BigWoods on the Trinity. He is a member of the Texas Medical Association and past director and a lifetime member of the Texas Wildlife Association. In addition, he founded the Trinity Waters Foundation and served as its president for five years. He also founded East Texas Black Gumbo Retriever Club. McFarlane received a Bachelor of Arts in chemistry from Harvard College and a Doctor of Medicine from Harvard Medical School, and is board certified in internal medicine and cardiology. McFarlane was reappointed as director for Anderson County in 2023.

LEWIS H. McMAHAN of Dallas, Texas, (member, Legal and Public Policy Committee). McMahan is the owner and operator of MWR Ranch, LLC. He currently serves as a member of the advisory board of Southern Methodist University's Lyle School of Engineering, member on the Dallas Symphony Orchestra Building Committee and former member of SMU Alumni Board. He previously served as chairman on the Texas Instruments Foundation Board and as president of Texas Instruments Alumni Association, Texas Water Development Board, Dallas Regional Chamber Water Committee and past board member of the United Way of Metropolitan Dallas and the Dallas Museum of Art. McMahan earned a Bachelor of Science degree in civil engineering from SMU. McMahan was appointed as director for Dallas County in 2019.

KATHRYN L. SANDERS PYLE of Athens, Texas (member, Administration and Audit Committee). Sanders retired from teaching in 2010, after 27 years. She owned South Athens Storage for 17 years and managed Sanders Investment Properties for 13 years. She has volunteered with the Henderson County Food Pantry and the Athens Thrift Store. She earned a Bachelor of Science in family and consumer economics from the University of North Texas. Sanders was appointed as director for Henderson County in 2021.

STEVEN L. ROBERTS of Coldspring, Texas (member, Resources Development Committee,). Roberts is a former partner of Eversheds-Sutherland, and a former partner of Fulbright & Jaworski (now Norton Rose Fulbright). He is a member of the State Bar of Texas, College of the State Bar of Texas, American Bar Association, International Association of Drilling Contractors, Maritime Law Association of the United States, and the Texas Association of Defense Counsel. Roberts is actively involved in adolescent drug recovery and education, and was a founding director/member of ArchwayAcademy.org and Cornerstone. He served in the U.S. Navy and worked for the Department of Corrections. Roberts holds a Bachelor of Science in criminology and corrections from Sam Houston State University and a law degree from the University of Houston. He currently serves on various local boards and committees, including serving as President of the Cape Royale POA, and formerly served as the vice president of the San Jacinto County Appraisal District and on the Houston Livestock and Rodeo, Grand Entry Committee. His work and service as a lawyer has been recognized by Chambers USA, Benchmark Litigation, the Texas Bar Foundation and other organizations. Roberts was appointed as director for San Jacinto County in 2018 and was reappointed as director for the county in 2025.

AMIR A. RUPANI of Dallas, Texas (member, Administration and Audit Committee). Rupani is chief executive officer and president of King Import Warehouse and Texas Prince Inc. He serves as chairman of the Greater Dallas Asian American Chamber of Commerce and on the board of directors for the World Affairs Council in Dallas/Fort Worth. Formerly, he served on the board of directors for the Dallas Convention and Visitor's Bureau, the Dallas Citizens Council, the Dallas Assembly and the Dallas Planning and Zoning Board. He is the founder, organizer and former president of One World Holding Inc. And former chairman of One World Bank. Rupani was named Businessman of the Year in 2005 by the Pakistan American Congress in Washington, D.C. He received the Pioneer Award in 2006 from the Dallas/Fort Worth Asian American Citizens Council and the Minority Business Leader Award in 2008 from the Dallas Business Journal. Under his leadership, King Import Warehouse was named Exemplary Importer/Exporter Firm of the Year in 2004 by the Minority Business Development Agency, a branch of the U.S. department of Commerce. King Import Warehouse was named the Fastest Growing Company in Dallas by the Cox School of Business at Southern Methodist University in 2004. Rupani attended City College of Karachi in Pakistan. He was reappointed as director for Dallas County in 2019.

FRANK H. STEED, JR. of Kerens, Texas (member, Legal and Public Policy Committee). Steed is a 50-year veteran of the restaurant industry and is president and CEO of The Steed Consultancy. He is president and commissioner of the Navarro County Emergency Services District #1 and a board member and past chairman of the Corsicana-Navarro County Chamber of Commerce. Previously, he served as a member of the Board of Governors of the University of North Texas School of Hospitality and the Women's Food Service Forum. Steed received an honorable discharge from the Mississippi Army National Guard. Steed was appointed as director for Navarro County in 2023.

FREDERICK C. TATE of Colleyville (member, Administration and Audit Committee). Tate is the founder and managing director of CFO Shield, LLC, a fractional CFO and bookkeeping firm. Prior to launching his business, he was a vice-president with Willis Towers Watson. He is a member of Financial Executives International and volunteers with Patriot PAWS Service Dogs. Additionally, he is a member of the Colleyville Chapter of Lions International. He also serves as a member of the Judicial Compensation Commission and as a commissioner for the State Commission on Judicial Conduct. Tate received a Bachelor of Business Administration from Baylor University, with a double major in Finance and Economics.

ELIZABETH C. THOMAS, of Fort Worth, Texas (member, Legal and Public Policy Committee) is an attorney and partner at Kelly Hart and Hallman LLP. She is a member of the Tarrant County Bar Association, State Bar of Texas, and the New York State Bar. Additionally, she is an alumna interviewer with the Dartmouth College Alumni Admissions Ambassador Program. Thomas received a Bachelor of Arts in Government from Dartmouth College and Juris Doctor from University of Michigan Law School. Thomas was appointed as director for Tarrant County in 2025.

BRENDA K. WALKER, Palestine, Texas (member, Legal and Public Policy Committee). Walker is an Area Manager for Oncor Electric Delivery. She is a board member of Tri-County Meals on Wheels, Leon County Economic Development Association, Cartmell Communities Inc., and the Leon County Local Emergency Planning Committee and serves as chair of the Real Estate committee of the City of Palestine. She is a past district governor for Rotary International and currently serves as chair of the Rotary Club of Palestine Satellite Evening Club and Rotary District 5910 Youth Exchange Treasurer. Walker received a Bachelor of Applied Business Administration from Dallas Baptist University. Walker was appointed as director for Anderson County in 2019.

