

OFFICIAL STATEMENT

Dated: April 28, 2022

NEW ISSUE – BOOK-ENTRY-ONLY

In the opinion of Bond Counsel, interest on the Bonds (as defined herein) 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 EXEMPTION.”

\$16,295,000

PARKER COUNTY JUNIOR COLLEGE DISTRICT

(A Political Subdivision of the State of Texas located in Hood, Jack, Palo Pinto, Parker and Wise Counties, Texas)

CONSOLIDATED FUND REVENUE BONDS, SERIES 2022

Dated Date: May 1, 2022

Due: August 1, as shown on page ii hereof

(Interest to accrue from the Delivery Date)

Interest on the Parker County Junior College District (the “District”) \$16,295,000 Consolidated Fund Revenue Bonds, Series 2022 (the “Bonds”) will accrue from the Delivery Date (as defined herein), will be payable February 1 and August 1 of each year, commencing February 1, 2023, and will be calculated on the basis of a 360-day year consisting of twelve 30-day months. The Bonds will be issued as fully registered obligations in denominations of \$5,000 of principal amount or any integral multiple thereof for any one stated maturity. 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 any integral multiple thereof. No physical delivery of the Bonds will be made to the beneficial owners thereof. Principal of and interest on the Bonds will be payable by the Paying Agent/Registrar (the “Paying Agent/Registrar”), initially. The Bank of New York Mellon Trust Company, N.A., Dallas, Texas, 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 “BOOK-ENTRY-ONLY SYSTEM” and “REGISTRATION, TRANSFER AND EXCHANGE – Paying Agent/Registrar”).

The Bonds are being issued in accordance with the Constitution and general laws of the State of Texas (the “State”), including particularly Chapter 130, Texas Education Code, as amended, and an order adopted by the Board of Trustees of the District (the “Board”) on April 25, 2022, authorizing the issuance of the Bonds (the “Bond Order”). In the Bond Order, the Board delegated to each of the President and the Executive Vice President of Financial & Administrative Services of the District (each, an “Authorized Officer”) the authority to effect the sale of the Bonds by the execution of a pricing certificate for the Bonds evidencing the final terms of the Bonds (the “Pricing Certificate”). The Bond Order and the Pricing Certificate are collectively referred to herein as the “Order”. The Bonds, together with any additional bonds that may be issued on parity with the Bonds, are special obligations of the District, payable solely from and secured by a consolidated pledge of certain revenues of the District, as described herein. The payment of the Bonds is additionally secured by a debt service reserve fund for the Bonds (see “THE BONDS – Security and Source of Payment”). **THE BONDS DO NOT CONSTITUTE GENERAL OBLIGATIONS OF THE DISTRICT, THE STATE OR ANY POLITICAL SUBDIVISION OF THE STATE. NEITHER THE TAXING POWER OF THE DISTRICT, THE STATE NOR ANY POLITICAL SUBDIVISION OF THE STATE IS PLEDGED AS SECURITY FOR THE BONDS.**

Proceeds from the sale of the Bonds will be used for the purpose of (i) acquiring, purchasing, constructing, improving, enlarging and equipping certain property, buildings, structures, activities, operations and facilities for and on behalf of the District, including new student housing facilities (the “Project”); (ii) funding a debt service reserve fund for the Bonds, which may be funded with a reserve fund surety policy; and (iii) paying the costs of issuance related to the Bonds (see “PLAN OF FINANCE – Purpose”).

The Bonds maturing on and after August 1, 2033, are subject to optional redemption prior to maturity, at the option of the District, in whole or in part, in principal amounts of \$5,000 or any integral multiple thereof, on August 1, 2032, or on any date thereafter at a redemption price equal to the principal amount thereof plus accrued interest to the date fixed for redemption (see “THE BONDS – Optional Redemption”).



The scheduled payment of principal of and interest on the Bonds when due will be guaranteed under an insurance policy to be issued concurrently with the delivery of the Bonds by ASSURED GUARANTY MUNICIPAL CORP. (see “BOND INSURANCE,” “BOND INSURANCE RISK FACTORS,” and “APPENDIX F - SPECIMEN MUNICIPAL BOND INSURANCE POLICY”).

SEE INSIDE COVER PAGE FOR MATURITY SCHEDULE

The Bonds are offered for delivery when, as and if issued and received by the underwriter named below (the “Underwriter”) and subject to the approving opinions of the Attorney General of the State of Texas and of McCall, Parkhurst & Horton L.L.P., Austin, Texas, Bond Counsel. Certain matters will be passed upon for the Underwriter by its counsel Orrick, Herrington & Sutcliffe LLP, Austin. It is expected that the Bonds will be available for delivery through the facilities of DTC on May 24, 2022 (the “Delivery Date”).

SAMCO CAPITAL

MATURITY SCHEDULE

\$16,295,000

PARKER COUNTY JUNIOR COLLEGE DISTRICT
CONSOLIDATED FUND REVENUE BONDS, SERIES 2022

<u>Maturity Date (8/1)</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Initial Yield^(B)</u>	<u>CUSIP Suffix^(A)</u>	<u>Maturity Date (8/1)</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Initial Yield^(B)</u>	<u>CUSIP Suffix^(A)</u>
2023	\$375,000	5.000%	2.390%	BV6	2032	\$785,000	5.000%	3.240%	CE3
2024	530,000	5.000%	2.630%	BW4	2033 ^(C)	825,000	5.000%	3.290%	CF0
2025	560,000	5.000%	2.790%	BX2	2034 ^(C)	865,000	5.000%	3.310%	CG8
2026	585,000	5.000%	2.820%	BY0	2035 ^(C)	910,000	4.000%	3.590%	CH6
2027	615,000	5.000%	2.900%	BZ7	2036 ^(C)	945,000	4.000%	3.650%	CJ2
2028	645,000	5.000%	2.980%	CA1	2037 ^(C)	985,000	4.000%	3.720%	CK9
2029	680,000	5.000%	3.050%	CB9	2038 ^(C)	1,020,000	4.000%	3.790%	CL7
2030	710,000	5.000%	3.100%	CC7	2039 ^(C)	1,065,000	4.000%	3.860%	CM5
2031	745,000	5.000%	3.200%	CD5					

\$3,450,000 4.000% Term Bonds due August 1, 2042, Priced to Yield 3.900% 70107RCQ6^{(A)(B)(C)}**(Interest to accrue from Delivery Date)**

Optional Redemption... The Bonds maturing on and after August 1, 2033 are subject to optional redemption prior to maturity, at the option of the District, in whole or in part, in principal amounts of \$5,000 or any integral multiple thereof, on August 1, 2032 or on any date thereafter, at a redemption price equal to the principal amount thereof plus accrued interest to the date fixed for redemption (see "THE BONDS – Redemption Provisions").

Mandatory Redemption... The Bonds maturing on August 15, 2042 (the "Term Bonds") are subject to mandatory sinking fund redemption prior to their stated maturity and shall be redeemed in part at the principal amount thereof plus accrued interest to the date of redemption in the principal amounts on August 15 in each of the years as set forth herein (see "THE BONDS – Redemption Provisions").

^(A) CUSIP numbers have been assigned to the Bonds by FactSet Research Systems Inc. on behalf of the American Bankers Association and are included solely for the convenience of the owners of the Bonds. None of the University System, the Financial Advisor or the Underwriters are responsible for the selection or the correctness of the CUSIP numbers set forth herein. CUSIP is a registered trademark of the American Bankers Association. This data is not intended to create a database and does not serve in any way as a substitute for CUSIP Services. The CUSIP number for a specific maturity is subject to being changed after the issuance of the Bonds as a result of various subsequent actions including, but not limited to, a refunding in whole or in part as a result of the procurement of secondary market portfolio insurance or other similar enhancements by investors that is applicable to all or a portion of certain maturities of the Bonds.

^(B) Initial reoffering yield represents the initial offering yield to the public which has been established by the Underwriter for offers to the public and which may be subsequently changed by the Underwriter and is the sole responsibility of the Underwriter.

^(C) The initial yields represent the lesser of yield to maturity or the first optional redemption date.

PARKER COUNTY JUNIOR COLLEGE DISTRICT

ELECTED OFFICIALS

BOARD OF TRUSTEES

<u>Name</u>	<u>Position</u>	<u>Term Expires</u>	<u>Occupation</u>
Mac Smith	Chair	May 2025	Attorney
Dan Carney	Vice President	May 2027	Attorney
Lela Morris	Secretary/Treasurer	May 2023	Retired
Sue Coody*	Member	May 2023	Retired
Dr. Trev Dixon	Member	May 2027	Chiropractor
Mr. Doug Dowd	Member	May 2023	Banker
Judy McAnally	Member	May 2025	Manager, Community and Physician Relations
Dr. Robert Marlett	Member	December 2023	Retired

*Trustee Sue Coody tendered her resignation to the Board in April of 2022. The Board anticipates filling Trustee Coody’s position by an appointment of the Board pursuant to Chapter 130 of the Education Code.

CERTAIN APPOINTED OFFICIALS

<u>Name</u>	<u>Position</u>	<u>Length of Service</u>
Dr. Tod Allen Farmer	President	4 Years
Dr. Andra Cantrell	Executive Vice President of Financial & Administrative Services	42 Years
Brent Baker	Vice President of Institutional Advancement	25 Years
Michael Endy	Vice President of Instruction & Student Services	25 Years

CONSULTANTS AND ADVISORS

Certified Public Accountants.....Snow Garrett Williams
 Bond Counsel..... McCall, Parkhurst & Horton L.L.P.
 Financial Advisor.....RBC Capital Markets, LLC

FOR ADDITIONAL INFORMATION PLEASE CONTACT:

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USE OF INFORMATION IN OFFICIAL STATEMENT

No dealer, broker, salesman or other person has been authorized by the District or the Underwriter 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 District or the Underwriter.

This Official Statement, which includes the cover page, Appendices and Schedule hereto, 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.

Certain information set forth herein has been obtained from the District 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 Underwriter. Any information and expressions of opinion herein contained are subject to change without notice, and neither the delivery of the 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 District or other matters described herein since the date hereof. See "CONTINUING DISCLOSURE OF INFORMATION" for a description of the District's undertaking to provide certain information on a continuing basis.

THE BONDS ARE EXEMPT FROM REGISTRATION WITH THE UNITED STATES SECURITIES AND EXCHANGE COMMISSION AND CONSEQUENTLY HAVE NOT BEEN REGISTERED THEREWITH. THE REGISTRATION, QUALIFICATION, OR EXEMPTION OF THE BONDS IN ACCORDANCE WITH APPLICABLE SECURITIES LAW PROVISIONS OF THE JURISDICTIONS IN WHICH THESE SECURITIES HAVE BEEN REGISTERED, QUALIFIED, OR EXEMPTED SHOULD NOT BE REGARDED AS A RECOMMENDATION THEREOF.

IN CONNECTION WITH THE OFFERING OF THE BONDS, THE UNDERWRITER MAY OVER-ALLOT OR EFFECT TRANSACTIONS THAT STABILIZE OR MAINTAIN THE MARKET PRICE 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.

None of the District, the Financial Advisor or the Underwriter make any representation regarding the information contained in this Official Statement regarding The Depository Trust Company or its Book-Entry-Only System. CUSIP numbers have been assigned to the Bonds by FactSet Research Systems Inc. on behalf of the American Bankers Association and are included solely for the convenience of the owners of the Bonds. None of the University System, the Financial Advisor or the Underwriters are responsible for the selection or the correctness of the CUSIP numbers set forth herein. CUSIP is a registered trademark of the American Bankers Association.

The Underwriter has provided the following sentence for inclusion in this Official Statement. The Underwriter has reviewed the information in the Official Statement pursuant to its responsibility to investors under the federal securities, but the Underwriter does not guarantee the accuracy or completeness of such information.

The agreements of the District and others related to the Bonds are contained solely in the contracts described herein. Neither this Official Statement nor any other statement made in connection with the offer or sale of the Bonds is to be construed as constituting an agreement with any purchasers of the Bonds. INVESTORS SHOULD READ THE ENTIRE OFFICIAL STATEMENT, INCLUDING ALL APPENDICES AND SCHEDULE ATTACHED HERETO, TO OBTAIN INFORMATION ESSENTIAL TO MAKING AN INFORMED INVESTMENT DECISION.

THIS OFFICIAL STATEMENT CONTAINS "FORWARD-LOOKING" STATEMENTS WITHIN THE MEANING OF SECTION 21E OF THE SECURITIES AND 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 THE 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.

Assured Guaranty Municipal Corp. ("AGM") makes no representation regarding the Bonds or the advisability of investing in the Bonds. In addition, AGM has not independently verified, makes no representation regarding, and does not accept any responsibility for the accuracy or completeness of this Official Statement or any information or disclosure contained herein, or omitted herefrom, other than with respect to the accuracy of the information regarding AGM supplied by AGM and presented in "BOND INSURANCE" and "APPENDIX F – SPECIMEN MUNICIPAL BOND INSURANCE POLICY".

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The cover page hereof, the section entitled "Selected Data from the Official Statement," this Table of Contents, and the Appendices attached hereto are part of this Official Statement.

SELECTED DATA FROM THE OFFICIAL STATEMENT

The selected data is a summary of certain information contained herein and 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 (which includes the Appendices and Schedule attached hereto). No person is authorized to detach these pages from this Official Statement or to otherwise use it without the entire Official Statement (which includes the Appendices attached hereto).

