

# NOTICE TO PURCHASER OF SPECIAL TAXING OR ASSESSMENT DISTRICT

The real property, described below, which you are about to purchase is located in the South Buda Water Control and Improvement District No. 1 (“District”) and may be subject to District taxes. The District may, subject to voter approval, impose taxes and issue bonds. The District may impose an unlimited rate of tax in payment of such bonds. The current rate of the District property tax is \$0.6436 on each \$100 of assessed valuation. The total amount of bonds payable wholly or partly from property taxes, excluding refunding bonds that are separately approved by the voters, approved by the voters are:

- (i) \$78,000,000 for water, sewer, and drainage facilities; and
- (ii) \$6,000,000 for road facilities

The aggregate initial principal amounts of all such bonds issued are:

- (i) \$36,290,000 for water, sewer, and drainage facilities; and
- (ii) \$2,055,000 for road facilities.

The District is located wholly or partly in the extraterritorial jurisdiction of the City of Buda. Texas law governs the ability of a municipality to annex property in the municipality’s extraterritorial jurisdiction and whether a district that is annexed by the municipality is dissolved.

The district has entered into a strategic partnership agreement with the City of Buda. This agreement may address the timeframe, process, and procedures for the municipal annexation of the area of the district located in the municipality's extraterritorial jurisdiction.

The purpose of this District is to provide water, sewer, drainage, flood control, water quality, park and recreational facilities and services, including solid waste collection and disposal service,

street repair, street and security lighting and any and all work that a water control and improvement district may engage in and services rendered in the District. The cost of District facilities is not included in the purchase price of your property.

The legal description of the property which you are acquiring is as follows:

\_\_\_\_\_
Date

\_\_\_\_\_
Signature of Seller

\_\_\_\_\_
Date

\_\_\_\_\_
Signature of Seller

PURCHASER IS ADVISED THAT THE INFORMATION SHOWN ON THIS FORM IS SUBJECT TO CHANGE BY THE DISTRICT AT ANY TIME. THE DISTRICT ANNUALLY ESTABLISHES TAX RATES. PURCHASER IS ADVISED TO CONTACT THE DISTRICT TO DETERMINE THE STATUS OF ANY CURRENT OR PROPOSED CHANGES TO THE INFORMATION SHOWN ON THIS FORM.

The undersigned purchaser hereby acknowledges receipt of the foregoing notice at or before the execution of a binding contract for the purchase of the real property or at closing of purchase of the real property.

\_\_\_\_\_
Date

\_\_\_\_\_
Signature of Purchaser

\_\_\_\_\_
Date

\_\_\_\_\_
Signature of Purchaser

ACKNOWLEDGMENTS MUST BE PROVIDED FOR THE SELLER AND PURCHASER ON THE NOTICE THAT IS SIGNED AT CLOSING.