DAVID G. WARD of Madisonville, Texas (member, Utility Services Committee). Ward is the owner of David Ward Investments and D&J Storage. Ward is a native of Madisonville who attended the University of Houston and graduated from Universal CIT-School of Finance, Ford Motor Company School of Dealership Management and General Motors University of Automotive Management. He is a member and past president of the Madisonville Sidewalk Cattleman's Association and the Madison County Chamber of Commerce. He is the past chairman of St. Joseph Foundation and Madison St. Joseph Health Center as well as an audit and compliance committee member of the CHI St. Joseph Health System; he is also past chairman of the Madisonville Building Standards Commission, Bryan Building Standards Commission, Brazos County Economic Development Council, Madisonville Crime Stoppers and the Madisonville Fire Board. Ward is the past president of the Madison County Economic Development Corporation and president of the Madison County ISD Scholarship Foundation. He is a life member of the Madison County Fair Association and the Houston Livestock Show & Rodeo, and a member of the Madison County Go Texas committee. Ward was appointed as director for Madison County in 2018 and was reappointed as director for the county in 2025.

GREGORY S. WASSBERG of Grapeland, Texas (member, Utility Services Committee), is senior director of Topcon Healthcare. He is a member of the Pinewoods Fine Arts Association Board of Directors, Masonic Lothrop Lodge #21, Crockett Texas Elks Lodge #1729, and First United Methodist Church of Crockett. Additionally, he serves as the assistant chief of the Tejas Shores Homeowners Council. Wassberg received a Bachelor of Science in Management from the University of Houston. Wassberg was appointed as director for Houston County in 2023.

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MANAGEMENT OFFICERS

J. KEVIN WARD, General Manager. In his role as the chief executive officer, Ward oversees the largest river authority in Texas and the largest wholesale provider of wastewater treatment services in the state. With the support of eight staff groups and more than 500 employees, Ward drives the implementation of board policy for the operation and development of four water treatment facilities, five wastewater treatment facilities and one recreation project, plus water sales from four reservoirs – all serving more than 50 wholesale customers including cities, municipalities and districts throughout the 18,000-square-mile Trinity River basin. Ward manages an annual budget of more than $490 million and the Authority's assets in excess of $2.6 billion.

Ward previously served as executive administrator of the Texas Water Development Board from May 2002 to February 2011 and in various other capacities at that state agency from 1987 to 2002.

Ward is active in several organizations. He is a member of the Region H Water Planning Group, the Trinity and San Jacinto River Basins and Galveston Bay Basin and Bay Area Stakeholder Committee, and the Tarrant Regional Water District Customer Advisory Committee. He also serves on the board and executive committee of the North Texas Commission as well as on the executive committee of the Texas Water Association (formerly TWCA), where he chairs the River Authority Panel.

He is a past president and a board member of the National Water Resources Association and most recently served as chair of the Region C Regional Water Planning Group.

Additionally, he also served as the public member of the American Academy of Water Resources Engineers Board of Trustees and a visiting member of the Texas A&M University Lehrer Chair Advisory Council. He recently became a member of the American Society of Engineers Industry Leaders Council. Ward also served two terms on the board of directors for the National Waterways Conference, an organization representing national interests related to water supply and waterways transportation.

Ward was honored in 2011 with the Water Environment Association of Texas Outstanding Public Official Award, and in 2012 with TWA's President's Award.

GLENN C. CLINGENPEEL, Deputy General Manager. Clingenpeel earned Bachelor of Arts and Bachelor of Science degrees in biology from the University of Texas, a Master of Science in environmental sciences from the University of North Texas, and a Master of Business Administration from the University of Texas at Arlington. He also holds an associate degree in French and attended Sorbonne University in Paris, France. Clingenpeel is a member of the Golden Key National Honor Society, Tri-Beta Biology Honor Society and Beta Gamma Sigma Business Honor Society, and was recognized in 2006 as an MBA All-Star by the Dallas Business Journal. He joined the Trinity River Authority in April 1998 as the Clean Rivers Program coordinator and was promoted to manager of special studies and assessments in 2000. In December 2005, he was promoted to executive assistant to the general manager. In 2011, Clingenpeel was promoted to senior manager of planning and environmental services before becoming executive manager of technical services and basin planning. He was promoted to his current role in April 2026. Clingenpeel routinely presents on water quality and quantity issues and serves on several local, state, and federal committees, including the North Central Texas Council of Governments' Water Resources Council and the Galveston Bay Council. He is chairman of the Region 3 Flood Planning Group and the Texas Water Association Endangered Species Committee, and a member of the Region C Water Planning Group. Clingenpeel also serves as a longtime board member of Allied Federal Credit Union, where he serves in a voluntary capacity as chairman of the board.

ALEXIS. S. LONG, Secretary, Board of Directors and General Counsel. Long received a Bachelor of Science in Bioenvironmental Sciences from Texas A&M University and a Doctor of Jurisprudence from Texas A&M University School of Law. She joined the Authority in 2020 as Associate General Counsel and was promoted to General Counsel in 2025. Long's dedication to her field is evident. She participated in multiple environmental capstone projects in law school and a field study course focused on water, energy, and dispute resolution issues. She holds a leadership certificate from the Texas Water Foundation Water Leadership program.

CHRISTINE J. EPPS, CPA, Treasurer, Board of Directors and Chief Financial Officer. Epps received a Bachelor of Business Administration and Master of Science in Accounting degrees (Summa Cum Laude) from Texas Tech University in 2007. Upon graduation, Epps joined Deloitte, a Big Four accounting firm, in their audit and assurance practice, where she gained five years of progressive audit experience with a focus on governmental organizations such as school districts, cities, special districts and transportation authorities. She became a Certified Public Accountant of the state of Texas in 2009.

She joined the Trinity River Authority in 2012 as Financial Reporting Manager. Epps was promoted to Controller in 2016 and to Chief Financial Officer and Treasurer of the Board in 2022. She is a member of the Texas Society of Certified Public Accountants, the American Institute of Certified Public Accountants, and the Government Finance Officers Association.

DOUGLAS D. HAUDE, P.E., Executive Manager, Southern Region. Haude began working at the Trinity River Authority in January 2024. He holds a Bachelor of Business Administration in Accounting from Stephen F. Austin State University and a Bachelor of Science in Civil Engineering from the University of Houston. He is a Registered Professional Engineer in the State of Texas, with extensive experience in engineering, finance, project and program management, as well as construction management. His areas of expertise are primarily related to large public water systems and complex water-related infrastructure.