The District	Parker County Junior College District (the “District”) is a political subdivision of the State of Texas located in Hood, Jack, Palo Pinto, Parker and Wise Counties, Texas. The District is governed by an eight-member Board of Trustees (the “Board”). Seven Board members are elected by the public and one is appointed by Wise County. Currently, the District employs approximately 530 full-time and part-time personnel and has an enrollment of approximately 5,000 credit students each semester (see “PARKER COUNTY JUNIOR COLLEGE DISTRICT”).
The Bonds	The District’s \$16,295,000 Consolidated Fund Revenue Bonds, Series 2022 (the “Bonds”) are being issued in accordance with the Constitution and general laws of the State of Texas (the “State”), including particularly Chapter 130, Texas Education Code, as amended, and an order adopted by the Board of Trustees of the District (the “Board”) on April 25, 2022, authorizing the issuance of the Bonds (the “Bond Order”). In the Bond Order, the Board delegated to each of the President and the Executive Vice President of Financial & Administrative Services of the District (each, an “Authorized Officer”) the authority to effect the sale of the Bonds by the execution of a pricing certificate for the Bonds evidencing the final terms of the Bonds (the “Pricing Certificate”). The Bond Order and the Pricing Certificate are collectively referred to herein as the “Order”. The Bonds, together with any additional bonds that may be issued on parity with the Bonds, are special obligations of the District, payable solely from and secured by a consolidated pledge of certain revenues of the District, as described herein. In addition, the payment of the Bonds is additionally secured by a debt service reserve fund (see “THE BONDS – Security and Source of Payment”). The Bonds do not constitute general obligations of the District, the State or any political subdivision of the State. Neither the taxing power of the District, the State or any political subdivision of the State is pledged as security for the Bonds.
Purpose	Proceeds from the sale of the Bonds will be used for the purpose of (i) acquiring, purchasing, constructing, improving, enlarging and equipping certain property, buildings, structures, activities, operations and facilities for and on behalf of the District, including new student housing facilities (the “Project”); (ii) funding a debt service reserve fund for the Bonds, which may be funded with a reserve fund surety policy; and (iii) paying the costs of issuance related to the Bonds (see “PLAN OF FINANCE – Purpose”).
Payment of Interest	The Bonds will bear interest from the Delivery Date and be payable semiannually on each February 1 and August 1, commencing February 1, 2023 until maturity or prior redemption (see “THE BONDS – General Description”).
Security	The Bonds are special obligations of the District, payable on a parity basis with all other Parity Obligations, secured by, and payable from a first lien on and pledge of the Pledged Revenues (as defined herein) of the District (see “THE BONDS – Security and Source of Payment” and “APPENDIX E – SELECTED PROVISIONS OF THE ORDER”).
Redemption Provisions	<p><i>Optional Redemption.</i> The Bonds, maturing on and after August 1, 2033, are subject to optional redemption prior to maturity, at the option of the District, in whole or in part, in principal amounts of \$5,000 or any integral multiple thereof, on August 1, 2032, or on any date thereafter, at a redemption price equal to the principal amount thereof plus accrued interest to the date fixed for redemption (see “THE BONDS – Redemption Provisions”).</p> <p><i>Mandatory Redemption.</i> The Bonds maturing on August 15, 2042 (the “Term Bonds”) are subject to mandatory sinking fund redemption prior to their stated maturity and shall be redeemed in part at the principal amount thereof plus accrued interest to the date of redemption in the principal amounts on August 15 in each of the years as set forth herein (see “THE BONDS – Redemption Provisions”).</p>

Tax Exemption	In the opinion of Bond Counsel, interest on the Bonds is excludable from gross income of the owners of the Bonds for purposes of federal income taxation under existing statutes, regulations, published rulings and court decisions, subject to the matters described under “TAX EXEMPTION” herein (see “APPENDIX C – FORM OF BOND COUNSEL’S OPINION”).
Ratings	S&P is expected to assign a rating of “AA” to the Bonds by virtue of a municipal bond insurance policy to be issued by Assured Guaranty Municipal Corp. at the time of delivery of the Bonds guaranteeing the payment of principal and interest on the Bonds (see “BOND INSURANCE” and “BOND INSURANCE RISK FACTORS”). The District’s underlying rating for its revenue bonds is “A+” by S&P.
Bond Insurance	The scheduled payment of principal of and interest on the Bonds when due will be guaranteed under an insurance policy to be issued concurrently with the delivery of the Bonds by Assured Guaranty Municipal Corp. (“AGM”) (see “BOND INSURANCE,” “BOND INSURANCE RISK FACTORS,” and “APPENDIX F - SPECIMEN MUNICIPAL BOND INSURANCE POLICY”).
Reserve Fund Policy	Proceeds from the sale of the Bonds will be used to fund a debt service reserve fund for the Bonds, which will be funded with a reserve fund surety policy from AGM.
Paying Agent/ Registrar	The initial Paying Agent/Registrar is The Bank of New York Mellon Trust Company, N.A., Dallas, Texas.
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. The Bonds will be issued in principal denominations of \$5,000 of principal amount or any integral multiple thereof. 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 “BOOK-ENTRY-ONLY SYSTEM”).
Payment Record	The District has never defaulted in the payment of its bonded indebtedness.
Legal Opinion	McCall, Parkhurst & Horton L.L.P., Austin, Texas.
Delivery Date	The Bonds are expected to be available for delivery through DTC on or about May 24, 2022.

[Remainder of page left blank intentionally.]

OFFICIAL STATEMENT
relating to

PARKER COUNTY JUNIOR COLLEGE DISTRICT
(A Political Subdivision of the State of Texas located in Hood, Jack, Palo Pinto, Parker and Wise Counties, Texas)

\$16,295,000
CONSOLIDATED FUND REVENUE BONDS, SERIES 2022

INTRODUCTORY STATEMENT

This Official Statement, including Appendices A and B, has been prepared by the Parker County Junior College District (the “District”) with the assistance of RBC Capital Markets, LLC, Financial Advisor to the District, in connection with the offering by the District of its Consolidated Fund Revenue Bonds, Series 2022 (the “Bonds”). Capitalized terms used herein have the same meanings as assigned to such terms in the Order (as defined herein), except as otherwise indicated (see “APPENDIX E – SELECTED PROVISIONS OF THE ORDER”).

All financial and other information presented in this Official Statement have been provided by the District from its records, except for information expressly attributed to other sources. The presentation of information, including tables of receipts from revenues and other sources, is intended to show recent historic information, and is not intended to indicate future or continuing trends in the financial position or other affairs of the District. No representation is made that past experience, as is shown by that financial and other information, will necessarily continue or be repeated in the future.

This Official Statement speaks only as of its date, and the information contained herein is subject to change. A copy of the final Official Statement will be submitted to the Municipal Securities Rulemaking Board (“MSRB”) through its Electronic Municipal Market Access (“EMMA”) system. See “CONTINUING DISCLOSURE OF INFORMATION” for a description of the District’s undertaking to provide certain information on a continuing basis.

PLAN OF FINANCE

Purpose

Proceeds from the sale of the Bonds will be used for the purpose of (i) acquiring, purchasing, constructing, improving, enlarging and equipping certain property, buildings, structures, activities, operations and facilities for and on behalf of the District, including new student housing facilities (the “Project”); (ii) funding a debt service reserve fund for the Bonds, which may be funded with a reserve fund surety policy; and (iii) paying the costs of issuance related to the Bonds (see “PLAN OF FINANCE – Purpose”).

Sources and Uses of Proceeds

The proceeds from the sale of the Bonds will be applied approximately as follows:

Sources:	
Principal Amount of the Bonds	\$16,295,000.00
Original Issue Premium on the Bonds	<u>1,055,107.50</u>
Total Sources	<u>\$17,350,107.50</u>
Uses:	
Deposit to Project Fund	\$17,000,000.00
Costs of Issuance (including Bond Insurance Premium and Surety Policy Premium)	211,129.03
Underwriter’s Discount	<u>105,338.47</u>
Total Uses	<u>\$17,350,107.50</u>

THE BONDS

General Description

The Bonds shall be dated May 1, 2022 (the “Dated Date”) and will be issued as fully registered obligations in principal denominations of \$5,000 or any integral multiple thereof within a maturity. Interest on the Bonds will accrue from the Delivery Date to the Underwriter at the interest rates shown on page ii hereof and such interest shall be payable to the registered owners thereof on February 1, 2023, and semiannually thereafter on each August 1 and February 1, until maturity or prior redemption. Interest accruing on the Bonds will be calculated on the basis of 360-day year of twelve 30-day months. The paying agent/registrar (the “Paying Agent/Registrar”) for the Bonds is initially The Bank of New York Mellon Trust Company, N.A., Dallas, Texas.

Initially, the Bonds will be registered and delivered only to Cede & Co., the nominee of The Depository Trust Company, New York, New York (“DTC”), pursuant to the Book-Entry-Only System described below. No physical delivery of the Bonds will be made to the beneficial owners. Principal of and interest on the Bonds will be payable by the Paying Agent/Registrar to Cede & Co., which will distribute the amounts paid to the participating members of DTC for subsequent payment to the beneficial owners of the Bonds. See “BOOK-ENTRY-ONLY SYSTEM” below for a more complete description of such system.

In the event the Book-Entry-Only System is discontinued, printed certificates will be issued to the owners of the Bonds and thereafter interest on the Bonds shall be payable to the registered owner whose name appears on the bond registration books of the Paying Agent/Registrar at the close of business on the “Record Date” (hereinafter defined) and such accrued interest will be paid by (i) check sent United States mail, first class, postage prepaid, to the address of the registered owner appearing on such registration books of the Paying Agent/Registrar or (ii) such other method, acceptable to the Paying Agent/Registrar, requested by, and at the risk and expense of, the registered owner. The record date (the “Record Date”) for the interest payable on any interest payment date is the fifteenth business day of the month next preceding each such interest payment date (see “REGISTRATION, TRANSFER AND EXCHANGE – Record Date for Interest Payment”). The principal of the Bonds redeemed prior to maturity will be payable only upon presentation of such Bonds at the designated office of the Paying Agent/Registrar upon maturity or redemption, as applicable.

Authority for Issuance

The Bonds are being issued in accordance with the Constitution and general laws of the State of Texas (the “State”), including particularly Chapter 130, Texas Education Code, as amended, and an order to be adopted by the Board of Trustees of the District (the “Board”) on April 25, 2022, authorizing the issuance of the Bonds (the “Bond Order”). In the Bond Order, the Board delegated to each of the President and the Executive Vice President of Financial & Administrative Services of the District (each, an “Authorized Officer”) the authority to effect the sale of the Bonds by the execution of a pricing certificate for the Bonds evidencing the final terms of the Bonds (the “Pricing Certificate”). The Bond Order and the Pricing Certificate are collectively referred to herein as the “Order”. The Order authorizing the issuance of the Bonds will approve the form and content of this Official Statement, and any addenda, supplements or amendments thereto, and will authorize its further use in the reoffering of the Bonds by the Underwriter.

Redemption Provisions

Optional Redemption. The Bonds maturing on and after August 1, 2033 are subject to optional redemption prior to maturity, at the option of the District, in whole or in part, in principal amounts of \$5,000 or any integral multiple thereof, on August 1, 2032, or on any date thereafter, at a redemption price equal to the principal amount thereof plus accrued interest to the date fixed for redemption. If less than all of the Bonds within a stated maturity are to be redeemed, the District shall determine the principal amount and maturities to be redeemed and shall direct the Paying Agent/Registrar to select by lot or other customary method that results in a random selection, the Bonds or portions thereof, to be redeemed.

Mandatory Redemption. The Bonds maturing on August 1, 2042 (the “Term Bonds”) are subject to mandatory sinking fund redemption prior to their stated maturity in the following amounts, on the following dates and at a price of par plus accrued interest to the redemption date:

<u>Term Bond due August 1, 2042</u>	
<u>Mandatory</u>	<u>Principal</u>
<u>Redemption Date</u>	<u>Amount</u>
8/1/2040	\$1,105,000
8/1/2041	1,150,000
8/1/2042*	1,195,000

* Stated Maturity.

The Paying Agent/Registrar shall select by lot or other customary method that results in a random selection the Term Bonds within the applicable stated maturity to be redeemed from moneys set aside for that purpose in the interest and sinking fund maintained for the payment of the Bonds. Any Term Bond not selected for prior mandatory sinking fund redemption shall be paid on the date of its stated maturity or upon optional redemption.

The principal amount of Term Bonds of a stated maturity required to be redeemed on a mandatory redemption date may be reduced, at the option of the District, by the principal amount of any Term Bond of like stated maturity which, at least 50 days prior to a mandatory redemption date: (1) shall have been acquired by the District at a price not exceeding the principal amount of such Term Bonds plus accrued interest to the date of purchase thereof, and delivered to the Paying Agent/Registrar for cancellation; (2) shall have been purchased and canceled by the Paying Agent/Registrar, at the request of the District, with monies in the interest and sinking fund for the Bonds at a price not exceeding the principal amount of such Term Bond plus accrued interest to the date of purchase; or (3) shall have been redeemed pursuant to the optional redemption provisions set forth above and not theretofore credited against a mandatory redemption requirement.

Notice of Redemption

The District shall cause a written notice of such redemption to be deposited in the United States mail, first class, postage prepaid, addressed to each registered owner at the address shown on the registration books of the Paying Agent/Registrar at least 30 days prior to the date fixed for such redemption date; provided, however, that the failure to send, mail or receive such notice, or any defect therein or in the sending or mailing thereof, shall not affect the validity or effectiveness of the proceedings for the redemption of any Bonds. With respect to any optional redemption of the Bonds, unless certain prerequisites to such redemption required by the Order have been met and money sufficient to pay the principal of, premium if any, and interest on the Bonds to be redeemed will have been received by the Paying Agent/Registrar prior to the giving of such notice of redemption, such notice will state that said redemption may, at the option of the District, be conditional upon the satisfaction of such prerequisites and receipt of such money by the Paying Agent/Registrar on or prior to the date fixed for such redemption or upon any prerequisite set forth in such notice of redemption. If a conditional notice of redemption is given and such prerequisites to the redemption are not fulfilled, such notice will be of no force and effect, the District will not redeem such Bonds, and the Paying Agent/Registrar will give notice in the manner in which the notice of redemption was given, to the effect that such Bonds have not been redeemed.

ANY NOTICE SO MAILED SHALL BE CONCLUSIVELY PRESUMED TO HAVE BEEN DULY GIVEN WHETHER OR NOT THE REGISTERED OWNER OF SUCH BOND RECEIVES SUCH NOTICE. UPON THE GIVING OF THE NOTICE OF REDEMPTION, THE BONDS CALLED FOR REDEMPTION SHALL BECOME DUE AND PAYABLE ON THE SPECIFIED REDEMPTION DATE, AND INTEREST ON SUCH BOND OR PORTIONS THEREOF SHALL CEASE TO ACCRUE, IRRESPECTIVE OF WHETHER SUCH BONDS ARE SURRENDERED FOR PAYMENT, PROVIDED THAT MONIES FOR THE PAYMENT OF THE REDEMPTION PRICE AND THE INTEREST ACCRUED ON THE PRINCIPAL AMOUNT TO BE REDEEMED TO THE DATE OF REDEMPTION ARE HELD FOR THE PURPOSE OF SUCH PAYMENT BY THE PAYING AGENT/REGISTRAR.

Security and Source of Payment

The Bonds are special obligations of the District, payable on a parity basis with all other Parity Obligations, secured by, and payable from a first lien on and pledge of the Pledged Revenues of the District. "Pledged Revenues" means and includes (a) the Pledged Tuition Fee; (b) the Laboratory Fee; (c) the Other Fees; (d) the Gross Revenues of the Auxiliary Enterprise Fund System; (e) the earnings of the District on all investments of the District lawfully available for such purpose; (f) all money deposited in or credited to the Revenue Fund and the Debt Service Fund, and all interest and investment income therefrom whether or not on deposit therein; (g) with respect to a series or issue of Parity Obligations with respect to which a Reserve Fund is established, all money or Reserve Fund Obligations deposited in or to the credit of such Reserve Fund, and all interest and investment income therefrom, whether or not on deposit therein; and (h) any additional revenues, income, receipts, or other resources, including without limitation, to the extent permitted by law and not required by the terms thereof to be designated to other purposes, any grants, donations, or income thereafter received from the United States of America or the State or from any other public or private source, whether pursuant to an agreement or otherwise, that hereafter may be pledged to the payment of the Bonds; provided, however, no funds appropriated by the State shall be pledged to the payment of Parity Obligations without the prior approval of the Coordinating Board and the College of the proposed Project to be financed with such Parity Obligations (see "APPENDIX E – SELECTED PROVISIONS OF THE ORDER").

