

**ADDENDUM
TO**

OFFICIAL STATEMENT DATED JULY 28, 2022

NORTHLAKE MUNICIPAL MANAGEMENT DISTRICT NO. 1 OF DENTON COUNTY

**\$8,155,000
UNLIMITED TAX UTILITY BONDS
SERIES 2022**

**\$5,335,000
UNLIMITED TAX ROAD BONDS
SERIES 2022**

This Addendum serves to (i) add updated tax language reflecting the provisions of the Inflation Reduction Act of 2022 signed into law on August 16, 2022, on the cover page and under the section "TAX MATTERS – Opinion" of the Official Statement, and (ii) revise the title of the Utility Bonds as the "Unlimited Tax Utility Bonds, Series 2022" throughout on various pages throughout the entirety of this Official Statement. The changes are reflected in bold text below:

(i) Cover page of the Official Statement:

IN THE OPINION OF BOND COUNSEL, UNDER EXISTING LAW, INTEREST ON THE BONDS IS EXCLUDABLE FROM GROSS INCOME FOR FEDERAL INCOME TAX PURPOSES AND INTEREST ON THE BONDS IS NOT SUBJECT TO THE ALTERNATIVE MINIMUM TAX ON INDIVIDUALS; **HOWEVER, SUCH INTEREST IS TAKEN INTO ACCOUNT IN DETERMINING THE ANNUAL ADJUSTED FINANCIAL STATEMENT INCOME OF APPLICABLE CORPORATIONS FOR THE PURPOSE OF DETERMINING THE ALTERNATIVE MINIMUM TAX IMPOSED ON CORPORATIONS FOR TAX YEARS BEGINNING AFTER DECEMBER 31, 2022.** SEE "TAX MATTERS" FOR A DISCUSSION OF BOND COUNSEL'S OPINION.

The District has not designated the Bonds as "qualified tax-exempt obligations" for financial institutions.

NEW ISSUE – Book Entry Only

RATINGS: S&P Global Ratings (BAM Insured)..... "AA"
Moody's Investors Service, Inc. (Underlying)..... "Baa3"
See "MUNICIPAL BOND INSURANCE" and "RATINGS" herein.

NORTHLAKE MUNICIPAL MANAGEMENT DISTRICT NO. 1 OF DENTON COUNTY

(A Political Subdivision of the State of Texas Located within Denton County)

**\$8,155,000
UNLIMITED TAX UTILITY BONDS
SERIES 2022**

**\$5,335,000
UNLIMITED TAX ROAD BONDS
SERIES 2022**

Dated: August 1, 2022

Interest Accrues: Delivery Date

Due: March 1, as shown on inside cover page

The \$8,155,000 Unlimited Tax **Utility** Bonds, Series 2022 (the "Utility Bonds") and \$5,335,000 Unlimited Tax Road Bonds, Series 2022 (the "Road Bonds," and together with the Utility Bonds, the "Bonds") are obligations of Northlake Municipal Management District No. 1 of Denton County (the "District") and are not obligations of the State of Texas; Denton County, Texas; the Town of Northlake, Texas; or any entity other than the District. Neither the full faith and credit nor the taxing power of the State of Texas; Denton County, Texas; the Town of Northlake, Texas; nor any entity other than the District is pledged to the payment of the principal of or interest on the Bonds.

(ii) Page 6 of the Official Statement under "OFFICIAL STATEMENT SUMMARY":

The Issue The District's \$8,155,000 Unlimited Tax **Utility** Bonds, Series 2022 (the "Utility Bonds") and \$5,335,000 Unlimited Tax Road Bonds, Series 2022 (the "Road Bonds," and together with the Utility Bonds, the "Bonds"), are dated August 1, 2022, and mature on March 1 in the years and in the principal amounts as shown on the inside cover page hereof. Interest on the Bonds accrues from the initial date of delivery (on or about August 25, 2022) (the "Delivery Date"), at the rates shown on the inside cover page hereof and is payable on March 1, 2023, and on each September 1 and March 1 thereafter until maturity or prior redemption. The Bonds are offered in fully registered form in integral multiples of \$5,000 of principal amount for any one maturity. See "THE BONDS – General."

(iii) Page 13 of the Official Statement:

OFFICIAL STATEMENT
relating to
NORTHLAKE MUNICIPAL MANAGEMENT DISTRICT NO. 1 OF DENTON COUNTY

\$8,155,000	\$5,335,000
UNLIMITED TAX UTILITY BONDS	UNLIMITED TAX ROAD BONDS
SERIES 2022	SERIES 2022

INTRODUCTION

This Official Statement provides certain information with respect to the issuance by Northlake Municipal Management District No. 1 of Denton County (the "District") of its \$8,155,000 Unlimited Tax **Utility** Bonds, Series 2022 (the "Utility Bonds") and its \$5,335,000 Unlimited Tax Road Bonds, Series 2022 (the "Road Bonds," and together with the Utility Bonds, the "Bonds").

(iv) Under "TAX MATTERS – Opinion":

TAX MATTERS

Opinion

On the date of initial delivery of the Bonds, Coats Rose, P.C., Dallas, 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, **except that such interest is taken into account in determining the annual adjusted financial statement of income of applicable corporations (as defined in section 59(k) of the Internal Revenue Code of 1986 (the "Code")) for the purpose of determining the alternative minimum tax imposed on corporations for tax years beginning after December 31, 2022**, 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.