Throughout his career, Haude has served as a senior construction and/or project manager in various organizations, such as the North Harris County Regional Water Authority, San Jacinto River Authority, as well as several large engineering consulting firms where he has led engineering and construction-related projects. He has also been actively involved in various professional and community organizations, including Klein ISD Education Foundation, Harris County Municipal Utility District No. 249, the American Public Works Association – Southeast Texas Branch, and the University of Houston Engineering Alumni Association. In 2014, Haude was recognized by the Texas Chapter of American Public Works as a Top Public Works Leader of the Year, acknowledging his contributions to the field of engineering and construction management.

TAYLOR L. HUYNH, Executive Manager, Administrative Services. Huynh received a Bachelor of Science degree in Management of Information Systems from the University of Texas at Arlington. Prior to joining the Trinity River Authority, Huynh served as case liaison, serving the Texas Rehabilitation Commission and as investment partner of an employment agency serving Tarrant and Dallas counties. She began working for TRA in January 2000 as the Personnel Services Manager and advanced to Human Resources Manager in 2013 serving as human resources business partner and as project manager for information technology initiatives implementing and managing multiple enterprise software systems integration. She was promoted to her current position in December 2018.

She has held leadership positions as a committee member of the Texas Water Association Diversity Subcommittee, United Way of Tarrant County Impact Council for funding and grants, Parent Teacher Association and Uplift Education volunteer. She is an active supporter of United Way and local partner agencies and serves as campaign advisor for the Authority's annual charity donations committee. Huynh is an active member of the national Society of Human Resource Management, the Fort Worth Human Resources Management Association and a member of the International Association of HR Information Management. Huynh is a certified senior professional in human resources.

MATTHEW S. JALBERT, P.E., Executive Manager, Northern Region. Jalbert has been with the Trinity River Authority since January 2015. In 2006, he received his bachelor's degree from Texas A&M University in Civil Engineering. He received his Master of Engineering in Civil Engineering in 2012 at the University of Texas at Arlington. He worked with three engineering firms prior to 2015. He worked in the position as the Engineering Manager at TRA's Central Regional Wastewater System. In April 2019, he moved to the Planning, Design and Construction Administration group for TRA, where he served as the Manager, Engineering Services. In April 2022, he was appointed the Executive Manager, Northern Region. He holds his professional engineering license in the state of Texas as well as a Texas Commission on Environmental Quality Class B Wastewater Operator license. He is actively involved with the Water Environment Association of Texas and served as the president from 2022-2023.

WEBSTER M. MANGHAM, Executive Manager, Technical Services and Basin Planning. Mangham holds a Bachelor of Arts in communication from the University of Central Oklahoma and a Master of Science in applied geography, with a concentration in water resources management and a minor in biology, from the University of North Texas.

Mangham joined the Trinity River Authority in 2005 as a Clean Rivers Program technician II and has held progressively responsible positions within the organization. He previously served as senior manager of environmental services and water resources planning before being promoted to his current role in April 2026. He serves on the Trinity and San Jacinto Rivers Basin and Bay Expert Science Team and has experience in water rights, endangered species permitting, water resources planning, geographic information systems, environmental flow research and basin-wide environmental studies.

DOUGLAS D. HAUDE, P.E., Executive Manager, Southern Region. Haude began working at the Trinity River Authority in January 2024. He holds a Bachelor of Business Administration in Accounting from Stephen F. Austin State University and a Bachelor of Science in Civil Engineering from the University of Houston. He is a Registered Professional Engineer in the State of Texas, with extensive experience in engineering, finance, project and program management, as well as construction management. His areas of expertise are primarily related to large public water systems and complex water-related infrastructure.

Throughout his career, Haude has served as a senior construction and/or project manager in various organizations, such as the North Harris County Regional Water Authority, San Jacinto River Authority, as well as several large engineering consulting firms where he has led engineering and construction-related projects. He has also been actively involved in various professional and community organizations, including Klein ISD Education Foundation, Harris County Municipal Utility District No. 249, the American Public Works Association – Southeast Texas Branch, and the University of Houston Engineering Alumni Association. In 2014, Haude was recognized by the Texas Chapter of American Public Works as a Top Public Works Leader of the Year, acknowledging his contributions to the field of engineering and construction management.

GARY N. ORADAT, P.E., Executive Manager, Planning, Design and Construction Administration. Oradat earned a Bachelor of Science in Civil Engineering from Texas A&M University in 1975. His career spans 40 years in the public and private sectors. Prior to joining the Trinity River Authority, he held various positions with the city of Houston Department of Public Works and Engineering, including city engineer and deputy director for the Engineering, Construction and Real Estate Division and the Public Utilities Division. After 23 years, he retired from the city in 2004 and joined the Coastal Water Authority, as chief engineer and went on to be named executive director. Upon leaving CWA in 2011, he founded Oradat & Associates, P.C. and most recently was the water utilities practice lead with Halff Associates. He joined the Trinity River Authority in 2019 to lead the newly developed Planning, Design and Construction Administration team.

Oradat's professional involvement includes being a past chairman with The American Society for Testing and Materials plastic piping systems committee. He is an active member of several subcommittees including, sewer, trenchless technology and reinforced plastic piping systems. He is also a chairman and a past board member with the Gulf Coast Trenchless Association. He is currently a member of the American Public Works Association and the Society of American Military Engineers.

In 2022, Oradat was named Underground Construction Technology Association's Most Valuable Professional. He was recognized with the MVP award at a special luncheon and awards ceremony. The award, presented annually, recognizes individuals whose selfless contributions pave the way for advancement of the underground infrastructure industry.

DOUGLAS L. SHORT, Chief Information Officer. Short was hired as the Trinity River Authority's first Chief Information Officer in 2014 and leads all aspects of information technology and information security for TRA. Prior to working at TRA, Short served in the United States Air Force, enlisting as a law enforcement specialist in 1986 and subsequently was commissioned as a cyberspace operations officer. His career highlights include deployed command, command of two squadrons and standup of the Air Force Cyber Schoolhouse. He retired in 2014 at the rank of lieutenant colonel.