THE BONDS DO NOT CONSTITUTE OR CREATE A DEBT OR LIABILITY OF THE STATE, AND NEITHER THE FAITH AND CREDIT OF THE STATE NOR THE TAXING POWER OF THE STATE OF TEXAS, THE DISTRICT, OR ANY OTHER POLITICAL SUBDIVISION OF THE STATE IS IN ANY MANNER PLEDGED, GIVEN, OR LOANED TO THE PAYMENT OF THE BONDS; AND THE REGISTERED OWNERS OF THE BONDS DO NOT HAVE THE RIGHT TO DEMAND PAYMENT OF THE BONDS OUT OF ANY FUNDS OR SOURCES WHATSOEVER OTHER THAN THE PLEDGED REVENUES.

Parity Bonds

The Bonds will rank on a parity with the District's previously issued and now outstanding consolidated fund revenue bonds including the Consolidated Fund Revenue Bonds, Series 2012 (the "Series 2012 Bonds") and the Consolidated Fund Revenue Bonds, Series 2021 (the "Series 2021 Bonds").

Reserve Fund

In accordance with the Order, the District may establish and maintain a debt service reserve fund (the "Series 2022 Reserve Fund") for the purpose of securing a particular issue or series of Parity Obligations and the amounts once deposited in said funds shall no longer constitute Pledged Revenues but shall be held solely for the benefit of the Owners of the particular Parity Obligations for which such fund was established. The Order requires the Series 2022 Reserve Fund to be funded at an amount equal to the "Required Reserve Amount," which is the amount equal to the average Annual Debt Service Requirements for the Bonds, as determined on the date the Bonds are delivered.

The amounts on deposit in the Series 2022 Reserve Fund shall secure only the Bonds. If the Series 2022 Reserve Fund at any time contains money, securities or a Credit Facility having a value that is less than the Series 2022 Required Reserve Fund Amount, the District has agreed to cause pro rata monthly deposits to be made to the Series 2022 Reserve Fund on or before the 1st day of each month

(beginning the month following the month the deficiency occurred), from Pledged Revenues in an amount equal to 1/12th of the required reserve until the total Required Reserve Amount has been fully restored.

The District may at any time substitute a qualifying Credit Facility for all or part of the cash or other Credit Facility on deposit in, or held for the benefit of, the Series 2022 Reserve Fund. During such time as the Series 2022 Reserve Fund contains the Required Reserve Amount, the District may, at its option, withdraw any amount in the Series 2022 Reserve Fund in excess of the Required Reserve Fund Amount and, to the extent it represents proceeds from the sale of the Bonds, deposit such surplus in the Debt Service Fund, and, to the extent any such excess is from a source other than proceeds of the Bonds, in the Debt Service Fund or the Revenue Fund.

After satisfying the requirements described above for deposits to the Debt Service Fund and the Series 2022 Reserve Fund which are required to be made in the then current fiscal year, the District may use the Pledged Revenues for any lawful purpose.

Rate and Tuition Covenants

In the Order, the District has agreed to make payments into the Debt Service Fund at such times and in such amounts as are necessary to provide for the full payment of the principal of and the interest on the Bonds and any Parity Obligations when due. The District has covenanted that it will establish, charge, and use its reasonable efforts to collect Pledged Revenues which, if collected, will be sufficient to produce Pledged Revenues for each Fiscal Year in an amount at least equal to 120% of the maximum Annual Debt Service Requirements of the then outstanding Parity Obligations in the fiscal year in which such aggregate requirements are the greatest and to fund and/or maintain all funds and accounts created for the benefit of each series of Parity Obligations.

The District has further covenanted to establish, maintain, enforce, charge and collect tuition from all students enrolled at all of the District's facilities (excepting any student in a category which is exempt by law or by the District from paying such tuition charges) in such amounts as shall be necessary, together with other legally available funds, including other Pledged Revenues, to satisfy the covenant set forth in the paragraph above; provided, however, the District may increase or decrease the tuition charged to such students, and increase or decrease the rentals, rates, charges, fees, tuition or other resources of the District which constitute Pledged Revenues; and provided, further, that no such adjustment shall occur if the result thereof is that the District shall violate its covenant set forth in the paragraph above.

Flow of Funds

Pursuant to the Order, the District covenants and agrees that Pledged Revenues shall be deposited upon receipt to the credit of the Revenue Fund, and that the Pledged Revenues on deposit in the Revenue Fund shall be applied to the extent required for the following uses in the order of priority shown:

FIRST: to the payment of the amounts required to be deposited and credited to the Debt Service Fund as the same become due and payable, as follows:

(1) such amounts, deposited in approximately equal monthly installments, commencing during the month in which the Parity Obligations are delivered, or the month thereafter if delivery is made after the 15th day thereof, as will be sufficient, together with other amounts, if any, in the Debt Service Fund available for such purpose, to pay the interest scheduled to come due on the Parity Obligations on the next succeeding interest payment date; and

(2) such amounts, deposited in approximately equal monthly installments, commencing during the month that shall be the later to occur of, (i) the twelfth month before the first maturity date of the Bonds, or (ii) the month in which the Bonds are delivered, or the month thereafter if delivery is made after the 15th day thereof, as will be sufficient, together with other amounts, if any, in the Debt Service Fund available for such purpose, to pay the principal scheduled to mature on the Parity Obligations on the next succeeding principal payment date.

Provided that if at any time all Parity Obligations of the District, including the Bonds, are payable solely on a semiannual basis with payments being made on March 15 and September 15 of each year, deposits to the Debt Service Fund for the Parity Obligations may be made on a semiannual basis on or before each March 15 and September 15, commencing on the March 15 and September 15 immediately following the date of delivery of any such Parity Obligations, which shall be sufficient, together with any other money then available in the Debt Service Fund for such purpose, to pay the principal of and interest on the Parity Obligations scheduled to come due on such interest or principal payment date.

SECOND: pro rata to the payment of the amounts required to be deposited and credited (i) to the Series 2022 Reserve Fund established in accordance with the provisions of the Order to maintain the Series 2022 Required Reserve Amount therein, including amounts owed with respect to any Reserve Fund Obligation to restore the Series 2022 Required Reserve Amount with respect to such reserve funds and (ii) to each other reserve fund created and established to maintain a reserve in accordance with the provisions of any order authorizing other Parity Obligations, including amounts owed with respect to any surety bond or insurance policy or similar instrument deposited in a debt service reserve fund established by any such order to restore the amount required to be on deposit therein with respect to such debt service reserve funds.

THIRD: to the payment of the amounts required to be deposited and credited to any debt service fund or debt service reserve fund created and established for the payment of any Subordinated Debt issued by the District as the same become due and payable.

Any Pledged Revenues remaining in the Revenue Fund after satisfying the foregoing payments, or making adequate and sufficient provision for the payment thereof, may be appropriated and used for any other District purpose now or hereafter permitted by law.

With respect to the deposits to the Series 2022 Reserve Fund, the District shall fund the Series 2022 Required Reserve with the Series 2022 Reserve Fund Surety Agreement (as defined in the Order). When and so long as the Reserve Fund Obligations in the Series 2022 Reserve Fund are not less than the Series 2022 Required Reserve Fund Amount, no deposits need be made to the credit of the Series 2022 Reserve Fund. When and if the Series 2022 Reserve Fund at any time contains less than the Series 2022 Required Reserve Fund Amount due to any cause or condition, then, subject and subordinate to making the required deposits to the credit of the Debt Service Fund for the benefit of all outstanding Parity Obligations, commencing with the month during which such deficiency occurs, such deficiency shall be made up from the next available Pledged Revenues (with the Series 2021 Reserve Fund receiving a pro rata amount based on the total amount of debt service reserve funds that are being funded in any month) or from any other sources available for such purpose, in monthly installments of not less than 1/12 of the Series 2022 Required Reserve Fund Amount. Reimbursements to the "Series 2022 Surety Bond Provider" shall constitute the making up of a deficiency to the extent that such reimbursements result in the reinstatement, in whole or in part, as the case may be, of the amount of the "Series 2022 Reserve Fund Surety Agreement".

Additional Parity Obligations

In the Order, the District has reserved the right to issue additional Parity Obligations, which shall be payable from and secured by a first lien on and pledge of the Pledged Revenues, in the same manner and to the same extent as to the Bonds. The Order provides that the Debt Service Fund will equally and ratably secure all Parity Obligations. In addition, the Order provides that the District may create and establish a debt service reserve fund pursuant to the provisions of any order authorizing the issuance of Parity Obligations for the purpose of securing that particular issue or series of Parity Obligations or any specific group of issues or series of Parity Obligations. Amounts once deposited or credited to such debt service reserve funds shall no longer constitute Pledged Revenues and shall be held solely for the benefit of the owners of the particular Parity Obligations for which such debt service reserve fund was established. Each such debt service reserve fund shall be designated in such manner as is necessary to identify the Parity Obligations it secures and to distinguish such debt service reserve fund from the debt service reserve funds created for the benefit of other Parity Obligations.

The Order provides that the District may issue additional Parity Obligations upon complying with the following conditions: (i) a Designated Financial Officer shall deliver to the Board a certificate stating that, to the best of his or her knowledge, the District possesses the financial capability to satisfy the Annual Debt Service Requirements of the Financing System after taking into account the then proposed Parity Obligations, (ii) a Designated Financial Officer shall deliver to the Board a certificate stating that, to the best of his or her knowledge, the Board is in compliance with all covenants contained in any order adopted that authorizes the issuance of Parity Obligations and is not in default in the performance and observance of any of the terms, provisions, and conditions of any such order, and (iii) a Designated Financial Officer signs a written certificate to the effect that during either the next preceding Fiscal Year, or any twelve consecutive calendar month period ending not more than ninety days prior to the date of the then proposed Parity Obligations, the Pledged Revenues were at least equal to 1.25 times the average Annual Debt Service Requirements of all Parity Obligations to be outstanding after the issuance of the then proposed Parity Obligations in the Fiscal Year in which such aggregate requirements are the greatest.

Legality

The Bonds are offered for delivery when, as and if issued, subject to the approving opinions of the Attorney General of the State of Texas and of McCall, Parkhurst & Horton L.L.P., Austin, Texas, Bond Counsel (see "LEGAL MATTERS" and "APPENDIX C - FORM OF BOND COUNSEL'S OPINION").

Payment Record

The District has never defaulted in the payment of its bonded indebtedness.

Ownership

The District, the Paying Agent/Registrar and any other person may treat the person in whose name any Bond is registered as the absolute owner of such Bond for the purpose of making and receiving payment of principal and interest, and for all other purposes, whether or not such Bond is overdue, and neither the District nor the Paying Agent/Registrar will be bound by any notice or knowledge to the contrary.

All payments made to the person deemed to be the owner of any Bond in accordance with the Order and Pricing Certificate will be valid and effectual and will discharge the liability of the District and the Paying Agent/Registrar upon such Bond to the extent of the sums paid.

REGISTERED OWNERS' REMEDIES

The Order establishes specific events of default with respect to the Bonds. If the District defaults in the payment of the principal of or interest on the Bonds when due, the District defaults in the observance or performance of any of the covenants, conditions, or obligations of the District, the failure to perform which materially, adversely affects the rights of the owners, including but not limited to, their prospect or ability to be repaid in accordance with the Order, and the continuation thereof for a period of 60 days after notice of such default is given by any owner to the District, or the District commences a voluntary case or proceeding under any applicable federal or state bankruptcy, insolvency, reorganization or other similar law or any other case or proceeding to be adjudicated bankrupt or insolvent, the Order provides that any registered owner is entitled to seek a writ of mandamus from a court of proper jurisdiction requiring the District to make such payment or observe and perform such covenants, obligations, or conditions. The issuance of a writ of mandamus may be sought if there is no other available remedy at law to compel performance of the Bonds or the Order and the District's obligations are not uncertain or disputed. The remedy of mandamus is controlled by equitable principles, so 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 Order does not provide for the appointment of a trustee to represent the interest of the Bondholders upon any failure of the District to perform in accordance with the terms of the Order, 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*, 49 Tex. Sup. Ct. J. 819 (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 District's sovereign immunity from a suit for money damages, Bondholders may not be able to bring such a suit against the District for breach of the Bond or Order covenants. Even if a judgment against the District could be obtained, it could not be enforced by direct levy and execution against the District's property. Furthermore, the District is eligible to seek relief from its creditors under Chapter 9 of the U.S. Bankruptcy Code ("Chapter 9"). 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 District avail itself of Chapter 9 protection from creditors, the ability to enforce 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.

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 its nominee name. 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 District, the Financial Advisor, and the Underwriter believe the source of such information to be reliable, but take no responsibility for the accuracy or completeness thereof.

The District, the Financial Advisor and the Underwriter 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 United States Securities and Exchange Commission (the "SEC"), 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 will be issued for each maturity of Bonds, as set forth on page ii hereof, each 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 instruments (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 for 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 registered 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 companies that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). Direct Participants and Indirect Participants are referred to collectively as the “Participants.” DTC has a Standard & Poor’s rating of “AA+.” The DTC Rules applicable to its Participants are on file with the SEC. 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 Bonds (“Beneficial Owner”) is in turn to be recorded on the 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 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 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 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. Beneficial Owners of Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Bond documents. For example, Beneficial Owners of Bonds may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Bonds within an issue 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 District 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).

Redemption, principal, and interest 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 District or the Paying Agent/Registrar, on the payable date 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 nor its nominee, the Paying Agent/Registrar, or the District, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, principal, and interest payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the District 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 Participants.

DTC may discontinue providing its services as depository with respect to the Bonds at any time by giving reasonable notice to the District or the Paying Agent/Registrar. Under such circumstances, in the event that a successor depository is not obtained, security certificates for each maturity of the Bonds are required to be printed and delivered. The District may decide to discontinue use of the system of book-entry transfers through DTC (or a successor securities depository). In that event, security certificates for each maturity of the Bonds will be printed and delivered and the Bonds will be subject the transfer, exchange and registration provisions as set forth in the Order and summarized under “REGISTRATION, TRANSFER AND EXCHANGE”.

The information in this section concerning DTC and DTC’s Book-Entry-Only system has been obtained from sources that the District, the Financial Advisor, and the Underwriter believe to be reliable, but none of the District, the Financial Advisor, or the Underwriter take responsibility for the accuracy thereof.

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, payment or notices that are to be given to registered owners pursuant to the Order will be given only to DTC.

