

NOTICE TO PURCHASER OF SPECIAL TAXING OR ASSESSMENT DISTRICT

- (A) The real property that you are about to purchase is located in the HIDALGO COUNTY MUNICIPAL UTILITY DISTRICT NO. 1 and may be subject to district taxes or assessments;
- (B) 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;
- (C) The district has not yet imposed taxes or issued bonds or imposed any assessment to pay for any bonds and has no plans to do so;
- (D) However, if the district issues bonds, it may impose assessments in payment of any bonds if they choose to issue bonds in the future;
- (E) The district has not sought for approval of the Texas Commission on Environmental Quality to adopt and impose a standby fee, and has no plans to do so.
- (F) The district is located wholly or partly in the extraterritorial jurisdiction of the City of Palmview, Texas. 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;
- (G) The district has not entered into a strategic partnership agreement with any City;
- (H) The purpose of the district is to provide water and sewer facilities and services. The cost of district facilities is not included in the purchase price of your property;
- (I) 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, IF ANY. PURCHASER IS ADVISED TO CONTACT THE DISTRICT TO DETERMINE THE STATUS OF ANY CURRENT OR PROPOSED CHANGES TO THE INFORMATION SHOWN ON THIS FORM; and
- (J) 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.

Dated: _____

_____, Seller

Dated: _____

_____, Purchaser

SIGNED BY A MAJORITY OF THE BOARD OF MUD # 1