Among his educational accomplishments, he has completed a Bachelor of Science in Computer Science and a Master of Arts in Computer Resource and Information Management; he attended the Air Command and Staff College, Joint and Combined Warfighting School and the Air War College. Additionally, he recently graduated from the Federal Bureau of Investigation's Chief Information Security Officer Academy, is a certified information security manager and certified government chief information officer. Short has spoken at several national and local conferences on cybersecurity, is a member of the Texas Cybersecurity Council, chairs the Texas American Water Works Association

Resiliency and Cybersecurity Committee, and is a member of the Water Environment Association of Texas Safety and Security Committee.

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APPENDIX B

CERTAIN FINANCIAL AND OPERATING DATA OF THE CONTRACTING PARTIES

City of Justin, Texas
Town of Northlake, Texas

CITY OF JUSTIN, TEXAS

TABLE 1 - WATERWORKS AND SEWER SYSTEM CONDENSED STATEMENT OF OPERATIONS

	Fiscal Year Ended September 30,				
	2025	2024	2023	2022	2021
Gross Revenue (1)	$ 9,427,215	$ 6,836,120	$ 5,711,728	$ 5,534,545	$ 4,568,980
Expenses (2)	5,664,105	3,918,953	3,288,187	2,657,480	2,290,736
Net Revenue Available for Debt Service	$ 3,763,110	$ 2,917,167	$ 2,423,541	$ 2,877,065	$ 2,278,244
Water Customers	3,413	2,808	2,401	2,286	2,078
Sewer Customers	3,265	2,578	2,253	2,151	1,948

(1) Operating revenues, investment interest, and miscellaneous income.
(2) Total operating expenses, plus payments on contractual obligations, exclusive of depreciation.

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TABLE 2 - COVERAGE AND FUND BALANCES

As of September 30, 2025, the City of Justin, Texas has no water and sewer revenue debt outstanding.

TABLE 3 - AUTHORIZED BUT UNISSUED REVENUE BONDS

As of September 30, 2025, the City of Justin, Texas has no authorized but unissued revenue bonds.

TABLE 4 - WATER USAGE[(1)]

Fiscal Year Ended 30-Sep	Total Number of Pumped Gallons	Average Daily Pumped	Peak Daily Pumped
2021	257,547,000	705,608	1,249,000
2022	305,733,000	837,624	1,490,000
2023	337,079,000	923,504	2,426,000
2024	365,586,000	998,578	1,649,416
2025	407,295,000	1,115,877	2,655,000

(1) Information provided by City Staff.

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TABLE 5 – TOP TEN WATER USERS

Customer	Type of Industry	Fiscal 2025 Water Usage (000's)	Estimated Percent of Water Usage	Water Revenues Received
LIVING REATTA RANCH	Apartment	7,252,351	2.34%	$100,455
LONGMEADOW HCC #34053	Nursing Home	3,996,677	1.29%	$40,344
HAMMETT EXCAVATION INC	Construction	3,216,593	1.04%	$27,408
CROSSLAND CONSTRUCTION CO.	Construction	3,214,064	1.04%	$34,986
THE PRESERVE JUSTIN HOA	HOA	3,007,878	0.97%	$64,290
ADVENTURE CAR WASH	Car Wash	2,188,075	0.71%	$25,019
BISHOP GARDENS LLP	Apartment	2,083,222	0.67%	$33,539
LONESOME SPUR	Restaurant	1,233,813	0.40%	$11,419
TIMBERBROOK HOMEOWNERS ASSOC.	HOA	1,165,712	0.38%	$23,688
MEADOW RIDGE APARTMENTS	Apartment	1,086,921	0.35%	$12,509
		28,445,306	9.18%	373,654
	All Other Customers	281,427,188	90.82%	2,937,563
	Total Water Sold	309,872,494	100.00%	3,311,217

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TABLE 6 - MONTHLY WATER RATES (EFFECTIVE JANUARY 1, 2025)

Water Rates

Base Charge			
Overall Base Charges		$	66.22
3/4"	0 - 1,000 Gallons		36.95
1"	0 - 1,000 Gallons		61.71
1 1/2"	0 - 1,000 Gallons		123.04
2"	0 - 1,000 Gallons		196.94

Then $6.06 per each 1,000 gallons after
Sprinkler meters are same as charge except that 0-49 gallons are no charge

Sewer Rates

Base Charge			
0 - 2,000 Gallons		$	29.27

Then $8.28 per each 1,000 gallons after
Residential tops out at 18,000 cap - Max $161.75
No top out on commercial

2,001 - 18,000	Flat fee + 0.00828/additional gallon
18,001+	No charge
Trash: $12.69	$13.74 after tax

Water Deposit

3/4" (65 and older)	$50.00
3/4"	$150.00
1"	$200.00
1 1/2"	$250.00
2"	$450.00

Water Fee Cost

3/4"	$528.20
1"	$586.10
1 1/2" Turbine	$942.20
2" Turbine	$1,185.60
4" and over	owner must purchase

Meter Set Fee $100

Tap Fees

Water Tap Fees		**Sewer Tap Fees**	
Residential	$1,500.00	Residential	$2,000.00
Commercial	$1,500.00	Commercial	$2,000.00

Bulk Water:	$369.50 Base Rate
0 - 10,000	$8.18 per 1,000 gallons
10,001 - 25,000	$8.54 per 1,000 gallons
25,001 - 40,000	$8.92 per 1,000 gallons
40,001 and over	$10.32 per 1,000 gallons

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TOWN OF NORTHLAKE, TEXAS

TABLE 1 - MONTHLY WATER AND SEWER RATES (EFFECTIVE DECEMBER 16, 2025)

Water/Sewer Service Fees

		Water Fees						Sewer Fees	
Meter/Line Size	Meter Type	Base Monthly Service Charge	Water Meter Deposit	Water Meter Tap Fee (1)			Water Meter Placement Fee	Sewer Tap Fee (1)	Base Monthly Service Charge
3/4"	Simple	$ 30.90	$ 150.00	$ 1,100.00	w/. Box		$ 350.00	-	$ 61.80
1"	Simple	47.50	250.00	Actual Cost	w/. Box		400.00	-	95.00
1 1/2"	Simple	62.90	500.00	Actual Cost	w/. Box		550.00	-	125.80
2"	Simple	94.90	750.00	Actual Cost	w./ Vault		750.00	-	189.80
2"	Compound	94.90	750.00	Actual Cost	w./ Vault		2,050.00	-	189.80
2"	Turbine	94.90	750.00	Actual Cost	w./ Vault		950.00	-	189.80
3"	Compound	134.70	1,000.00	Actual Cost	w./ Vault		2,500.00	-	296.40
3"	Turbine	134.70	1,000.00	Actual Cost		50	1,200.00	-	296.40
4"	Compound	197.50	1,250.00	Actual Cost	w./ Vault		3,800.00	Actual Cost	395.00
4"	Turbine	197.50	1,250.00	Actual Cost	w./ Vault		1,600.00	Actual Cost	395.00
6"	Compound	397.30	1,500.00	Actual Cost	w./ Vault		5,300.00	Actual Cost	794.00
6"	Turbine	397.30	1,500.00	Actual Cost	w./ Vault		3,700.00	Actual Cost	794.00