Effect of Termination of Book-Entry-Only System

In the event that the Book-Entry-Only System is discontinued by DTC or the District, the following provisions will be applicable to the Bonds. Bonds may be exchanged for an equal aggregate principal amount of Bonds in authorized denominations and of the same maturity upon surrender thereof at the principal office for payment of the Paying Agent/Registrar. The transfer of any Bond may be registered on the books maintained by the Paying Agent/Registrar for such purpose only upon the surrender of such Bond to the Paying Agent/Registrar with a duly executed assignment in form satisfactory to the Paying Agent/Registrar. For every exchange or transfer of registration of Bonds, the Paying Agent/Registrar and the District may make a charge sufficient to reimburse them for any tax or other governmental charge required to be paid with respect to such exchange or registration of transfer. The District shall pay the fee, if any, charged by the Paying Agent/Registrar for the transfer or exchange. The Paying Agent/Registrar will not be required to transfer or exchange any Bond or portion thereof (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 portion thereof called for redemption prior to maturity, within 45 days prior to its redemption date. The District and the Paying Agent/Registrar may treat the person in whose name a Bond is registered as the absolute owner thereof for all purposes, whether such Bond is overdue or not, including for the purpose of receiving payment of, or on account of, the principal of and interest on such Bond.

REGISTRATION, TRANSFER AND EXCHANGE

Paying Agent/Registrar

The initial Paying Agent/Registrar is The Bank of New York Mellon Trust Company, N.A., Dallas, Texas. The Bonds are being issued in fully registered form in integral multiples of \$5,000 of principal amount. Interest on the Bonds will be payable semiannually by the Paying Agent/Registrar by check mailed on each interest payment date by the Paying Agent/Registrar to the registered owner at the last known address as it appears on the Paying Agent/Registrar's books on the Record Date or by such other customary banking arrangement acceptable to the Paying Agent/Registrar requested by and at the risk and expense of the registered owner.

Successor Paying Agent/Registrar

Provision is made in the Order for replacing the Paying Agent/Registrar. If the District replaces the Paying Agent/Registrar, such Paying Agent/Registrar shall, promptly upon the appointment of a successor, deliver the Paying Agent/Registrar's records to the successor Paying Agent/Registrar, and the successor Paying Agent/Registrar shall act in the same capacity as the previous Paying Agent/Registrar. Any successor Paying Agent/Registrar selected by the District shall be a legally qualified bank, trust company, financial institution or other agency duly qualified and legally authorized to serve and perform the duties of the Paying Agent/Registrar for the Bonds.

Future Registration

In the event the Book-Entry-Only System is discontinued, the Bonds may be transferred, registered and assigned on the registration books only upon presentation and surrender of the Bonds to the Paying Agent/Registrar, and such registration and transfer 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 and transfer. A Bond may be assigned by the execution of an assignment form on the Bonds or by other instrument of transfer and assignment acceptable to the Paying Agent/Registrar. A new Bond or Bonds will be delivered by the Paying Agent/Registrar in lieu of the Bond being transferred or exchanged at the designated office of the Paying Agent/Registrar, or sent by United States registered mail to the new registered owner at the registered owner's request, risk and expense. 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 Owner in not more than three (3) business days after the receipt of the Bonds to be canceled in the exchange or transfer 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 of like kind and in authorized denominations and for a like aggregate principal amount as the Bond or Bonds surrendered for exchange or transfer. See "BOOK-ENTRY-ONLY SYSTEM" for a description of the system to be utilized initially in the settlement and transfer of the Bonds.

Record Date for Interest Payment

The Record Date for the interest payable on any interest payment date means the fifteenth business day of the month next preceding such interest payment 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 District. Notice of the Special Record Date and of the scheduled payment date of the past due interest (the "Special Payment Date" 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 books of the Paying Agent/Registrar at the close of business on the last business day next preceding the date of mailing of such notice.

Limitation on Transfer of Bonds

Neither the District nor the Paying Agent/Registrar shall be required to issue, transfer, or exchange, with respect to any Bond, 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.

Replacement Bonds

If any Bond is mutilated, destroyed, stolen or lost, a new Bond of like kind and in the same principal amount as the Bond so mutilated, destroyed, stolen or lost will be issued. In the case of a mutilated Bond, such new Bond will be delivered only upon surrender and cancellation of such mutilated Bond. In the case of any Bond issued in lieu of and substitution for a Bond which has been destroyed, stolen or lost, such new Bond will be delivered only (a) upon filing with the District and the Paying Agent/Registrar an application for the replacement of the damaged, mutilated, lost, stolen, or damaged Bond and proof of the ownership thereof, and (b) upon furnishing the District and the Paying Agent/Registrar with indemnity satisfactory to them. The person requesting the authentication and delivery of a new Bond must pay such expenses as the Paying Agent/Registrar may incur in connection therewith.

Defeasance

The Order provides that the District may discharge its obligations to the registered owners of any or all of the Bonds in any manner permitted by law. Under current Texas law, such discharge may be accomplished either: (i) by depositing with the Paying Agent/Registrar or other lawfully authorized entity a sum of money equal to the principal and all interest to accrue on the Bonds to maturity or redemption, and/or (ii) by depositing with the Paying Agent/Registrar or other lawfully authorized entity amounts sufficient, together with the investments earnings thereon, to provide for the payment and/or redemption of such Bonds; provided that such deposits may be invested and reinvested only in (a) direct non-callable 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, including obligations that are unconditionally guaranteed or insured by the agency or instrumentality and that, on the date the governing body of the District 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; and (c) noncallable obligations of a state or an agency or a district, municipality, or other political subdivision of a state that have been refunded and that, on the date the governing body of the District adopts or approves the proceedings authorizing the issuance of refunding obligations to refund the Bonds, as applicable, are rated as to investment quality by a nationally recognized investment rating firm not less than "AAA" or its equivalent; or (iii) any combination of (i) and (ii) above. The foregoing obligations may be in book-entry form, and shall mature and/or bear interest payable at such times and in such amounts as will be sufficient to provide for the scheduled payment and/or redemption of the Bonds, as the case may be. If any of the Bonds are to be redeemed prior to their respective dates of maturity, provision must have been made for the payment to the registered owners of such Bonds at the date of maturity or prior redemption of the full amount to which such owner would be entitled and for giving notice of redemption as provided in the Order.

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 Bonds have been made as described above, all rights of the District to initiate proceedings to call such Bonds for redemption or take any other action amending the terms of such Bonds are extinguished; provided, however, that the right to call such Bonds for redemption is not extinguished if the District: (i) in the proceedings providing for the firm banking and financial arrangements, expressly reserves the right to call such Bonds for redemption; (ii) gives notice of the reservation of that right to the owners of such Bonds immediately following the making of the firm banking and financial arrangements; and (iii) directs that notice of the reservation be included in any redemption notices that it authorizes.

There is no assurance that the current law will not be changed in a manner which would permit investments other than those described above to be made with amounts deposited to defease the Bonds. Because the Order does not contractually limit such investments, registered owners may 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.

Amendments

The District may from time to time, without the consent of any holder amend or supplement the Order in order to (i) add to the covenants and agreements of the Board contained in this Order, other covenants and agreements thereafter to be observed, or to surrender any right or power reserved to or conferred upon the Board in this Order, (ii) cure any ambiguity or inconsistency, or to cure or correct any defective provisions contained in this Order, upon receipt by the Board of an opinion of Bond Counsel, that the same is needed for such purpose, and will more clearly express the intent of this Order, (iii) supplement the security for the Bonds, replace or provide additional credit facilities, or change the form of the Bonds or make such other changes in the provisions hereof as the Board may deem necessary or desirable and that shall not, in the judgment of the Board, materially adversely affect the interests of the owners of the outstanding Bonds, (iv) to make any changes or amendments requested by any rating agency then rating or requested to rate Parity Obligations, as a condition to the issuance or maintenance of a rating, which changes or amendments do not, in the judgment of the Board, materially adversely affect the interests of the owners of the Bonds, (v) make such changes, modifications or amendments as may be necessary or desirable that shall not adversely affect the interests of the owners of the Bonds, in order, to the extent permitted by law, to facilitate the economic and practical utilization of Credit Agreements with respect to the Bonds; or (vi) make such other changes in the provisions hereof as the Board may deem necessary or desirable and that shall not, in the judgment of the Board, materially adversely affect the interests of the owners of the Bonds.

Except as provided above, the holders of Bonds aggregating in principal amount 51% of the aggregate principal amount of then Outstanding Bonds which are the subject of a proposed amendment shall have the right from time to time to approve any amendment to the Order which may be deemed necessary or desirable by the District; provided, however, without the consent of all registered owners of all outstanding Bonds, no such amendment shall: (i) make any change in the maturity of any of the Outstanding Bonds; (ii) reduce the rate of interest borne by any of the Outstanding Bonds; (iii) reduce the amount of the principal of, or redemption premium, if any, payable on any Outstanding Bonds; (iv) modify the terms of payment of principal or of interest or redemption premium on Outstanding Bonds or any of them or impose any condition with respect to such payment; (v) affect the rights of the owners of less than all Bonds then outstanding, or (vi) change the minimum percentage of the principal amount of the Bonds necessary for consent to such amendment.

BOND INSURANCE

Bond Insurance Policy

Concurrently with the issuance of the Bonds, Assured Guaranty Municipal Corp. (“AGM”) will issue its Municipal Bond Insurance Policy for the Bonds (the “Policy”). The Policy guarantees the scheduled payment of principal of and interest on the Bonds when due as set forth in the form of the Policy included as an exhibit to this Official Statement.

The Policy is not covered by any insurance security or guaranty fund established under New York, California, Connecticut or Florida insurance law.

Assured Guaranty Municipal Corp.

AGM is a New York domiciled financial guaranty insurance company and an indirect subsidiary of Assured Guaranty Ltd. (“AGL”), a Bermuda-based holding company whose shares are publicly traded and are listed on the New York Stock Exchange under the symbol “AGO”. AGL, through its operating subsidiaries, provides credit enhancement products to the U.S. and international public finance (including infrastructure) and structured finance markets and asset management services. Neither AGL nor any of its shareholders or affiliates, other than AGM, is obligated to pay any debts of AGM or any claims under any insurance policy issued by AGM.

AGM’s financial strength is rated “AA” (stable outlook) by S&P Global Ratings, a business unit of Standard & Poor’s Financial Services LLC (“S&P”), “AA+” (stable outlook) by Kroll Bond Rating Agency, Inc. (“KBRA”) and “A1” (stable outlook) by Moody’s Investors Service, Inc. (“Moody’s”). Each rating of AGM should be evaluated independently. An explanation of the significance of the above ratings may be obtained from the applicable rating agency. The above ratings are not recommendations to buy, sell or hold any security, and such ratings are subject to revision or withdrawal at any time by the rating agencies, including withdrawal initiated at the request of AGM in its sole discretion. In addition, the rating agencies may at any time change AGM’s long-term rating outlooks or place such ratings on a watch list for possible downgrade in the near term. Any downward revision or withdrawal of any of the above ratings, the assignment of a negative outlook to such ratings or the placement of such ratings on a negative watch list may have an adverse effect on the market price of any security guaranteed by AGM. AGM only guarantees scheduled principal and scheduled interest payments payable by the issuer of bonds insured by AGM on the date(s) when such amounts were initially scheduled to become due and payable (subject to and in accordance with the terms of the relevant insurance policy), and does not guarantee the market price or liquidity of the securities it insures, nor does it guarantee that the ratings on such securities will not be revised or withdrawn.

Current Financial Strength Ratings... On March 18, 2022, Moody’s announced it had upgraded AGM’s insurance financial strength rating to “A1” (stable outlook) from “A2” (stable outlook). AGM can give no assurance as to any further ratings action that Moody’s may take.

On October 20, 2021, KBRA announced it had affirmed AGM's insurance financial strength rating of "AA+" (stable outlook). AGM can give no assurance as to any further ratings action that KBRA may take.

On July 8, 2021, S&P announced it had affirmed AGM's financial strength rating of "AA" (stable outlook). AGM can give no assurance as to any further ratings action that S&P may take.

For more information regarding AGM's financial strength ratings and the risks relating thereto, see AGL's Annual Report on Form 10-K for the fiscal year ended December 31, 2021.

Capitalization of AGM...At December 31, 2021:

- The policyholders' surplus of AGM was approximately \$3,053 million.
- The contingency reserve of AGM was approximately \$877 million.
- The net unearned premium reserves and net deferred ceding commission income of AGM and its subsidiaries (as described below) were approximately \$2,127 million. Such amount includes (i) 100% of the net unearned premium reserve and deferred ceding commission income of AGM, and (ii) the net unearned premium reserves and net deferred ceding commissions of AGM's wholly owned subsidiaries Assured Guaranty UK Limited ("AGUK") and Assured Guaranty (Europe) SA ("AGE").

The policyholders' surplus of AGM and the contingency reserves, net unearned premium reserves and deferred ceding commission income of AGM were determined in accordance with statutory accounting principles. The net unearned premium reserves and net deferred ceding commissions of AGUK and AGE were determined in accordance with accounting principles generally accepted in the United States of America.

Incorporation of Certain Documents by Reference... Portions of the following document filed by AGL with the Securities and Exchange Commission (the "SEC") that relate to AGM are incorporated by reference into this Official Statement and shall be deemed to be a part hereof: the Annual Report on Form 10-K for the fiscal year ended December 31, 2021 (filed by AGL with the SEC on February 25, 2022).

All information relating to AGM included in, or as exhibits to, documents filed by AGL with the SEC pursuant to Section 13(a) or 15(d) of the Securities Exchange Act of 1934, as amended, excluding Current Reports or portions thereof "furnished" under Item 2.02 or Item 7.01 of Form 8-K, after the filing of the last document referred to above and before the termination of the offering of the Bonds shall be deemed incorporated by reference into this Official Statement and to be a part hereof from the respective dates of filing such documents. Copies of materials incorporated by reference are available over the internet at the SEC's website at <http://www.sec.gov>, at AGL's website at <http://www.assuredguaranty.com>, or will be provided upon request to Assured Guaranty Municipal Corp.: 1633 Broadway, New York, New York 10019, Attention: Communications Department (telephone (212) 974-0100). Except for the information referred to above, no information available on or through AGL's website shall be deemed to be part of or incorporated in this Official Statement.

Any information regarding AGM included herein under the caption "BOND INSURANCE – Assured Guaranty Municipal Corp." or included in a document incorporated by reference herein (collectively, the "AGM Information") shall be modified or superseded to the extent that any subsequently included AGM Information (either directly or through incorporation by reference) modifies or supersedes such previously included AGM Information. Any AGM Information so modified or superseded shall not constitute a part of this Official Statement, except as so modified or superseded.

Miscellaneous Matters... AGM makes no representation regarding the Bonds or the advisability of investing in the Bonds. In addition, AGM has not independently verified, makes no representation regarding, and does not accept any responsibility for the accuracy or completeness of this Official Statement or any information or disclosure contained herein, or omitted herefrom, other than with respect to the accuracy of the information regarding AGM supplied by AGM and presented under the heading "BOND INSURANCE".

