

TRAVIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 5
NOTICE TO PURCHASER

THE STATE OF TEXAS

COUNTY OF TRAVIS

The real property, described below, which you are about to purchase is located within **Travis County Municipal Utility District No. 5** (the "District"). The District has taxing authority separate from any other taxing authority and may, subject to voter approval, issue an unlimited amount of bonds and levy an unlimited rate of tax in payment of such bonds. As of this date, the rate of taxes levied by the District on real property located within the District is **\$0.5790** per \$100.00 of assessed valuation. The total amount of bonds, excluding refunding bonds and any bonds and any portion of bonds issued that are payable solely from revenues received or expected to be received under a contract with a governmental entity, which has been approved by the voters of the District and which have been or may, at this date, be issued is **\$13,250,000**, and the aggregate initial principal amounts of all bonds issued for one or more of the specified facilities of the District and payable in whole or in part from property taxes is **\$7,770,000**.

The voters of the District have also approved a Contract for Financing and Operations of Regional Waste Collection, Treatment and Disposal Facilities Regional Water Supply and Delivery Facilities and Regional Drainage Including Water Quality Facilities, as amended ("Contract") with Travis County Municipal Utility District No. 4 in the latter's role as Master District which provides for the financing, construction, operation and maintenance of the water, wastewater, drainage and water quality facilities that serve or will serve the District. The voters have approved an unlimited tax pledge to pay for the District's obligations under the Contract. As of this date, the Master District has issued **\$103,645,000** in Unlimited Contract Tax Bonds. The District is required to pay its pro rate share of each year's debt service based upon its assessed valuation as a percentage of the total certified assessed valuation of the service area of the Master District and its pro rata share of the costs of operation and maintenance costs based upon allocated capacity of the master facilities and the District's internal facilities.

The District is located in whole or in part in the extraterritorial jurisdiction of the City of Austin. By law, a District located in the extraterritorial jurisdiction of a municipality generally may be annexed without the consent of the District or the voters of the District. When a District is annexed, the District is dissolved. Provided, however, the specific legislation which created the District provides that the District may be annexed by a municipality only after: (1) the governing body of the municipality adopts a resolution of intention to annex all or part of the District and transmits that resolution to the District, Travis County Municipal Utility District No. 3, Travis County Municipal Utility District No. 4, Travis County Municipal Utility District No. 6, Travis County Municipal Utility District No. 7, Travis County Municipal Utility District No. 8, Travis County Municipal Utility District No. 9 and Travis County Water Control and Improvement District No. 19 (collectively, the "*Districts*"); (2) the Districts each hold an election on the question of whether the annexation should be authorized; and (3) a majority of the voters voting in all of the Districts' elections vote in favor of authorizing the annexation.

The purpose of this District is to provide water, sewer, drainage, or flood control facilities and services within the District through the issuance of bonds payable in whole or in part from property taxes. The cost of these utility facilities is not included in the purchase price of your property, and these utility facilities are owned or to be owned by the District. The legal description of the property which you are acquiring is as follows:

Seller

Date

Seller

Date

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 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

Purchaser

Date

(Acknowledgment)

THE STATE OF _____

COUNTY OF _____

This instrument was acknowledged before me on this _____ day of _____, 20__, by
_____.

NOTARY PUBLIC STATE OF _____

THE STATE OF _____

COUNTY OF _____

This instrument was acknowledged before me on this _____ day of _____, 20__,
by _____.

NOTARY PUBLIC STATE OF _____