Water Rates - Residential (per meter)*		Water Rates - Commercial/Industrial (per meter)*	
Base Monthly Service Charge	See Above	Base Monthly Service Charge	1.5x Above Rate
Usage (per 1,000 gal up to 5,000)	$ 5.10	Usage (per 1,000 gal up to 15,000)	$ 7.70
Usage (per 5,000 gal. over 5,001 to 15,000)	6.40	Usage (per 1000 gal 15,001 to 25,000)	$ 8.90
Usage (per 1,000 gal over 15,001)	9.50	Usage (per 1000 gal over 25,001)	10.20
Beyond Town Limits	1.5x Above Rate	Beyond Town Limits	1.50
			1.5x Above Rate

Sewer Rates-Residential (per water meter except special use meters)		Sewer Rates-Com./Ind. (per water meter except special use meters)	
Base Monthly Service Charge	See Above	Base Monthly Service Charge	1.5x Above Rate
Discharge (per 1,000 gal)	$ 8.00	Discharge (per 1,000 gal)	$ 12.00
Beyond Town Limits	1.5x Above Rate	BOD Surcharge	0.25 /lb.
		TSS Surcharge	0.5 /lb.
		Beyond Town Limits	1. Above Rate

Fire Hydrant Meter Charges	$ 3,000.00	for deposit + $100.00 per mo rental + in-town commercial usage rate
Water Reconnect for Non-Payment	$ 125.00	
Water Meter Re-read	One read annually at no cost, then $50.00 for each reread thereafter. Fee waived if mistake determined.	
Late Payment Fee	10% Overdue Balance per 15 days $10.00 min)	

(1) Charged only if not provided by property owner.

* Section A4.002 High Water usage during water management stages:

(a) Stage 2: 10% rate increase for commercial irrigation and residential water meters with readings greater than 45,000 gallons per month, per account

(b) Stage 3: 20% rate increase for commercial irrigation and residential water meters with readings greater than 45,000 gallons per month, per account

(c) Stage 4: 20% rate increase for commercial irrigation and residential water meters with readings greater than 30,000 gallons per month, per account

(1999 Code, app. A. sec. 4.200)

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Cost Recovery Fees

			North Service Area			South Service Area			
Meter Size	Meter Type	Equivalence Factor	Sewer Impact Fee	(1) Water Impact Fee	Total Cost Impact Fee	Sewer Impact Fee	(1) Water Impact Fee	(2) Ft Worth Impact Fee	Total Cost Impact Fee
5/8"		0.67	$ 4,509.77	$ 2,792.56	$ 7,302.33	$ 4,509.77	$ 13,958.78	$ 2,990.00	$ 21,458.55
3/4"	Simple	1.00	6,731.00	4,168.00	10,899.00	6,731.00	20,834.00	4,485.00	32,050.00
1"	Simple	1.67	11,240.77	6,960.56	18,201.33	11,240.77	34,792.78	7,475.00	53,508.55
1½"	Simple	3.33	22,414.23	13,879.44	36,293.67	22,414.23	69,377.22	14,950.00	106,741.45
2"	Simple	5.33	35,876.23	22,215.44	58,091.67	35,876.23	111,045.22	23,920.00	170,841.45
3"	Compound	10.00	67,310.00	41,680.00	108,990.00	67,310.00	208,340.00	65,033.00	340,683.00
4"	Turbine	20.00	134,620.00	83,360.00	217,980.00	134,620.00	416,680.00	112,125.00	663,425.00
6"	Compound	45.00	302,895.00	187,560.00	490,455.00	302,895.00	937,530.00	239,200.00	1,479,625.00
3"	Turbine	60.00	403,860.00	250,080.00	653,940.00	403,860.00	1,250,040.00	418,600.00	2,072,500.00
10"	Compound	80.00	538,480.00	333,440.00	871,920.00	538,480.00	1,666,720.00	627,900.00	2,833,100.00

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TABLE 2 - STATEMENT OF REVENUES AND EXPENSES

	Fiscal Year End September 30,				
	2025	2024	2023	2022	2021
Operating Revenues					
Water and Sewer Sales	$ 23,100,639	$ 19,775,967	$ 15,000,282	$ 10,955,278	$ 8,422,392
Impact Fees	-	-	-	-	-
Operating Expenses					
Operating Expenses	16,963,239	14,673,152	11,771,935	8,413,559	6,207,519
Depreciation	1,122,850	1,107,703	795,501	766,368	743,636
Total Operating Expenses	$ 18,086,089	$ 15,780,855	$ 12,567,436	$ 9,179,927	$ 6,951,155
Operating Income	$ 5,014,550	$ 3,995,112	$ 2,432,846	$ 1,775,351	$ 1,471,237
Non-Operating Revenues (Expenses):					
Interest Income	527,248	242,956	369,527	1,675	187
Developer Contribution	-	-	-	-	-
Miscellaneous	(1,620,000)	(1,096,774)	(1,190,876)	(734,138)	(491,012)
Total Non-Operating Revenues (Expenses)	(1,092,752)	(853,818)	(821,349)	(732,463)	(490,825)
Income (Loss) Before Transfers	$ 3,921,798	$ 3,141,294	$ 1,611,497	$ 1,042,888	$ 980,412
Income Before Contributions and Governmental Activity	-	-	-	-	-
Contributed Assets	-	9,673,131	2,591,417	2,350,942	-
Operating Transfers In	19,786,431	1,530,568	1,206,162	1,375,993	491,881
Operating Transfers Out	(6,300,000)	(3,000,000)	(14,400,000)	(7,809,381)	(3,750,000)
Beginning Net Position, as Adjusted	11,820,616	490,008	-	-	-
Change in Net Position	$ 29,228,845	$ 11,835,001	$ (8,990,924)	$ (3,039,558)	$ (2,277,707)