BOND INSURANCE RISK FACTORS

General

In the event of default of the payment of principal or interest with respect to the Bonds when all or some becomes due, any owner of the Bonds shall have a claim under the Policy for such payments. However, in the event of any acceleration of the due date of such principal by reason of mandatory or optional redemption or acceleration resulting from default or otherwise, other than any advancement of maturity pursuant to a mandatory sinking fund payment, the payments are to be made in such amounts and at such times as such payments would have been due had there not been any such acceleration. The Policy does not insure against redemption premium, if any. The payment of principal and interest in connection with mandatory or optional prepayment of the Bonds by the District which is recovered by the District from the bond owner as a voidable preference under applicable bankruptcy law is covered

by the Policy, however, such payments will be made by the AGM at such time and in such amounts as would have been due absence such prepayment by the District unless the AGM chooses to pay such amounts at an earlier date.

Under most circumstances, default of payment of principal and interest does not obligate acceleration of the obligations of the AGM without appropriate consent. The AGM may direct and must consent to any remedies and the AGM's consent may be required in connection with amendments to any applicable Bond documents.

In the event the AGM is unable to make payment of principal and interest as such payments become due under the Policy, the Bonds are payable solely from the moneys received pursuant to the applicable Bond documents. In the event the AGM becomes obligated to make payments with respect to the Bonds, no assurance is given that such event will not adversely affect the market price of the Bonds or the marketability (liquidity) for the Bonds.

The long-term ratings on the Bonds are dependent in part on the financial strength of the AGM and its claims-paying ability. The AGM's financial strength and claims-paying ability are predicated upon a number of factors which could change over time. No assurance is given that the long-term ratings of the AGM and of the ratings on the Bonds insured by the AGM will not be subject to downgrade and such event could adversely affect the market price of the Bonds or the marketability (liquidity) for the Bonds (see "OTHER INFORMATION – Rating").

The obligations of the AGM are general obligations of the AGM and in an event of default by the AGM, the remedies available may be limited by applicable bankruptcy law or other similar laws related to insolvency.

Neither the District nor the Underwriter have made independent investigation into the claims-paying ability of the AGM and no assurance or representation regarding the financial strength or projected financial strength of the AGM is given. Thus, when making an investment decision, potential investors should carefully consider the ability of the District to pay principal and interest on the Bonds and the claims-paying ability of the AGM, particularly over the life of the investment.

PARKER COUNTY JUNIOR COLLEGE DISTRICT

General Description

Created in 1949, by a county-wide election, the District's boundaries are coterminous with Parker County. Its service area includes the counties of Jack, Wise, Hood and Palo Pinto. The District operates for the benefit of Weatherford College (the "College"). The College is an accredited public junior college that operates as a two-year institution offering vocational, technical and academic courses for certification or associate degrees with select baccalaureate programs. The College offers courses that are transferable to universities. The College also offers occupational/technical training courses in one-year and two-year programs and remedial courses. The College also offers a four-year baccalaureate degree in nursing and a four-year baccalaureate degree in organizational leadership.

History

The official name of the college is Weatherford College of the Parker County Junior College District, the legal successor of the old Weatherford College. In 1869, the Phoenix Lodge of the Masonic Order in Weatherford applied for and received a charter to establish a Masonic institute. The cornerstone of the building was laid that year and first classes were held two to three years later. In the early 1880's the Weatherford district of the Methodist Church became interested in the school and took over its sponsorship. In 1889, a small college that had been in operation in Granbury was moved to Weatherford and was combined with a local institution. During the late 1880's and 1890's, the program of the school extended from the lower grades of the common school through the four years of senior college. From 1903 to 1921, the college operated intermittently. In 1921, the college was reorganized as a junior college and has operated as such without interruption since that time.

In 1944 Southwestern University in Georgetown, Texas, took over the operation of the college as a branch institution under an agreement with the Board of Trustees which provided that in the event Southwestern University should discontinue its operation, the facilities would be offered to the City of Weatherford or to Parker County for the operation of a public junior college. In 1949 such change was made. The Parker County Junior College District was organized and a tax was levied by a vote of the people. Weatherford College opened its first session as a public junior college in September 1949.

In 1966, Weatherford College purchased 90 acres as a site for a new campus. Construction began in 1967 and was completed in 1968. The first classes on the new campus were held in the fall of 1968. In 1975, Weatherford College received approximately 90 acres of land and 17 buildings and equipment from the General Services Administration of the federal government for the addition of the Education Center at Mineral Wells. These facilities were part of the former Army Primary Helicopter training Facility at Fort Wolters. The College was entrusted by the agreement to use these facilities for educational purposes for 30 years. Today the College continues to use the facilities at the Mineral Wells site for occupational instruction, however, the original agreement has expired and a portion of the land has reverted to the federal government.

In addition to the main campus of Weatherford College, the College offers classes at its Education Centers at Mineral Wells and Granbury, its 300-acre Agricultural Center and at various sites throughout the College’s service area. Additionally, the College currently offers classes in Bridgeport through a cooperative lease with Wise County.

Accreditation and Affiliations

Weatherford College is accredited by the Commission on Colleges of the Southern Association of Colleges and Schools (1866 Southern Lane, Decatur, Georgia 30033-4097: Telephone number (404-697-4501)) to award associate degrees.

Governance

Policy-making and supervisory functions are the responsibility of and are vested in an eight-member Board of Trustees (the “Board”). Members of the Board serve six-year staggered terms with elections being held each even-numbered year on the first Saturday in May. The Board delegates administrative responsibilities to the President of the College and his staff. Various supporting services are provided by independent consultants and advisors (see “BOARD OF TRUSTEES” and “CERTAIN APPOINTED OFFICIALS”).

Faculty

For fiscal year 2021/22, 134 full-time faculty members and approximately 112 part-time faculty members were employed by the College. The District’s minimum requirement for a general academic faculty position is a master’s degree or Board approved equivalent. Occupational faculty members are required to hold both a college degree and a minimum of 3 to 5 years full-time trade experience in their field of instruction. At present approximately 20% of the full-time faculty members hold doctorate degrees, and 66% hold masters degrees.

During the 2021/22 school year, the beginning salaries for faculty members with no prior teaching experience are as follows:

	<u>Master’s Degree</u>	<u>Doctorate Degree</u>
Nine month position	\$40,845	\$48,197
Twelve month position	\$54,460	\$64,263

Formal collective bargaining agreements relating directly to wages and other conditions of employment are prohibited by State law, as are strikes by teachers. The Faculty Senate of Weatherford College exists to facilitate and improve the lines of communication between the faculty and administration with regard to academic and professional affairs. In addition, various local and state employee organizations engage in efforts to better the terms and conditions of employment of college employees.

Curriculum

The College has a comprehensive post-secondary curriculum for college freshman and sophomores, serving students who will continue their education at senior institutions or who are preparing for specific careers. Learning options include weekend colleges, evening classes, off-campus instruction, concurrent or early enrollment classes in high school, and online courses.

The District offers more than 24 associate degree programs, three baccalaureate degree programs, 24 certificate options, and 25 non-credit institutional awards. Students can earn an Associate in Arts, Associate in Science, Associate in Arts in Teaching, or an Associate in Applied Science. The following are just some of the areas of concentration in which a student may pursue an Associate’s degree: Accounting, Architecture, Business Administration, Chemistry, Computer Science, Engineering, Mathematics, Music, Pre-Medicine, Nursing, Organizational Leadership, Sociology, and Teacher Education. The College’s baccalaureate programs include nursing, and organizational leadership with a program in medical and health services management slated to begin in the fall of 2022.

The occupational/technical programs of the College include fields such as Fire Science Technology, Occupational Therapy Assistant, Radiologic Technology, Phlebotomy, Sonography, Occupational/Technical programs are developed with the assistance of individuals who represent business, industry, or professional groups. Each Occupational/Technical degree program must provide both academic and career-related courses. Occupational/Technical programs are reviewed annually by an advisory committee and College staff. When extensive revisions are suggested, a community needs study and/or program evaluation is conducted to determine revisions necessary for the local labor market.

Enrollment

The District has an open-door admissions policy, welcoming all adults who want to learn. The following tables set forth historical enrollment information.

Table 1 - Head Count Enrollment*

Academic Year			Summer Session		Annual Total
	Fall	Spring	First	Second	
2011/12	5,534	5,188	1,609	1,174	13,505
2012/13	5,600	5,281	1,836	1,071	13,788
2013/14	5,714	5,260	1,747	1,137	13,858
2014/15	5,635	5,234	1,640	1,051	13,560
2015/16	5,485	5,273	1,634	965	13,357
2016/17	5,623	5,595	1,911	988	14,117
2017/18	6,343	5,696	1,648	922	14,609
2018/19	6,422	5,787	1,678	949	14,836
2019/20	5,958	5,375	1,279	985	13,597
2020/21**	5,391	4,991		1,737	12,119
2021/22**	5,501	4,903		N/A	N/A

*Only includes credit fundable enrollment. Students counted once each semester/session.

**As of fiscal year 2021, enrollment in summer classes is counted as part of a single Summer Term.

Table 2 - Semester Hour Load*

	Fall 2021	Fall 2020	Fall 2019	Fall 2018	Fall 2017
18 or more semester hours	101	74	35	32	38
15-17 semester hours	401	408	511	475	389
12-14 semester hours	1,452	1,560	1,592	1,752	1,858
9-11 semester hours	1,190	1,133	1,092	1,142	1,171
6-8 semester hours	1,210	1,220	1,364	1,463	1,496
3-5 semester hours	1,098	1,001	1,290	1,414	1,286
2 or less semester hours	49	24	77	153	117
Cont. Education Students	<u>1,769</u>	<u>3,500</u>	<u>3,447</u>	<u>4,100</u>	<u>3,951</u>
Totals	<u>7,270</u>	<u>8,920</u>	<u>9,408</u>	<u>10,531</u>	<u>10,306</u>

*Includes non-credit equivalent hours.

Table 3 – Number of Semester Hours Registered – Credit Classes Only

Academic Year			Summer Session		Annual Total
	Fall	Spring	First	Second	
2011/12	52,982	48,885	7,422	5,083	114,372
2012/13	52,891	48,756	8,590	4,251	114,488
2013/14	54,010	49,375	8,055	5,109	116,549
2014/15	51,467	46,919	7,626	4,464	110,476
2015/16	48,854	46,848	7,546	4,130	107,378
2016/17	49,346	47,957	8,624	4,331	110,258
2017/18	54,497	49,223	8,292	3,633	115,645
2018/19	54,974	47,025	8,237	3,668	113,904
2019/20	51,832	44,354	4,992	3,897	105,075
2020/21*	49,890	41,766		10,963	102,619
2021/22*	49,139	42,709		N/A	N/A

*As of fiscal year 2021, enrollment in summer classes as part of a single Summer Term.

Table 4 – Annual Head Count Enrollment*

	<u>2020/21</u>	<u>2019/20**</u>	<u>2018/19</u>	<u>2017/18</u>	<u>2016/17</u>
General Academic	5,722	6,125	6,515	6,786	6,510
Vocational for Credit	<u>1,763</u>	<u>1,302</u>	<u>2,149</u>	<u>2,018</u>	<u>1,839</u>
Total for Credit	7,485	7,427	8,664	8,804	8,349
Vocational for Non-Credit Funded	<u>842</u>	<u>857</u>	<u>1,106</u>	<u>1,086</u>	<u>1,221</u>
Total	<u>8,327</u>	<u>8,284</u>	<u>9,770</u>	<u>9,890</u>	<u>9,570</u>

*Includes non-credit equivalent hours.

**Annual Head Count was down in 2019/20 largely due to the COVID-19 pandemic.

Table 5 – Annual Contact Hours Generated*

	<u>2020/21</u>	<u>2019/20**</u>	<u>2018/19</u>	<u>2017/18</u>	<u>2016/17</u>
General Academic	1,398,285	1,543,793	1,619,720	1,680,046	1,549,914
Vocational for Credit	<u>823,888</u>	<u>809,984</u>	<u>839,644</u>	<u>830,488</u>	<u>807,715</u>
Total for Credit	2,222,173	2,353,777	2,459,364	2,510,534	2,357,629
Vocational for Non-Credit Funded	<u>76,569</u>	<u>98,574</u>	<u>133,008</u>	<u>129,995</u>	<u>75,868</u>
Total	<u>2,298,742</u>	<u>2,452,351</u>	<u>2,592,372</u>	<u>2,640,529</u>	<u>2,433,497</u>

*Includes non-credit equivalent hours.

**Annual Count Hours was down in 2019/20 largely due to the COVID-19 pandemic.

Tuition and Fees

The following table provides information on the District's tuition and fee charges for each semester of the 2021/22 school year.

Table 6 – 2021/22 Tuition and Fee Breakdown

Semester Hours	Tuition Only				Fees Only		
	District Resident	Out of District Wise Co Residents	Out of District ECBG	Out of District	Out of State	Institutional Enrichment Fee	Parking Fee
1	\$102	\$129	\$157	\$170	240	\$20	\$30
2	204	258	314	340	480	40	30
3	306	387	471	510	720	60	30
4	408	516	628	380	960	80	30
5	510	645	785	850	1,200	100	30
6	612	774	942	1,020	1,440	120	30
7	714	903	1,099	1,190	1,680	140	30
8	816	1,032	1,256	1,360	1,920	160	30
9	918	1,161	1,413	1,530	2,160	180	30
10	1,020	1,290	1,570	1,700	2,400	200	30
11	1,122	1,419	1,727	1,870	2,640	220	30
12	1,224	1,548	1,887	2,040	2,880	240	30
13	1,362	1,677	2,051	2,210	3,120	260	30
14	1,428	1,806	2,198	2,380	3,360	280	30
15	1,530	1,935	2,355	2,550	3,600	300	30
16	1,632	2,064	2,512	2,720	3,840	320	30
17	1,734	2,193	2,669	2,890	4,080	340	30
18	1,836	2,322	2,826	3,060	4,320	360	30
19	1,938	2,451	2,983	3,230	4,560	380	30
20	2,040	2,580	3,140	3,400	4,800	400	30
21	2,142	2,709	3,297	3,570	5,040	420	30

Attendance Costs

The following represents the estimated annual cost for a District Resident student taking 15 semester credit hours in each semester for the 2020/21 and 2021/22 school year:

	<u>2020/21</u>		<u>2021/22</u>	
	<u>Fall</u>	<u>Spring</u>	<u>Fall</u>	<u>Spring</u>
Tuition and Fees	\$1,425	\$1,425	\$1,530	\$1,530
Institutional Enrichment Fee	225	225	300	300
Laboratory Fee	24	24	24	24
Books	<u>900</u>	<u>900</u>	<u>900</u>	<u>900</u>
Total for Commuter Student	\$2,574	\$2,574	\$2,754	\$2,754
Room and Board in Residence Halls	<u>3,848</u>	<u>3,848</u>	<u>3,835</u>	<u>3,835</u>
Total for Dorm Student	<u>\$6,422</u>	<u>\$6,422</u>	<u>\$6,589</u>	<u>\$6,589</u>
Total Est. Annual Cost (Commuter Student)		<u>\$5,148</u>		<u>\$5,508</u>
Total Est. Annual Cost (Dorm Student)		<u>\$12,844</u>		<u>\$13,178</u>

The District’s Maintenance Tax

Chapter 130, Texas Education Code, as amended (the “Act”), authorizes a junior college district to levy an annual ad valorem tax at a combined rate (for payment of (i) maintenance and operations and (ii) debt service on voted bonds) of not to exceed \$1.00 per \$100 of taxable assessed valuation (of which the maximum amount for payment of debt service on voted bonds may not exceed \$0.50), subject to the approval of voters in the district. Pursuant to an election held in the District on August 6, 1949 (the “Election”), the District is authorized to levy annual ad valorem taxes for maintenance and operations at a rate not to exceed \$0.30 per \$100 assessed valuation of taxable property in the District. **NO PROCEEDS OF THE DISTRICT’S MAINTENANCE TAX HAVE BEEN, OR MAY BE, PLEDGED TO SECURE THE DISTRICT’S REVENUE DEBT, INCLUDING THE BONDS.**

Sources of Funding for the District

The District has historically received its funding from three primary sources of revenue: appropriations from the State, ad valorem tax collections, and student tuition, fees and other charges.

