

## NOTICE OF PUBLIC HEARING

CITY OF HOUSTON, TEXAS  
AIRPORT SYSTEM  
SUBORDINATE LIEN REVENUE REFUNDING BONDS,  
SERIES 2018C (AMT) AND SERIES 2018D (NON-AMT)  
OR SUCH OTHER SERIES AS MAY BE ISSUED HEREAFTER

Notice is hereby given of a public hearing to be held by the City of Houston, Texas (the "City") on July 13, 2018 at 10:00 a.m., at the offices of Bracewell LLP, 711 Louisiana Street, Suite 2300, Houston, Texas 77002, with respect to a plan of finance including the above-named bonds (the "Bonds") to be issued by the City in one or more series in the aggregate principal amount not to exceed \$700,000,000.

The Bonds will be issued as exempt facility bonds for airports pursuant to section 142(a)(1) of the Internal Revenue Code of 1986, as amended (the "Code"). Specifically, proceeds of the Bonds will be used to refund:

(i) all or a portion of the City's outstanding Airport System Subordinate Lien Bonds, Series 2000P-1 (AMT) and Series 2000P-2 (AMT) (collectively, the "Series 2000P Bonds"), the proceeds of which were used to (a) provide funds for establishing, enlarging, extending and repairing the City's George Bush Intercontinental Airport ("Intercontinental"), William P. Hobby Airport ("Hobby"), and Ellington Field Airport ("Ellington," and, together with Intercontinental and Hobby, the "Airports") and (b) pay the costs of issuance of the Series 2000P Bonds;

(ii) all or a portion of the City's outstanding Airport System Subordinate Lien Bonds, Series 2002C (AMT) Series 2002D-1 (AMT) and Series 2002D-2 (AMT) (collectively, the "Series 2002 Bonds"), the proceeds of which were used to (a) provide funds for establishing, enlarging, extending and repairing the Airports, (b) fund capitalized interest and (c) pay the costs of issuance of the Series 2002 Bonds; and

(iii) all or a portion the City's outstanding Airport System Senior Lien Revenue and Refunding Bonds, Series 2009A (the "Series 2009A Bonds"), the proceeds of which were used to (a) refund all or a portion of the City's outstanding Airport System Senior Lien Commercial Paper Notes, Series A, the proceeds of which were used to finance airport projects including improvements, facilities, equipment and land for terminals, runways, roadways and other airport projects and infrastructure to be located at the Airports, (b) provide funds for establishing, enlarging, extending and repairing the Airports, (c) fund capitalized interest, (d) fund the reserve fund requirement for the Series 2009A Bonds, and (e) pay the costs of issuance of the Series 2009A Bonds.

The projects described above in paragraphs (i), (ii) and (iii) are collectively referred to herein as the "Projects." The initial and exclusive owner of the Projects was initially, is and will continue to be the City, including the Houston Airport System, which is a department of the City. Intercontinental is located at 16930 J.F. Kennedy Boulevard, Houston, Harris County, Texas 77034. Hobby is located at 7800 Airport Boulevard, Houston, Harris County, Texas 77061. Ellington is located at 11900 Old Galveston Road, Houston, Harris County, Texas 77034.

The principal amount of Bonds to be issued for Projects (1) at Intercontinental will not exceed \$518,000,000, (2) at Hobby Airport will not exceed \$182,000,000, and (3) at Ellington will not exceed \$0.

All interested persons are invited to attend such public hearing to express their views with respect to the Bonds and the Projects. Questions or requests for additional information may be directed to Barron F. Wallace (the "Hearing Officer") or his designee, 711 Louisiana Street, Suite 2300, Houston, Texas 77002 (713-223-2300).

Persons who intend to appear at the hearing and express their views are invited to contact the Hearing Officer either in writing or by telephone in advance of the hearing. Any interested persons unable to attend the hearing may submit their views in writing to the Hearing Officer prior to the date scheduled for the hearing. The City will reschedule the hearing or schedule an additional hearing if requested to do so by written requests submitted by a significant number of interested persons to the Hearing Officer prior to the date of the hearing.

This notice is published and the above-described hearing is to be held in satisfaction of the requirements of Section 147(f) of the Code.