

NOTICE TO PURCHASER OF SPECIAL TAXING DISTRICT

The real property that you are about to purchase is located in Comal County Water Improvement District No. 3A (“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 tax rate levied by the District on property within the District is \$0.95 per \$100 of assessed value.

Bonds payable in whole or in part from taxes of the District have been authorized by the voters: (1) for the purposes; (2) in the amounts; and (3) have been sold to date in the amounts; all as shown below:

<u>Authorized Purpose</u>	<u>Total Amount Authorized</u>	<u>Amount Issued to Date</u>
Road Facilities	\$152,500,000	\$0
Road Facilities	\$81,000,000	\$5,000,000
Recreational Facilities	\$116,500,000	\$0

Note 1: The above amounts exclude any bonds or portion of bonds payable solely from revenues received or expected to be received pursuant to a contract with a governmental entity.

Note 2: The District does not currently have the legal authority to levy ad valorem taxes or issue bonds payable from ad valorem taxes for recreational facilities

The District has been authorized by its voters to impose a contract tax for the purpose of making certain contract payments to Comal County Water Improvement District No. 3 Master District (“Master District”) to be used to pay the District’s pro-rata share of debt service obligations on bonds issued by the Master District for the provision of certain regional public infrastructure serving the District. The District may impose an unlimited rate of tax in payment of such contract obligations.

The District is located in whole or in part in the extraterritorial jurisdiction of New Braunfels, Texas (“City”). 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 which is available for inspection at the District’s offices. 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, and roads and services within the District through the issuance of bonds payable in whole or in part from property taxes. The cost of these facilities is not included in the purchase price of your property.

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 ROUTINELY ESTABLISHES TAX RATES DURING THE MONTHS OF SEPTEMBER THROUGH DECEMBER OF EACH YEAR, EFFECTIVE FOR THE YEAR IN WHICH THE TAX RATES ARE APPROVED BY THE DISTRICT. 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 INFORMATION CONTAINED IN THIS NOTICE WAS COMPILED BY THE DISTRICT ON OCTOBER 17, 2025. THE DISTRICT'S PHONE NUMBER IS 281-500-6050.

The undersigned purchaser hereby acknowledges receipt of the foregoing notice at or prior to execution of a binding contract for the purchase of the real property described in such notice or at closing of purchase of the real property.

PURCHASER:

(Date)

Signature of Purchaser

Note: This form is required by law to be recorded in certain circumstances at closing. In which case it may need to be notarized. Please consult your attorney or broker.