State Appropriations. Since 2013, general revenues of the State have been appropriated for the support of the junior community colleges using a performance based funding methodology and an Outcomes-Based Formula. This formula is divided into 3 funding strategies: Contact Hours, Core Operations, and Student Success Points Funding. In particular, for each State fiscal biennium, the amount appropriated by the Texas Legislature for each public junior and community college district is based on each district’s proportionate share of the total number of contact hours generated statewide by students enrolled in state-approved courses offered during the previous summer, fall and spring semesters. A contact hour is an instructional hour in which a student has contact with an instructor, including both lecture and laboratory hours. The proportional share of state appropriations allocated to each public junior or community college district is determined using a funding formula consisting of the product of (1) the median cost of each particular course contact hour for all junior and community colleges in the State times (2) the total number of contact hours for the district. Contact hour funding continues to be the primary funding. During this last biennium, Core operations were also funded at \$680,406 per year for each community college and are intended to help cover basic operating costs, regardless of size or geographic locations. The Student Success Points portion of the appropriations are based upon a metric system designed to reward achievement and progress for all students from the least prepared to the most college ready student.

Amounts received from state appropriations, generally, may not be used to pay debt service on bonds (including the Bonds) or any other indebtedness of a district.

The availability and levels of State and federal funding for government operations and programs have become increasingly uncertain as a result of financial pressures and revenue shortfalls affecting the State, federal and other levels of government. Such uncertainty did affect the availability and levels of State and federal funding for junior and community college districts for the 2022/23 State biennium and the District expects such uncertainty to continue to affect levels of State and federal funding for the 2024/25 State biennium and, possibly, subsequent biennia.

State appropriations for District operations and employee benefits comprised approximately 19% of the District’s total revenues for the fiscal year ending August 31, 2021 (as reported in the District’s annual financial statements). Appropriations for overall operations were essentially the same as compared to the fiscal year ending August 31, 2020. Over the District’s next two academic years (2022/23 and 2023/24), the District expects enrollment and contact hours to increase with the expansion of emerging technology and workforce

programs, the addition of a third baccalaureate degree in medical and health services management, along with additions to the athletic program, including volleyball, men's tennis, and women's golf. The District is also seeking approval for two additional baccalaureate degrees in robotics and automation engineering and in elementary teaching with English as a second certification. If approved, the District has slated these degree programs to be available in the fall of 2023. However, due to reductions in the aggregate amount of state appropriations available to support junior and community colleges, in general, state appropriations to the District for the 2022/23 biennium have declined by 4%. On a positive note, Student Success point funding increased for the 2022/23 biennium by \$433,111, representing total student success point funding of \$1,400,409 for the biennium. Reductions in overall state funding for junior and community colleges are expected to impose constraints on the District's general operating budget and increase the pressure to offset diminished state funding with other sources of revenues, including ad valorem tax receipts and student tuition and fees.

The District has proactively prepared for reductions in state appropriations for the 2022/23 biennium by increasing tuition and fee rates for the 2021/22 academic year and recommending additional increases in 2022/23, absorbing selected non-instructional staff positions, and reducing budget for travel, supplies, utilities and operating expenses. The District intends to continue to address reductions in state appropriations through consideration of different options, including the implementation of cost cutting measures, tuition and/or fee increases, and tax revenue increases based on a growing local economy. The District expects that its instructional sites will continue to operate at full capacity and that student services will not be affected by any reduction in state appropriations (see "Management's Discussion and Analysis" in "APPENDIX D – EXCERPTS FROM THE DISTRICT'S ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED AUGUST 31, 2021").

Ad Valorem Tax Collections... Pursuant to the Act and subject to the approval of voters in the District, the District is authorized to levy annual ad valorem taxes to support its operations and the maintenance of its facilities. In addition, the District is authorized to levy and pledge annual ad valorem taxes sufficient to pay the principal of and interest on voted ad valorem tax-secured bonds as the same come due; provided, that the annual debt service bond tax shall never exceed \$0.50 on the \$100 valuation of taxable property in the District, and the annual debt service bond tax, together with the annual maintenance and operations tax, shall never exceed \$1.00 on the \$100 valuation of taxable property in the District. The District is currently authorized to levy a maintenance and operations tax of not to exceed \$0.30 per \$100 assessed valuation. **No portion of the District's ad valorem taxes are pledges to the payment of debt service on the Bonds.**

Taxable values in the District increased by approximately 7.34% in fiscal year 2020/21 and increased by approximately 14.98% in fiscal year 2021/22. Recent sizable increases are largely attributable to a growing economy and growth in the area. Growth has helped the District maintain a fairly flat maintenance and operations tax rate, while its debt service tax rate has declined in recent years. The taxable values for fiscal year 2022/23 are projected to increase by approximately 5-6% due in large part to the economic growth.

Student Tuition, Fees and Other Charges... Tuition and fees are collected from all students (except certain small categories of students exempt by law) enrolled at the District. In addition, the District collects revenues from other sources, including book store revenues, vending concessions, testing fees, and other miscellaneous revenues. Also, federal funds are allocated for specific program support or specific student classification such as veterans or handicapped students (see "APPENDIX A - Table 7 - Statement of Revenues, Expenses and Changes in Net Assets" and "APPENDIX D – EXCERPTS FROM THE DISTRICT'S ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED AUGUST 31, 2021"). Revenues generated from the collection of tuition, fees and other charges are not pledged to secure the payment of debt service on the District's tax bonds.

Weatherford College Foundation

The Weatherford College Foundation Incorporated (the "College Foundation") was chartered in 1978 operating under the Texas Non-Profit Corporation Act. Its sole purpose is to provide educational support generate financial support and develop resources that will impact the educational experience of students, faculty and staff of Weatherford College. The College Foundation has more than \$12.7 million in assets.

The College Foundation is governed by a 23-member Board of Directors, composed of business and civic leaders of Parker County who serve without compensation. The Board of Directors meets four times a year, while the Executive Committee and other standing committees meet as needed. The College Foundation is classified by the Internal Revenue Services as a 501(c)(3) organization and contributions to the College Foundation are tax-deductible.

Competing Educational Institutions

Nearby colleges include Tarrant County College ("TCC"), a two-year community college in neighboring Tarrant County. Like the District, TCC is part of the comprehensive community college system of the State and it offers degrees for students whose goal is to transfer to an upper level college or university to complete a baccalaureate as well as occupational/technical programs at its campuses throughout the cities of Fort Worth, Arlington, Hurst and online. Total undergraduate enrollment (unduplicated students) for fall 2020 was 46,561.

Other higher educational institutions in the area include Texas Christian University and Texas Wesleyan University both in Fort Worth. Texas Christian University is private Christian university with undergraduate, graduate and doctoral programs with a significant academic and research focus. Texas Wesleyan University is a private historically Methodist university with undergraduate, graduate and doctoral programs. The University of North Texas and Texas Woman's University are two public four-year comprehensive universities with main campuses in Denton, Texas.

FINANCIAL POLICIES AND ADMINISTRATION OF THE DISTRICT

Basis of Accounting

For financial statement purposes, the District is considered a special-purpose government engaged only in business-type activities. Accordingly, the financial statements of the District are presented using the economic measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All significant intra-agency transactions have been eliminated.

Encumbrance accounting, under which purchase order, contracts, and other commitments for expenditures of funds are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the financial statements. Under State law, appropriations lapse at August 31, and encumbrances outstanding at that time are to be either canceled or appropriately provided for in the subsequent year's budget. Encumbrances outstanding at year-end that were provided for in the subsequent year's budget are reported as reservations of net assets since they do not constitute expenditures or liabilities.

Net Assets

The District's net assets are classified as follows:

Investment in Capital Assets, Net of Related Debt. This represents the District's total investment in capital assets, net of outstanding debt obligations related to those capital assets. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included as a component of investment in capital assets, net of related debt.

Restricted Net Assets – Expendable. Restricted expendable net assets include resources in which the District is legally or contractually obligated to spend resources in accordance with restrictions imposed by external third parties.

Restricted Net Assets – Nonexpendable. Nonexpendable restricted net assets consist of endowment and similar type funds in which donors or other outside sources have stipulated, as condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity, and invested for the purpose of producing present and future income, which may either be expended or added to principal.

Unrestricted Net Assets. Unrestricted net assets represent resources derived from student tuition and fees, state appropriations, and sales and services of educational departments and auxiliary enterprises. These resources are used for transactions relating to the educational and general operations of the District, and may be used at the discretion of the governing board to meet the current expenses for any purpose. These resources also include auxiliary enterprises, which are substantially self-supporting activities that provide services for students, faculty and staff.

Investments. The District accounts for its investments at fair value in accordance with GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools. Changes in unrealized gain (loss) on the carrying values of investments are reported as a component of investment income in the statements of revenue, expenses, and changes in net assets.

Classification of Revenues

The District has classified its revenues as either operating or non-operating revenues according to the following criteria:

Operating Revenues: Operating revenues include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship discounts and allowances, (2) sales and services of auxiliary enterprises, net of scholarship discounts and allowances, (3) most federal, state and local grants and contracts and federal appropriations, and (4) interest on institutional student loans.

Nonoperating Revenues: Nonoperating revenues include activities that have the characteristics of nonexchange transactions, such as gifts and contributions, and other revenue sources that are defined as nonoperating revenues under GASB No. 9, Reporting Cash Flows of Propriety and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting, and GASB No. 34, such as state appropriations and investment income.

Scholarship Discounts and Allowances

Student tuition and fee revenues, and certain other revenue from students, are reported as net scholarship discounts and allowances in the statements of revenues, expenses, and changes in net assets. Scholarship discounts and allowances are the difference between the stated charge for goods and services provided by the District, and the amount that is paid by students and/or third parties making payments on the students' behalf. Certain governmental grants, such as Pell grants, and other federal, state or nongovernmental programs, are recorded as either operating or nonoperating revenues in the District's financial statements. To the extent that revenues from such programs are used to satisfy tuition and fees and other student charges, the District has recorded a scholarship discount and allowance.

EMPLOYEES RETIREMENT PLAN

Retirement Plans

The Teacher Retirement System of Texas ("TRS"), a Public Employee Retirement System ("PERS"), is a multiple-employer defined benefit pension plan. By statute, the State contributes to the retirement system an amount equal to the current authorized rate times the aggregate annual compensation of all members of the retirement system during that fiscal year. For members of the retirement system entitled to the minimum salary for certain school personnel under Section 16.056, Texas Education Code, the employing district shall pay the State's contribution on the portion of the member's salary that exceeds the statutory minimum. The contribution rates of members, the State and employers (like the District) for fiscal year 2020 was 7.7%, 6.8%, and 6.8%, respectively and for fiscal year 2021 was 7.7%, 7.5% and 7.5% respectively. For fiscal year 2020, the contributions totaled \$1,017,969 for members, \$444,613 for the State and \$529,945 for the District (see "APPENDIX D – EXCERPTS FROM THE DISTRICT'S ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED AUGUST 31, 2021 – Note 10").

The State has also established an optional retirement program for institutions of higher education. Participation in the optional retirement program is in lieu of participation in the TRS. The optional retirement program provides for the purchase of annuity contracts. The percentages of participant salaries currently contributed by the State/District and each participant are 6.60% and 6.65%, respectively. The District contributes an additional 1.31 % for employees who were participating in the optional retirement program prior to September 1, 1995 and an additional 0.18% for all employees participating in the optional retirement plan. Benefits fully vest after one year plus one day of employment. Because these are individual annuity contracts, the State has no additional or unfunded liability for this program. The retirement expense to the State for the College was \$188, 192 and \$183,375 for the fiscal years ended August 31, 2021 and 2020, respectively (see "APPENDIX D – EXCERPTS FROM THE DISTRICT'S ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED AUGUST 31, 2021 – Note 10").

TRS is charged with the responsibility of administering pension funds for all public educational institutions in Texas, including the District. For fiscal years that ended prior to June 15, 2014, the State carried the total net pension liability for government employers that participated in a cost-sharing, multiple-employer defined benefit pension plan. For fiscal years beginning after June 15, 2014, pursuant to Governmental Accounting Standards Board ("GASB") Statement No. 68, Accounting and Financial Reporting for Pensions as amended by GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date, the District is required to disclose the total net pension liability for its employees on its respective financial statement including supplemental disclosures within the notes to the financial statements that describe sources of changes in the net pension liability. For additional information regarding GASB Statement No. 68 and its impact to the District (see "APPENDIX D – EXCERPTS FROM THE DISTRICT'S ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED AUGUST 31, 2021 – Note 10").

Postemployment Benefits Other than Pensions

The District participates in a cost-sharing, multiple-employer, defined-benefit other post-employment benefit ("OPEB") plan with a special funding situation. The Texas Employees Group Benefit Plan ("GBP") is administered by the Employees Retirement System of Texas ("ERS"). The GBP provides certain post-employment healthcare, life and dental insurance benefits to retired employees of participating universities, community colleges and State agencies in accordance with Chapter 1551, Texas Insurance Code. Benefit and contribution provisions of the GBP are authorized by State law and may be amended by the Legislature.

Detailed information about the GBP's fiduciary net position is available in the separately issued ERS Comprehensive Annual Financial Report that includes financial statements, notes to financing statements and required supplemental information. The report may be obtained by visiting <https://ers.texas.gov/About-ERS/Reports-and-Studies/Report-on-Overall-ERS-Operations-and-Financial-Management>.

Section 1551.055 of Chapter 1551, Texas Insurance Code, provides that contribution requirements of the plan members and the participating employers are established and may be amended by the ERS Board of Trustees. The employer and members contribution rates are determined annually by the ERS Board of Trustees. The ERS Board of Trustees sets the employer contribution rate based on the implicit rate subsidy which is actuarially determined in accordance with the parameters of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pension Plans ("GASB 75"). For fiscal years beginning after June 15, 2017, GASB 75 will require the District to report a liability on the face of its financial statement for the post-employment

benefits other than pensions (“OPEB”) it provides (which will include any retiree health insurance) (see “APPENDIX D – EXCERPTS FROM THE DISTRICT’S ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED AUGUST 31, 2021 – Note 14”).