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APPENDIX C

CERTAIN FINANCIAL AND OPERATING DATA OF THE DENTON CREEK (JUSTIN – NORTHLAKE INTERCEPTOR SYSTEM)

TRINITY RIVER AUTHORITY OF TEXAS

NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
NOVEMBER 30, 2025

	DENTON CREEK WASTEWATER GRAHAM BRANCH	DENTON CREEK JUSTIN/ NORTHLAKE INTERCEPTOR	ELLIS COUNTY REGIONAL WATER SUPPLY	FREESTONE RAW WATER SUPPLY PROJECT
Assets				
Current Assets:				
Unrestricted Assets:				
Equity in Pooled Cash and Investments	$ 6,334	617,143	-	-
Accounts Receivable, Net of Allowance	-	-	-	-
Accounts Receivable - Contracting Parties	-	-	-	-
Contract Receivable - Current	-	-	-	-
Interest Receivable	-	-	-	-
System Contribution Receivable - Current	-	-	-	-
Due from Other Authority Funds	-	-	-	-
Prepaids and Other Assets	-	-	-	-
Total Unrestricted Assets	6,334	617,143	-	-
Restricted Assets:				
Equity in Pooled Cash and Investments	94,073	13,810,032	-	-
Accounts Receivable - Contracting Parties	-	-	-	-
Due from Other Authority Funds	-	-	-	-
Total Restricted Assets	94,073	13,810,032	-	-
Total Current Assets	100,407	14,427,175	-	-
Noncurrent Assets:				
Capital Assets:				
Land and Easements	3,133,983	58,590	-	-
Water Storage Rights	-	-	-	-
Sewage System and Extensions	19,515,434	-	-	-
Buildings	-	-	-	-
Recreational Facilities	-	-	-	-
Water Transportation and Treatment Facilities	-	-	-	-
Machinery and Equipment	-	-	-	-
Right-To-Use Leased Assets	-	-	-	-
Construction-in-Progress	-	3,874,224	-	-
Accumulated Depreciation/Amortization	(6,364,235)	-	-	-
Total Capital Assets, Net	16,285,182	3,932,814	-	-
Other Noncurrent Assets:				
Contract Receivable - Long Term	-	-	-	-
System Contribution Receivable, Less Current	-	-	-	-
Total Other Noncurrent Assets	-	-	-	-
Total Noncurrent Assets	16,285,182	3,932,814	-	-
Total Assets	**$ 16,385,589**	**18,359,989**	**-**	**-**
Deferred Outflows of Resources				
Deferred Amount on Refunding	$ -	198	-	-
Total Deferred Outflows of Resources	**$ -**	**198**	**-**	**-**

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		DENTON CREEK WASTEWATER GRAHAM BRANCH	DENTON CREEK JUSTIN/ NORTHLAKE INTERCEPTOR	ELLIS COUNTY REGIONAL WATER SUPPLY	FREESTONE RAW WATER SUPPLY PROJECT
Liabilities					
Current Liabilities:					
Payable from Unrestricted Assets:					
Accounts Payable and Accrued Expenses	$	500	7,250	-	-
Accounts Payable - Contracting Parties		5,834	609,893	-	-
Compensated Absences		-	-	-	-
Accrued Interest Payable		-	-	-	-
Due to Other Authority Funds		-	-	-	-
Lease Payable - Current		-	-	-	-
System Contribution Payable - Current		-	-	-	-
Unearned Revenue		-	-	-	-
Contracts Payable - Current Maturities		-	-	-	-
Total Payable from Unrestricted Assets		6,334	617,143	-	-
Payable from Restricted Assets:					
Accounts and Retainage Payable		-	611,409	-	-
Accrued Interest Payable		7,406	250,371	-	-
Revenue Bonds - Current Maturities		260,000	-	-	-
Total Payable from Restricted Assets		267,406	861,780	-	-
Total Current Liabilities		273,740	1,478,923	-	-
Long-Term Liabilities:					
Accounts Payable and Accrued Expenses		-	9,081	-	-
Compensated Absences, Less Current		-	-	-	-
Lease Payable, Less Current		-	-	-	-
System Contribution Payable, Less Current		-	-	-	-
Unearned Revenue		-	-	-	-
Contracts Payable, Less Current Maturities		-	-	-	-
Revenue Bonds Payable, Less Current Maturities		1,120,000	15,718,779	-	-
Total Long-Term Liabilities, Net		1,120,000	15,727,860	-	-
Total Liabilities	**$**	**1,393,740**	**17,206,783**	**-**	**-**
Deferred Inflows of Resources					
Deferred Gain on Refunding	$	24,456	-	-	-
Total Deferred Inflows of Resources	**$**	**24,456**	**-**	**-**	**-**
Net Position					
Net Investment in Capital Assets	$	14,880,726	(1,182,105)	-	-
Restricted for:					
Debt Service		86,667	1,208,008	-	-
Construction		-	1,127,501	-	-
Other Purpose		-	-	-	-
Unrestricted		-	-	-	-
Total Net Position	**$**	**14,967,393**	**1,153,404**	**-**	**-**

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TRINITY RIVER AUTHORITY OF TEXAS

NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
FOR THE FISCAL YEAR ENDED NOVEMBER 30, 2025

	DENTON CREEK WASTEWATER GRAHAM BRANCH	DENTON CREEK JUSTIN/ NORTHLAKE INTERCEPTOR	ELLIS COUNTY REGIONAL WATER SUPPLY	FREESTONE RAW WATER SUPPLY PROJECT
Operating Revenues:				
Wastewater Contract Revenue	$ 279,163	337,493	-	-
Water Supply Contract Revenue	-	-	-	-
Water Storage Contract Revenue	-	-	-	-
Raw Water Contract Revenue	-	-	262,140	1,503,487
Recreational Facilities Fees	-	-	-	-
Grant Revenue	-	-	-	-
Total Operating Revenues	279,163	337,493	262,140	1,503,487
Operating Expenses:				
Salaries and Benefits	-	-	-	-
Supplies	-	-	-	-
Other Services and Charges	-	5,000	264,149	1,506,080
Depreciation/Amortization	487,954	-	-	-
Total Operating Expenses	487,954	5,000	264,149	1,506,080
Operating Income (Loss)	**(208,791)**	**332,493**	**(2,009)**	**(2,593)**
Non-Operating Revenues (Expenses):				
Interest Expense	(19,715)	(428,336)	-	-
Debt Issuance Costs	-	(376,625)	-	-
Investment Income (Loss)	6,459	398,995	2,009	23,573
Debt Related Fees	(4,000)	(7,250)	-	-
Gain (Loss) on Disposal of Capital Assets	-	-	-	-
Other	-	-	-	-
Total Non-Operating Revenues (Expenses) - Net	(17,256)	(413,216)	2,009	23,573
Income (Loss) Before Contributions	**(226,047)**	**(80,723)**	**-**	**20,980**
CONTRIBUTIONS	-	-	-	-
CONTRIBUTION REFUNDS	-	-	(3,760)	(410,975)
TRANSFERS IN	-	-	-	-
TRANSFERS OUT	-	-	-	-
Change in Net Position	**(226,047)**	**(80,723)**	**(3,760)**	**(389,995)**
Net Position - December 1, 2024	**15,193,440**	**1,234,127**	**3,760**	**389,995**
Net Position - November 30, 2025	**$ 14,967,393**	**1,153,404**	**-**	**-**

