

May 5, 2023

City of Horseshoe Bay  
PO Box 7765  
Horseshoe Bay, TX 78657  
Attention: Christopher Thomas, Finance Director

Re: ***US\$8,000,000 City of Horseshoe Bay, Texas, (A political subdivision of the State of Texas located in Burnet and Llano Counties), General Obligation Bonds, Series 2023, dated: June 13, 2023, due: August 15, 2053***

Dear Christopher Thomas

Pursuant to your request for an S&P Global Ratings rating on the above-referenced obligations, S&P Global Ratings has assigned a rating of "AA+" . S&P Global Ratings views the outlook for this rating as stable. A copy of the rationale supporting the rating is enclosed.

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Please send hard copies to:  
S&P Global Ratings  
Public Finance Department  
55 Water Street  
New York, NY 10041-0003

The rating is subject to the Terms and Conditions, if any, attached to the Engagement Letter applicable to the rating. In the absence of such Engagement Letter and Terms and Conditions, the rating is subject to the attached Terms and Conditions. The applicable Terms and Conditions are incorporated herein by reference.

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Sincerely yours,

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enclosures

cc: ***Jennifer Ritter***  
***Monica Melvin***

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