Formal Collective Bargaining Agreements

Formal collective bargaining agreements relating directly to wages and other conditions of employment are prohibited by State law, as are strikes by teachers. There are various local, state and national organized employee groups who engage in efforts to better terms and conditions of employment of school employees. Some colleges have adopted a policy to consult with employee groups with respect to certain terms and conditions of employment. The District does not recognize any organized, outside employee group for such purposes.

RISK FACTORS - SOURCES OF FUNDS FOR DISTRICT OPERATIONS

State Appropriations and Ad Valorem Taxes

A significant amount of the District’s current fund revenues are derived from State appropriations and the collection of ad valorem taxes levied for maintenance and operation purposes. Neither State appropriations nor ad valorem taxes are pledged to the payment of the Bonds. State appropriations are determined at each session of the State legislature, which meets biennially, and are not part of the Pledged Revenues. The State is not obligated to provide a specific appropriation in any year. The result of the future legislative deliberations cannot be predicted. Among the factors driving the allocation of State spending are population trends, court resolutions and lawsuits, federal mandates, statutory formulas and dedicated funds. State funding on education cannot be predicted until available money and other demands can be more precisely predicted or identified.

Future Legislation

The Texas Legislature convenes in regular session every two years on odd years. In future sessions the Texas Legislature may consider bills that could have a direct impact on the District. The District can make no representations or predictions concerning the substance or the effect of any legislation that may be passed in the future or how such legislation could affect the District.

Other Factors Relating to Pledged Revenues

In addition, the revenues of the District which are pledged to secure the Bonds will be affected by any event which would either reduce the student enrollment at District facilities or otherwise diminish the amount of anticipated fees to be generated by student enrollment. The Pledged Revenues will be affected by future events and conditions including, among others: demand for the use of the District’s facilities; demand for higher educational institutions responsive to regional and national employment needs; the ability of the Board of Trustees to attract qualified instructors who have confidence in the Board of Trustees, its facilities, administration and staff; economic developments in the area served by the District and, to some extent, nationally; competition from other universities and colleges or other institutions which might reflect changing attitudes toward traditional college education; tuition, fees and other costs of education and state and federal regulation, including possible legislation and court decisions affecting the District’s fee structure.

Infectious Disease Outlook (COVID-19)

The outbreak of 2019 Novel Coronavirus Disease (“COVID-19”), a respiratory disease caused by a new strain of coronavirus, has been declared a pandemic by the World Health Organization. The outbreak of the disease has affected travel, commerce and financial markets globally. On March 13, 2020, the President of the United States declared COVID-19 a national emergency and the Governor of the State of Texas (the “Governor”) declared a state of disaster for all counties in the State. In response, the Governor has issued orders limiting the size of public gatherings, imposing occupancy limits for certain business establishments (but expressly excluding higher education) and emphasizing adherence to minimum standard health protocols, such as social distancing, hygiene and sanitation.

The District has coordinated its response with local public health agencies, as well as the Texas Department of Health, and is providing public information through <https://www.wc.edu/covid-19>, institutional websites, and direct communications to the District community and stakeholders. The information contained on (or accessed through) such website is not incorporated by reference, either expressly or by implication, into this Official Statement, nor are any materials on such website.

The information contained in this Official Statement is provided as of the respective dates and for the periods specified herein and does not under any circumstances imply that there has been no change in the affairs of the District since the specified date or dates as of which such information is provided. Accordingly, the historical information set forth herein may not be indicative of future results or performance due to these and other factors. At this time, the District cannot predict (i) the duration or extent of the COVID-19 pandemic; (ii) the duration or expansion of travel restrictions and restrictions on assemblies or gatherings; (iii) what effect any COVID-19 or any other outbreak/pandemic-related restrictions or warnings may have on demand for higher education; (iv) whether and to what extent the COVID-19 pandemic may disrupt the State, national or global economy, or whether any such disruptions may adversely impact the District’s operations or revenues; or (v) whether any of the foregoing may have a material adverse effect on the financial condition or operations of the District or the ratings on the Bonds (see “RATINGS” herein). However, the District currently

anticipates that the COVID-19 pandemic and the related responsive measures will not impair the District's ability to pay debt service on Parity Debt and to comply with the other terms thereof.

Cyber Security

Computer networks and data transmission and collection are vital to the operations of Weatherford College. Information technology and infrastructure of the College 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 College. To mitigate these risks, Weatherford College continuously endeavors to improve the range of control for digital information operations, enhancements to the authentication process, and additional measures toward improving system protection/security posture. The College follows the security framework documented in Texas Administrative Code (TAC) 202 that establishes a baseline of security standards for institutions of higher education. The College is compliant with these standards and as of the distribution of this Official Statement, has not had experienced a cyber-attack that has disrupted operations or caused financial harm. The College has cyber security insurance.

LEGAL MATTERS

The District will furnish a complete transcript of proceedings incident to the authorization and issuance of the Bonds, including the unqualified approving legal opinion of the Attorney General of the State of Texas as to the Bonds to the effect that the Bonds are valid and legally binding obligations of the District, and based upon examination of such transcript of proceedings, the approving legal opinion of Bond Counsel, with respect to the Bonds, issued in compliance with the provisions of the Order. A form of such opinion is attached hereto as "APPENDIX C – Form of Bond Counsel's Opinion".

Though it represents the Financial Advisor and the Underwriter from time to time in matters unrelated to the issuance of the Bonds, Bond Counsel, has been engaged by and only represents the District in connection with the issuance of the Bonds. Except as noted below, 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 herein except that in its capacity as Bond Counsel, such firm has reviewed the information appearing under captions or subcaptions "PLAN OF FINANCE" (except under the subcaption "Sources and Uses of Proceeds"), "THE BONDS" (except under the subcaption "Payment Record"), "REGISTRATION, TRANSFER AND EXCHANGE," "LEGAL MATTERS (except for the last sentence thereof)," "TAX EXEMPTION," "LEGAL INVESTMENTS AND ELIGIBILITY TO SECURE PUBLIC FUNDS IN TEXAS," and "CONTINUING DISCLOSURE OF INFORMATION" (except under the subcaption "Compliance With Prior Undertakings"), and such firm is of the opinion that the information relating to the Bonds and legal matters contained under such captions and subcaptions is an accurate and fair description of the information purported to be shown therein and, with respect to the Bonds, such information conforms to the Order. The legal fee to be paid Bond Counsel for services rendered in connection with the issuance of the Bonds is contingent upon the sale and delivery of the Bonds. The legal opinion will be printed on, or will accompany, the definitive Bonds. The customary closing papers, including a certificate to the effect that no litigation of any nature has been filed or is then pending to restrain the issuance and delivery of the Bonds, or which would affect the provisions made for their payment or security, or in any manner questioning the validity of said Bonds will also be furnished to the Underwriter. Certain legal matters will be passed upon for the Underwriter by its counsel, Orrick, Herrington & Sutcliffe LLP, Austin, Texas.

TAX EXEMPTION

On the Delivery Date of the Bonds, McCall, Parkhurst & Horton L.L.P., Austin, Texas, Bond Counsel, 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 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 C – Form of Bond Counsel's Opinion").

In rendering its opinion, Bond Counsel will rely upon (a) certain information and representations of the District, including information and representations contained in the District's federal tax certificate and (b) covenants of the District contained in the Bond documents relating to certain matters, including arbitrage and the use of the proceeds of the Bonds and the property financed or refinanced therewith. Failure by the District to observe the aforementioned representations or covenants could cause the interest on the Bonds to become taxable retroactively to the date of issuance.

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 the 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 to gross income retroactively to the date of issuance of the Bonds. The opinion of Bond Counsel is conditioned on compliance by the District with such requirements, and Bond Counsel 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. 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 District with respect to the Bonds or the property financed or refinanced with the proceeds of the Bonds. No assurances can be given as to whether 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 Internal Revenue Service audit is commenced, under current procedures the Internal Revenue Service is likely to treat the District 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 (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 accumulated, 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, individual recipients of Social Security or Railroad Retirement benefits, individuals allowed an earned income credit, certain S corporations with subchapter C earnings and profits, foreign corporations subject to the branch profits tax, 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 LEGISLATION OR THE PURCHASE, OWNERSHIP AND DISPOSITION OF TAX-EXEMPT OBLIGATIONS BEFORE DETERMINING WHETHER TO PURCHASE THE BONDS.

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 Non-U.S. Holders, 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.

LEGAL INVESTMENTS AND ELIGIBILITY TO SECURE PUBLIC FUNDS IN TEXAS

Section 1201.041 of the Public Security Procedures Act (Chapter 1201, Texas Government Code) provides that the Bonds are negotiable instruments 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, Chapter 2256, Texas Government Code, requires that the Bonds be assigned a rating of "A" or its equivalent as to investment quality by a national rating agency (see "OTHER INFORMATION – Rating"). 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 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.

Further, Section 130.122, Texas Education Code, provides that the Bonds are legal and authorized investments for banks, trust companies, building and loan associations, savings and loan associations, small business investment corporations, insurance companies of all kinds and types, fiduciaries, trustees, and guardians, and for interest and sinking funds and other public funds of the State and all agencies, subdivisions, and instrumentalities thereof, including all counties, cities, towns, villages, school districts, and all other kinds and types of districts, public agencies, and bodies politic. The Bonds are eligible to secure all deposits of public funds

of the State and all agencies, subdivisions, and instrumentalities thereof, including all counties, cities, towns, villages, school districts, and all other kinds and types of districts, public agencies, and bodies politic, to the extent of the market value of the Bonds.

The District 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 District has made no review of laws in other states to determine whether the Bonds are legal investments for various institutions in those states.

INVESTMENT AUTHORITY AND INVESTMENT OBJECTIVES OF THE DISTRICT

District funds are invested as authorized by State law, particularly the Public Funds Investment Act, Chapter 2256, Texas Government Code, as amended (the "PFIA"), and in accordance with investment policies approved by the District. Both State law and the District's investment policies are subject to change.

Under State law, the District is authorized to invest in: (1) obligations, including letters of credit, of the United States or its agencies and instrumentalities, including the Federal Home Loan Banks; (2) direct obligations of the State or its agencies and instrumentalities; (3) collateralized mortgage obligations directly issued by a federal agency or instrumentality of the United States, the underlying security for which is guaranteed by an agency or instrumentality of the United States; (4) other obligations, the principal and interest of which is guaranteed or insured by or backed by the full faith and credit of, the State of Texas or the United States or their respective agencies and instrumentalities, including obligations that are fully guaranteed or insured by the Federal Deposit Insurance Corporation (the "FDIC") or by the explicit full faith and credit of the United States; (5) obligations of states, agencies, counties, cities, and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm not less than "A" or its equivalent; (6) bonds issued, assumed or guaranteed by the State of Israel; (7) interest-bearing banking deposits that are guaranteed or insured by the FDIC or the National Credit Union Share Insurance Fund (the "NCUSIF") or their respective successors; (8) interest-bearing banking deposits other than those described by clause (7) if (A) the funds invested in the banking deposits are invested through: (i) a broker with a main office or branch office in this State that the District selects from a list the governing body or designated investment committee of the District adopts as required by Section 2256.025, Texas Government Code; or (ii) a depository institution with a main office or branch office in the State that the District selects; (B) the broker or depository institution selected as described by (A) above arranges for the deposit of the funds in the banking deposits in one or more federally insured depository institutions, regardless of where located, for the District's account; (C) the full amount of the principal and accrued interest of the banking deposits is insured by the United States or an instrumentality of the United States; and (D) the District appoints as the District's custodian of the banking deposits issued for the District's account: (i) the depository institution selected as described by (A) above; (ii) an entity described by Section 2257.041(d), Texas Government Code; or (iii) a clearing broker dealer registered with the SEC and operating under SEC Rule 15c3-3; (9) (i) certificates of deposit or share certificates that are issued by an institution that has its main office or a branch office in the State and are guaranteed or insured by the FDIC or the NCUSIF, or their respective successors, or are secured as to principal by obligations described in clauses (1) through (8) or in any other manner and provided for by law for District deposits, or (ii) where (a) the funds are invested by the District through (A) a broker that has its main office or a branch office in the State and is selected from a list adopted by the District as required by law, or (B) a depository institution that has its main office or branch office in the State that is selected by the District, (b) the broker or the depository institution selected by the District arranges for the deposit of the funds in certificates of deposit in one or more federally insured depository institutions, wherever located, for the account of the District, (c) the full amount of the principal and accrued interest of each of the certificates of deposit is insured by the United States or an instrumentality of the United States, and (d) the District appoints the depository institution selected under (a) above, a custodian as described by Section 2257.041(d) of the Texas Government Code, or a clearing broker-dealer registered with the Securities and Exchange Commission and operating pursuant to Securities and Exchange Commission Rule 15c3-3 (17 C.F.R. Section 240.15c3-3) as custodian for the District with respect to the certificates of deposit; (10) fully collateralized repurchase agreements that (i) have a defined termination date, (ii) are fully secured by a combination of cash and obligations described in clause (1) above or clause (12) below, (iii) require the securities being purchased by the District or cash held by the District to be pledged to the District, held in the District's name, and deposited at the time the investment is made with the District or with a third party selected and approved by the District, and (iv) are placed through a primary government securities dealer, as defined by the Federal Reserve, or a financial institution doing business in the State; (11) certain bankers' acceptances with a stated maturity of 270 days or less, if the short-term obligations of the accepting bank or its parent are rated at least "A-1" or "P-1" or the equivalent by at least one nationally recognized credit rating agency; (12) commercial paper with a stated maturity of 365 days or less that is rated at least "A-1" or "P-1" or the equivalent by either (a) two nationally recognized credit rating agencies or (b) one nationally recognized credit rating agency if the paper is fully secured by an irrevocable letter of credit issued by a U.S. or state bank; (13) no-load money market mutual funds registered with and regulated by the SEC that comply with Securities and Exchange Rule 2a-7; (14) no-load mutual funds registered with the SEC that have an average weighted maturity of less than two years, and either have a duration of one year or more and invest exclusively in obligations described in clauses (1) through (13) above, or clauses (15) or (16) below, or have a duration of less than one year and the investment portfolio is limited to investment grade securities, excluding asset-backed securities; (15) guaranteed investment contracts that have a defined termination date and are secured by obligations, including letters of credit, of the United States or its agencies and instrumentalities in an amount at least equal to the amount of bond proceeds invested under such contract, other than the prohibited obligations described in the next succeeding paragraph; and (16) securities lending programs if (i) the securities loaned under the program are 100% collateralized, a loan made under the program allows for termination at any time and a

loan made under the program is either secured by (a) obligations that are described in clauses (1) through (8) above, (b) irrevocable letters of credit issued by a state or national bank that is continuously rated by a nationally recognized investment rating firm at not less than “A” or its equivalent or (c) cash invested in obligations described in clauses (1) through (8) and (12) through (14) above, or an authorized investment pool; (ii) securities held as collateral under a loan are pledged to the District, held in the District’s name and deposited at the time the investment is made with the District or a third party designated by the District; (iii) a loan made under the program is placed through either a primary government securities dealer or a financial institution doing business in the State of Texas; and (iv) the agreement to lend securities has a term of one year or less.