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TRINITY RIVER AUTHORITY OF TEXAS

NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED NOVEMBER 30, 2025

	DENTON CREEK WASTEWATER GRAHAM BRANCH	DENTON CREEK JUSTIN/ NORTHLAKE INTERCEPTOR	ELLIS COUNTY REGIONAL WATER SUPPLY	FREESTONE RAW WATER SUPPLY PROJECT
Cash Flows from Operating Activities:				
Cash Received from Customers	$ 284,997	1,090,324	795,374	2,038,095
Cash Payments to Customers	(6,911)	(153,965)	(179,468)	(473,325)
Cash Payments to Suppliers for Goods and Services	-	-	(760,950)	(2,038,849)
Cash Payments for Employee Services	-	-	-	-
Cash Payments to Other Funds for Services	-	(5,000)	(15,077)	(42,326)
Cash from Other Sources	-	-	-	-
Net Cash Provided by (Used For) Operating Activities	278,086	931,359	(160,121)	(516,405)
Cash Flows from Non-Capital Financing Activities:				
Transfer from Other Authority Funds	-	-	-	-
Transfer to Other Authority Funds	-	-	-	-
Net Cash Provided by (Used for) Non-Capital Financing Activities	-	-	-	-
Cash Flows from Capital and Related Financing Activities:				
Acquisition and Construction of Capital Assets	-	(2,303,144)	-	-
Principal Paid on Revenue Bond Maturities	(255,000)	-	-	-
Interest Paid on Revenue Bonds	(26,324)	(191,439)	-	-
Principal Paid on Contracts Payable	-	-	-	-
Interest Paid on Contracts Payable	-	-	-	-
Principal Paid on Lease Payable	-	-	-	-
Interest Paid on Lease Payable	-	-	-	-
Interest Paid on Retainage	-	-	-	-
Debt Related Fees	(4,950)	(1,000)	-	-
Net Proceeds from Issuance of Bonds	-	11,020,528	-	-
Debt Issuance Costs Paid	-	(101,523)	-	-
Debt Issuance Costs Refunded	-	-	-	-
Contributions Received	-	-	-	-
Contributions Refunded	-	-	(3,760)	(410,975)
Net Cash Provided by (Used for) Capital and Related Financing Activities	(286,274)	8,423,422	(3,760)	(410,975)
Cash Flows from Investing Activities:				
Cash Received for Investment Income	6,459	398,995	2,009	23,573
Net Cash Provided by (Used For) Investing Activities	6,459	398,995	2,009	23,573
Total Change in Cash and Cash Equivalents	**(1,729)**	**9,753,776**	**(161,872)**	**(903,807)**
Cash and Cash Equivalents, Beginning of Year	**102,136**	**4,673,399**	**161,872**	**903,807**
Cash and Cash Equivalents, End of Year	**$ 100,407**	**14,427,175**	**-**	**-**

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		DENTON CREEK WASTEWATER GRAHAM BRANCH	DENTON CREEK JUSTIN/ NORTHLAKE INTERCEPTOR	ELLIS COUNTY REGIONAL WATER SUPPLY	FREESTONE RAW WATER SUPPLY PROJECT
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:					
Operating Income (Loss)	$	(208,791)	332,493	(2,009)	(2,593)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:					
Depreciation/Amortization		487,954	-	-	-
Miscellaneous Income		-	-	-	-
Change in Assets and Liabilities:					
Accounts Receivable		-	-	-	-
Accounts Receivable - Contracting Parties		-	142,938	135,439	39,719
Contracts Receivable		-	-	-	-
Interest Receivable		-	-	-	-
Due from Other Authority Funds		-	-	-	-
Prepaids and Other Assets		-	-	-	-
Accounts Payable and Accrued Expenses		-	-	(293,551)	(534,455)
Compensated Absences		-	-	-	-
Accounts Payable - Contracting Parties		(1,077)	455,928	-	(19,076)
Due to Other Authority Funds		-	-	-	-
Unearned Revenue		-	-	-	-
Total Adjustments		486,877	598,866	(158,112)	(513,812)
Net Cash Provided by (Used For) Operating Activities	$	278,086	931,359	(160,121)	(516,405)
Supplemental Noncash Disclosures:					
Gain/Loss on Disposal of Capital Assets	$	-	-	-	-
Amortization of Bond Premium/Discount		-	-	-	-
Amortization of Gain/Loss on Refunding		(5,240)	-	-	-
Change in Estimated Arbitrage Liability		-	9,081	-	-
Change in Liabilities Related to Capital Assets		-	(24,497)	-	-
Change in Assets Related to Capital Assets		-	-	-	-
Bond Issuance Costs Retained from Bond Proceeds		-	-	-	-
Transfer of Capital Assets		-	-	-	-

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APPENDIX D

FORM OF BOND COUNSEL'S OPINION

McCALL
PARKHURST & HORTON

Proposed Form of Opinion of Bond Counsel

An opinion in substantially the following form will be delivered by McCall, Parkhurst & Horton L.L.P., Bond Counsel, upon the delivery of the Bonds, assuming no material changes in facts or law.

