

METROPOLITAN TRANSIT AUTHORITY OF HARRIS COUNTY, TEXAS

PROPOSITION A

IN ORDER TO ENHANCE MOBILITY AND EASE TRAFFIC CONGESTION WITHIN THE TERRITORY AND SERVICE AREA OF THE METROPOLITAN TRANSIT AUTHORITY OF HARRIS COUNTY, TEXAS (“METRO”), WITH NO RESULTING INCREASE IN THE CURRENT RATE OF METRO’S SALES AND USE TAX, SHALL METRO BE AUTHORIZED TO ISSUE BONDS, NOTES AND OTHER OBLIGATIONS PAYABLE, IN WHOLE OR IN PART, FROM SEVENTY-FIVE PERCENT (75%) OF METRO’S SALES AND USE TAX REVENUES, IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$3,500,000,000, FOR THE ACQUISITION, CONSTRUCTION, REPAIR, EQUIPMENT, IMPROVEMENT AND/OR EXTENSION OF METRO’S TRANSIT AUTHORITY SYSTEM (AS DESCRIBED IN EXHIBIT A OF METRO RESOLUTION NO. 2019-71, “METRONEXT”), WHICH BONDS, NOTES OR OTHER OBLIGATIONS MAY BE ISSUED IN VARIOUS SERIES OR ISSUES, MAY BE SOLD AT ANY PRICE OR PRICES, SHALL MATURE SERIALLY OR OTHERWISE NOT MORE THAN FORTY (40) YEARS FROM THEIR DATE OR DATES AND BEAR INTEREST AT SUCH RATE OR RATES (FIXED, VARIABLE, FLOATING, ADJUSTABLE OR OTHERWISE) AS SHALL BE DETERMINED BY THE BOARD OF METRO WITHIN ITS DISCRETION AT THE TIME OF ISSUANCE, BUT NOT TO EXCEED THE MAXIMUM RATE THEN AUTHORIZED BY LAW, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS, INCLUDING PARTICULARLY (BUT NOT BY WAY OF LIMITATION) SECTIONS 451.352(c) AND 451.072 OF THE TEXAS TRANSPORTATION CODE, TOGETHER WITH ALL AMENDMENTS AND ADDITIONS THERETO, AND OF THE UNITED STATES OF AMERICA, AND SHALL METRONEXT AND THE CONSTRUCTION OF A PHASE III OF METRO’S RAIL SYSTEM KNOWN AS “METRORAIL” BE APPROVED FOR PURPOSES OF THE CITY CHARTER OF THE CITY OF HOUSTON, AND SHALL UP TO TWENTY-FIVE PERCENT (25%) OF METRO’S SALES AND USE TAX REVENUES THROUGH SEPTEMBER 30, 2040, BE DEDICATED FOR STREET IMPROVEMENTS, MOBILITY PROJECTS AND OTHER FACILITIES AND SERVICES, AS AUTHORIZED BY LAW?