The District may invest in such obligations directly or through government investment pools that invest solely in such obligations provided that the pools are rated no lower than AAA or AAAM or an equivalent by at least one nationally recognized rating service. The District may also contract with an investment management firm registered under the Investment Advisers Act of 1940 (15 U.S.C. Section 80b-1 et seq.) or with the State Securities Board to provide for the investment and management of its public funds or other funds under its control for a term up to two years, but the District retains ultimate responsibility as fiduciary of its assets. In order to renew or extend such a contract, the District must do so by order, ordinance, or resolution.

The District is specifically prohibited from investing in: (1) obligations whose payment represents the coupon payments on the outstanding principal balance of the underlying mortgage-backed security collateral and pays no principal; (2) obligations whose payment represents the principal stream of cash flow from the underlying mortgage-backed security and bears no interest; (3) collateralized mortgage obligations that have a stated final maturity of greater than 10 years; and (4) collateralized mortgage obligations the interest rate of which is determined by an index that adjusts opposite to the changes in a market index.

Investment Objectives

Under Texas law, the District is required to invest its funds under written investment policies that primarily emphasize safety of principal and liquidity; that address investment diversification, yield, maturity, and the quality and capability of investment management; and that include a list of authorized investments for District funds, the maximum allowable stated maturity of any individual investment and the maximum average dollar-weighted maturity allowed for pooled fund groups, methods to monitor the market price of investments acquired with public funds, a requirement for settlement of all transactions, except investment pool funds and mutual funds, on a delivery versus payment basis, and procedures to monitor rating changes in investments acquired with public funds and the liquidation of such investments consistent with the PFIA. All District funds must be invested consistent with a formally adopted “Investment Strategy Statement” that specifically addresses each fund’s investment. Each Investment Strategy Statement will describe its objectives concerning: (1) suitability of investment type, (2) preservation and safety of principal, (3) liquidity, (4) marketability of each investment, (5) diversification of the portfolio, and (6) yield.

Under Texas law, the District’s investments must be made “with judgment and care, under prevailing circumstances, that a person of prudence, discretion, and intelligence would exercise in the management of the person’s own affairs, not for speculation, but for investment considering the probable safety of capital and the probable income to be derived.” At least quarterly the District’s investment officers must submit an investment report to the Board detailing: (1) the investment position of the District, (2) that all investment officers jointly prepared and signed the report, (3) the beginning market value, and any additions and changes to market value and the ending value of each pooled fund group, (4) the book value and market value of each separately listed asset at the beginning and end of the reporting period, (5) the maturity date of each separately invested asset, (6) the account or fund or pooled fund group for which each individual investment was acquired, and (7) the compliance of the investment portfolio as it relates to: (a) adopted investment strategies and (b) Texas law. No person may invest District funds without express written authority from the Board.

Under State law, the District is additionally required to: (1) annually review its adopted policies and strategies; (2) adopt a rule, order, ordinance or resolution stating that it has reviewed its investment policy and investment strategies and records any changes made to either its investment policy or investment strategy in the respective rule, order, ordinance or resolution; (3) require any investment officers with personal business relationships or relatives with firms seeking to sell securities to the entity to disclose the relationship and file a statement with the Texas Ethics Commission and the Board; (4) require the qualified representative of firms offering to engage in an investment transaction with the District to (a) receive and review the District’s investment policy, (b) acknowledge that reasonable controls and procedures have been implemented to preclude investment transactions conducted between the District and the business organization that are not authorized by the District’s investment policy (except to the extent that this authorization is dependent on an analysis of the District’s entire portfolio or requires an interpretation of subjective investment standards), and (c) deliver a written statement in a form acceptable to the District and the business organization attesting to these requirements; (5) perform an annual audit of the management controls on investments and adherence to the District’s investment policy; (6) provide specific investment training for the Treasurer, Chief Operating Officer and investment officers; (7) restrict reverse repurchase agreements to not more than ninety (90) days and restrict the investment of reverse repurchase agreement funds to no greater than the term of the reverse purchase agreement; (8) restrict the investment in no-load mutual funds in the aggregate to no more than 15% of the District’s monthly average fund balance, excluding bond proceeds and reserves and other funds held for debt service; (9) require local government investment pools to conform to the new disclosure, rating, net asset value, yield calculation and advisory board requirements; and (10) at least annually review, revise and adopt a list of qualified brokers that are authorized to engage in investment transactions with the District.

Current Investments

As of February 28, 2022, the District's investable funds were invested in the following investment instruments:

<u>Investment Instrument</u>	<u>Book Value</u>	<u>Percentage</u>
Money Market Accounts	<u>\$40,268,701.91</u>	<u>100.0%</u>
Total	<u>\$40,268,701.91</u>	<u>100.0%</u>

CONTINUING DISCLOSURE OF INFORMATION

In the Order, the District has made the following agreement for the benefit of the holders and beneficial owners of the Bonds. The District is required to observe the agreement for so long as it remains obligated to advance funds to pay the Bonds unless it amends or repeals the agreement as described below. Under the agreement, the District will be obligated to provide certain updated financial information and operating data relating to the District annually, and timely notice of certain specified events relating to the District to the MSRB. This information will be available via the MSRB's Electronic Municipal Market Access ("EMMA") system at www.emma.msrb.org.

Annual Reports

Under Texas law, including, but not limited to, Chapter 51, Texas Education Code, as amended, the District must keep its fiscal records in accordance with generally accepted accounting principles, must have its financial accounts and records audited by a certified or permitted public accountant and must file each audit report with the Texas Higher Education Coordinating Board within 120 days after the close of the District's fiscal year. Copies of each audit report must also be filed in the office of the District and with the Secretary of the Board. The District's fiscal records and audit reports are available for public inspection during the regular business hours of the President. Additionally, upon the filing of these financial statements and the annual audit, these documents are subject to the Texas Open Records Act, Texas Government Code, Chapter 552, as amended. Therefore, any person may obtain copies of these documents upon submission of a written request to the Executive Vice President of Financial & Administrative Affairs at Weatherford College Park Drive, 225 College Park Drive, Weatherford, Texas, 76086, and upon paying the reasonable copying, handling, and delivery charges for providing this information.

The District will provide certain updated financial information and operating data to the MSRB annually via the EMMA System. The information to be updated includes all quantitative financial information and operating data with respect to the District of the general type included in this Official Statement under the captions "PARKER JUNIOR COLLEGE DISTRICT" (Tables 1-6) and "INVESTMENT AUTHORITY AND INVESTMENT OBJECTIVES OF THE DISTRICT – Current Investments" and in APPENDIX A – FINANCIAL INFORMATION REGARDING THE DISTRICT (Tables 1-7) and APPENDIX D – EXCERPTS FROM THE DISTRICT'S ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED AUGUST 31, 2021. The District will update and provide this information within six months after the end of each fiscal year in and after 2022.

The District may provide updated information in full text or may incorporate by reference certain other publicly available documents, as permitted by Rule 15c2-12 (the "Rule"), promulgated by the United States Securities and Exchange Commission. The updated information will include annual audited financial statements for the District, if the District commissions an audit and it is completed by the required time. If audited financial statements are not available by the required time, the District will provide unaudited statements and audited financial statements when and if such audited financial statements become available. Any such financial statements of the District will be prepared in accordance with the accounting principles described in "APPENDIX D – EXCERPTS FROM THE DISTRICT'S ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED AUGUST 31, 2021" hereof or such other accounting principles as the District may be required to employ from time to time pursuant to state law or regulation.

The District's current fiscal year end is August 31. Accordingly, it must provide updated information by the last day of February, in each year, unless the District changes its fiscal year. If the District changes its fiscal year, it will notify the MSRB.

Event Notices

The District will file with the MSRB via the EMMA system notice of any of the following events with respect to the Bonds in a timely manner (but not more than 10 business days after occurrence of the event): (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 federal income 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 District, which shall occur as described below; (13) the consummation of a merger, consolidation, or acquisition involving the District or the

sale of all or substantially all of its assets, 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 or additional trustee or the change of name of a trustee, if material; (15) incurrence of a financial obligation of the District or obligated person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the District or obligated person, 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 District or obligated person, any of which reflect financial difficulties. The terms “financial obligation” and “material” when used in this paragraph shall have the meanings ascribed to them under federal securities laws. The District will provide each notice described in this paragraph to the MSRB as described herein. Neither the Bonds nor the Order make any provision for liquidity enhancement.

For these purposes, any event described in clause (12) in the immediately preceding paragraph is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent, or similar officer for the District in a proceeding under the United States Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the District, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers 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 District.

In addition, the District will provide timely notice of any failure by the District to provide information, data, or financial statements in accordance with its agreement described above under “Annual Reports”. The District will provide each notice described in this paragraph to the MSRB as described herein.

Availability of Information

The District has 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 District has agreed to update information and to provide notices of certain specified events only as described above. The District has not agreed to provide other information that may be relevant or material to a complete presentation of the financial results of operations, condition, or prospects of the District, or agreed to update any information that is provided, except as described above. The District makes 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 District disclaims any contractual or tort liability for damages resulting in whole or in part from any breach of its continuing disclosure agreement or from any statement made pursuant to its agreement, although holders of Bonds may seek a writ of mandamus to compel the District to comply with its agreement.

The District may amend its continuing disclosure agreement 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 District, if the agreement, as amended, would have permitted an underwriter to purchase or sell the Bonds in the offering described herein in compliance with the Rule and either the holders of a majority in aggregate principal amount of the outstanding Bonds consent or any person unaffiliated with the District (such as nationally-recognized bond counsel) determines that the amendment will not materially impair the interests of the beneficial owners of the Bonds. The District may also repeal or amend the provisions of its continuing disclosure agreement if the SEC amends or repeals the applicable provisions of the Rule or any court of final jurisdiction enters judgment that such provisions of the Rule are invalid, and the District also may amend these provisions in its discretion in any other manner or circumstance, but in either case, only if and to the extent, that the provisions of this sentence would not have prevented an underwriter from lawfully purchasing or selling the Bonds in the primary offering of the Bonds, giving effect to (a) such provisions as so amended and (b) any amendments or interpretations of the Rule. If the District amends its agreement, it must include with the next financial information and operating data provided in accordance with its agreement 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 information and data provided.

The District will provide the updated information for any filing required pursuant to this agreement to the MSRB.

Compliance with Prior Undertakings

During the last five years, the District has substantially complied in all material respects with its continuing disclosure undertakings entered into in accordance with the Rule, except as follows: the District, in February 2018, timely filed its annual financial information relating to the fiscal year ending in 2017 in accordance with its undertakings as related to its then outstanding obligations. As a result of an administrative oversight, the District did not link the timely filed information to the CUSIPs associated with the Wise County, Texas Lease Revenue Bonds, Series 2011 (Parker County Junior College District Project) (the “Series 2011 Bonds”). The District is an obligated party to the Series 2011 Bonds. In April 2018, the District linked its financial information to the omitted CUSIPs, upon learning of the administrative oversight.

OTHER INFORMATION

Rating

S&P Global Ratings, a division of S&P Global Inc. (“S&P”), has assigned a rating of “AA” to the Bonds by virtue of a municipal bond insurance policy to be issued by Assured Guaranty Municipal Corp. at the time of delivery of the Bonds guaranteeing the payment of principal and interest on the Bonds (see “BOND INSURANCE” and “BOND INSURANCE RISK FACTORS”). The District’s underlying rating for its revenue bonds is “A+” by S&P.

The ratings reflect only the respective views of S&P and the District 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 S&P, if in the judgment of S&P, 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 credit rating on a security is not a recommendation to buy, sell or hold such securities and may be subject to revision or withdrawal at any time.

Litigation

The financing system for public junior colleges, including the District, has not been challenged in court and is not the subject of any existing litigation.

Additionally, the District is not a party to any litigation or other proceeding pending or to its knowledge, threatened, in any court, agency or other administrative body (either state or federal) which, if decided adversely to the District, would have a material adverse effect on the financial condition of the District or upon the Bonds or the District’s ability to issue and secure the Bonds as described herein.

At the time of the initial delivery of the Bonds, the District will provide the Underwriter 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 Qualifications of Bond 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 jurisdiction. The District assumes no responsibility for qualification of the Bonds under the securities laws of any 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.

Forward-Looking Statements Disclaimer

The statements contained in this Official Statement, and in any other information provided by the District, that are not purely historical, are forward-looking statements, including statements regarding the District'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 District on the date hereof, and the District assumes no obligation to update any such forward-looking statements. The District'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 District. 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.

Underwriting

The Underwriter has agreed, subject to certain conditions, to purchase the Bonds from the District, at an underwriting discount of \$105,338.47. The Underwriter will be obligated to purchase all of the Bonds if any Bonds are purchased. The Bonds to be offered to the public may be offered and sold to certain dealers (including the Underwriter and other dealers depositing Bonds into investment

trusts) at prices lower than the public offering prices of such Bonds and such public offering prices may be changed, from time to time, by the Underwriter.

The Underwriter has provided the following sentence for inclusion in this Official Statement. The Underwriter has reviewed the information in this Official Statement pursuant to its responsibilities to investors under federal securities laws, but the Underwriter does not guarantee the accuracy or completeness of such information.

FINANCIAL ADVISOR

RBC Capital Markets, LLC is employed as Financial Advisor to the District 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. The Financial Advisor is not obligated to undertake, and has not undertaken to make, an independent verification or to assume responsibility for the accuracy, completeness, or fairness of the information in this Official Statement.

CONCLUDING STATEMENT

The financial data and other information set forth herein has been obtained from the District's records, financial statements and other sources which are considered to be reliable. There is no guarantee that any of the assumptions or estimates contained herein will ever be realized. All of the summaries of the statutes, documents and the Order contained in this Official Statement are made subject to all of the provisions of such statutes, documents, and the Order. These summaries do not purport to be complete statements of such provisions and reference is made to such summarized documents for further information. Reference is made to official documents in all respects.

The Order approved the form and content of this Official Statement and any addenda, supplement or amendment thereto and authorized its further use in the reoffering of the Bonds by the Underwriter.

This Official Statement has been approved, and the execution and delivery of this Official Statement has been authorized by the Board.

By: /s/ Andra Cantrell
Authorized Officer
Parker County Junior College District

APPENDIX A
FINANCIAL INFORMATION REGARDING THE DISTRICT

APPENDIX B

GENERAL INFORMATION REGARDING THE DISTRICT

APPENDIX C
FORM OF BOND COUNSEL'S OPINION

APPENDIX D

**EXCERPTS FROM THE DISTRICT'S ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED AUGUST 31, 2021**

APPENDIX E
SELECTED PROVISIONS OF THE ORDER

APPENDIX F

SPECIMEN MUNICIPAL BOND INSURANCE POLICY