

PUBLIC NOTICE

Pursuant to Section 2254.1036 of the Texas Local Government Code, as amended, the Red Oak Economic Development Corporation (the "Corporation") hereby gives public notice of its intent to enter into a contingent fee contract for legal services at its duly called meeting to be held on October 15, 2019, at 6:30 p.m., in the Council Chambers of the Red Oak Municipal Center, 200 Lakeview Parkway, Red Oak, Texas.

1. The Board of Directors of the Corporation intends to engage the law firm of Norton Rose Fulbright US LLP, Dallas, Texas to provide the Corporation with bond counsel legal services pertaining to the Corporation's issuance of securities on the public or private market.
2. Accessing the public or private markets through the issuance of securities is governed by State and federal securities laws and federal tax laws and requires the advice of legal advisors that knowledgeable and experience in public finance legal matters, including the issuance of tax-exempt bonds.
3. Norton Rose Fulbright US LLP has demonstrated to the Corporation its competence, qualifications, and experience as an industry and national leader in this area of the law.
4. Engaging an attorney in private practice who has meaningful experience in public finance matters pursuant to an hourly fee arrangement would likely result in higher fees to be paid by the Corporation, and such fees incurred would be payable by the Corporation from the Corporation's general revenues, whether or not the securities are issued.
5. Fees for legal services in public finance matters, including bond counsel legal services, have traditionally been paid pursuant to a contingent fee arrangement, where such fees become payable only upon the successful issuance of the securities and are payable solely out of the proceeds of the securities.
6. Entering into a contract for bond counsel legal services with Norton Rose Fulbright US LLP payment of which is contingent on the Corporation's successful issuance of securities and payable out of securities proceeds provides the Corporation a superior level of bond counsel legal services without using operating revenues of the Corporation to make such payment.
7. For each of the reasons stated above, the execution of an engagement agreement with Norton Rose Fulbright US LLP is in the best interest of the residents of the City of Red Oak, Texas and the Corporation.