**TRINITY RIVER AUTHORITY OF TEXAS
DENTON CREEK (JUSTIN–NORTHLAKE INTERCEPTOR SYSTEM)
REVENUE IMPROVEMENT BONDS, SERIES 2026**

IN THE AGGREGATE PRINCIPAL AMOUNT OF $26,885,000 [1]

AS BOND COUNSEL FOR THE TRINITY RIVER AUTHORITY OF TEXAS (the "*Issuer*") of the Bonds described above (the "*Bonds*"), we have examined into the legality and validity of the Bonds, which are payable, bear interest and are subject to further provisions, all in accordance with the terms and conditions stated in the text of the Bonds and the resolution of the Issuer authorizing the issuance of the Bonds, including the Pricing Certificate of General Manager authorized thereby (collectively, the "*Resolution*").

WE HAVE EXAMINED the Constitution and laws of the State of Texas, certified copies of the proceedings of the Issuer and other documents authorizing and relating to the issuance of said Bonds, including executed Bond Number T-1.

BASED ON SAID EXAMINATION, IT IS OUR OPINION that said Bonds has been authorized, issued and duly delivered in accordance with law; and that except as may be limited by governmental immunity, bankruptcy, insolvency, reorganization, moratorium, liquidation and other similar laws now or hereafter enacted relating to creditor's rights generally or by principles of equity which permit the exercise of judicial discretion, (i) the covenants and agreements in the Resolution constitute valid and binding obligations of the Issuer, and the Bonds constitute valid and legally binding special obligations of the Issuer which is secured by and payable from a first lien on and pledge of the Issuer's "Pledged Revenues" (as defined in the Bond Resolution) from the "*Agreement by and Between the City of Justin and Town of Northlake and the Trinity River Authority for Certain Wastewater Collection Mains and the Transportation of Wastewater*" between the Issuer and the City of Justin, Texas and the Town of Northlake, Texas (the "*Cities*"), and (ii) said agreement is authorized by law, has been duly executed, is valid, and is legally binding upon and enforceable by the parties thereto in accordance with its terms and provisions.

THE ISSUER has reserved the right, subject to the restrictions stated in the Resolution, to issue additional parity revenue bonds which also may be secured by and

[1] Preliminary, subject to bond pricing.

600 Congress Ave.
Suite 1800
Austin, Texas 78701
T 512.478.3805
F 512.472.0871

717 North Harwood
Suite 900
Dallas, Texas 75201
T 214.754.9200
F 214.754.9250

Two Allen Center
1200 Smith Street, Suite 1550
Houston, Texas 77002
T 713.980.0500
F 713.980.0510

700 N. St. Mary's Street
Suite 1525
San Antonio, Texas 78205
T 210.225.2800
F 210.225.2984

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made payable from a first lien on and pledge of the aforesaid Pledged Revenues on a parity with the Bonds.

THE ISSUER also has reserved the right, subject to the restrictions stated in the Resolution, to amend the Resolution with the approval of the owners of a majority of the aggregate principal amount of all outstanding parity bonds which are secured by and payable from a first lien on and pledge of the aforesaid Pledged Revenues.

THE REGISTERED OWNERS of the Bonds shall never have the right to demand payment of the principal thereof or interest thereon from any source whatsoever other than specified in the Resolution.

IT IS FURTHER OUR OPINION, except as discussed below, that the interest on the Bonds is excludable from the gross income of the owners thereof for federal income tax purposes under the statutes, regulations, published rulings and court decisions existing on the date of this opinion. We are further of the opinion that the Bonds are not "specified private activity bonds" and that, accordingly, interest on the Bonds will not be included as an individual or corporate alternative minimum tax preference item under Section 57(a)(5) of the Internal Revenue Code of 1986 (the "*Code*"). In expressing these opinions, we have relied on, and assume compliance by the Issuer with, certain covenants regarding the use and investment of the proceeds of the Bonds and the use of the property financed therewith. We call your attention to the fact that if such representations are determined to be inaccurate or upon failure by the Issuer to comply with such covenants, interest on the Bonds may become includable in gross income retroactively to the date of issuance of the Bonds.

WE CALL YOUR ATTENTION TO THE FACT that the interest on tax-exempt obligations, such as the Bonds, may be includable in a corporation's adjusted financial statement income for purposes of determining the alternative minimum tax imposed on certain corporations by section 55 of the Code.

EXCEPT AS STATED ABOVE, we express no opinion as to any other federal, state or local tax consequences of acquiring, carrying, owning or disposing of the Bonds.

WE EXPRESS NO OPINION as to any insurance policies issued with respect to the payments due for the principal of and interest on the Bonds, nor as to any such insurance policies issued in the future.

OUR SOLE ENGAGEMENT in connection with the issuance of the Bonds is as Bond Counsel for the Issuer, and, in that capacity, we have been engaged by the Issuer for the sole purpose of rendering an opinion with respect to the legality and validity of the Bonds under the Constitution and laws of the State of Texas, and with respect to the exclusion from gross income of the interest on the Bonds for federal income tax purposes, and for no other reason or purpose. We have not been requested to investigate or verify, and have not independently investigated or verified any records, data, or other material relating to the financial condition or capabilities of the Issuer or the Cities or the disclosure thereof in connection with the sale of the Bonds and have not assumed any responsibility with respect thereto or with respect to the adequacy of the Pledged Revenues. We express no opinion and make no comment with respect to the marketability of the Bonds and have relied solely on certificates executed by officials of the Issuer as to the current outstanding indebtedness of, and sufficiency of the Pledged Revenues. Our role in connection with the Issuer's offering document prepared for use in connection with the sale of the Bonds has been limited as described therein.

OUR OPINIONS ARE BASED ON EXISTING LAW, which is subject to change. Such opinions are further based on our knowledge of facts as of the date hereof. We assume no duty to update or supplement our opinions to reflect any facts or circumstances that may thereafter come to our attention or to reflect any changes in any law that may thereafter occur or become effective. Moreover, our opinions are not a guarantee of a result and are not binding on the Internal Revenue Service (the "*Service*"). Rather, such opinions represent our legal judgment based upon our review of existing law and in reliance upon the representations and covenants referenced above that we deem relevant to such opinions. The Service has an ongoing audit program to determine compliance with rules that relate to whether interest on state or local obligations is includable in gross income for federal income tax purposes. No assurance can be given whether or not the Service will commence an audit of the Bonds. If an audit is commenced, in accordance with its current published procedures the Service is likely to treat the Issuer as the taxpayer. We observe that the Issuer has covenanted not to take any action, or omit to take any action within its control, that if taken or omitted, respectively, may result in the treatment of interest on the Bonds as includable in gross income for federal income tax purposes.

Respectfully,

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Provided By

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