

**CERTIFICATE OF ORDER**

**STATE OF TEXAS  
COUNTY OF MONTGOMERY  
NEW CANEY MUNICIPAL UTILITY DISTRICT**

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We, the undersigned officers of the Board of Directors (the "Board") of **NEW CANEY MUNICIPAL UTILITY DISTRICT** (the "District"), hereby certify as follows:

The Board convened in regular session, open to the public, on Thursday, September 19, 2024, at 6:00 p.m., at 23696 Roberts Road, New Caney, Texas, and the roll was called of the members of the Board, to-wit:

William B. Smith	President
Jerry Vernon	Vice President
Tony A. Martinez, Jr.	Secretary
Mary Ann Vickery	Asst. Secretary
Matthew James Peterson	Asst. Secretary/Treasurer

All members of the Board were present, except the following: Director Vernon, thus constituting a quorum. Whereupon other business, the following was transacted at such Meeting: A written

**HENDRICKS DEFINED AREA OF NEW CANEY MUNICIPAL UTILITY DISTRICT  
ORDER SETTING RATE AND LEVYING TAX FOR 2024**

was duly introduced for the consideration of the Board. It was then duly moved and seconded that such Order be adopted; and after full discussion, such motion, carrying with it the adoption of such Order prevailed, carried, and became effective by the following vote:

AYES: 4 NOES: 0

A true, full and correct copy of the aforesaid Order adopted at the Meeting described in the above and foregoing paragraph is attached to and follows this Certificate; such Order has been duly recorded in the Board's minutes of such Meeting; the above and foregoing paragraph is a true, full, and correct excerpt from the Board's minutes of such Meeting pertaining to the adoption of such Order; the persons named in the above and foregoing paragraph are the duly chosen, qualified, and acting officers and members of the Board as indicated therein; each of the officers and members of the Board are duly and sufficiently notified officially and personally, in advance, of the time, place, and purpose of such Meeting, and that such Order would be introduced and considered for adoption at such meeting, and each of the officers and members consented, in advance, to the holding of such Meeting for such purpose; and such Meeting was open to the public and public notice of the time, place, and purpose of such Meeting was given, all as required by Chapter 551 of the Texas Government Code and Section 49.063 of the Texas Water Code, as amended.

**SIGNED** this 19th day of September, 2024.

  
Secretary, Board of Directors

  
President, Board of Directors

**HENDRICKS DEFINED AREA OF NEW CANEY MUNICIPAL UTILITY DISTRICT  
ORDER SETTING RATE AND LEVYING TAX FOR 2024**

**STATE OF TEXAS** §  
**COUNTY OF MONTGOMERY** §  
**NEW CANEY MUNICIPAL UTILITY DISTRICT** §

**WHEREAS, NEW CANEY MUNICIPAL UTILITY DISTRICT** (the "District") has established a defined area known as the Hendricks Defined Area (the "Defined Area") within its boundaries in accordance with the procedures set forth in Chapter 54, Subchapter J of the Texas Water Code; and

**WHEREAS,** the District anticipates issuing Defined Area Bonds to fund improvements and facilities within the Defined Area and such bonds are anticipated to become payable within twelve months of this Order; and

**WHEREAS,** Texas Water Code § 54.603, as amended, provides that the Board of Directors of the District (the "Board") is required to levy and cause to be assessed and collected ad valorem taxes upon all property (real, personal or mixed) subject to taxation within the boundaries of the Defined Area sufficient to pay the interest on any bonds issued by the District for the Defined Area, and to create a sinking fund which includes a debt service fund sufficient to redeem and discharge the bonds at maturity or at any earlier required redemption date; the District must levy a tax on all taxable property in the Defined Area to provide for payment of interest on and principal of its Defined Area bonds as said bonds mature; and

**WHEREAS,** Texas Water Code § 49.107 and § 54.805, as amended, provide that the District may levy and collect a tax for operation and maintenance purposes, including funds for planning, constructing, acquiring, maintaining, repairing, and operating all necessary land, plants, facilities, improvements, appliances, and equipment of the Defined Area and for paying costs of proper services, engineering and legal fees, and organization and administrative expenses related to the Defined Area; and

**WHEREAS,** Texas Water Code § 49.236, as amended, provides that before the Board adopts an ad valorem tax rate for debt service, operation and maintenance purposes, or contract purposes, the Board shall give notice of each meeting of the Board at which the adoption of a tax rate will be considered; such notice of the public hearing on the District's tax rate shall be in substantially the form set forth in Texas Water Code § 49.236, as amended, and shall be published at least once in a newspaper having general circulation in the District at least seven (7) days before the date of the hearing or mailed to each owner of taxable property in the District at the address for notice shown on the most recently certified tax roll of the District, at least ten (10) days before the date of the hearing; and

**WHEREAS,** the Board, by separate Resolution, determined that the area of the District within the Defined Area shall be characterized as a developing district, as described by Texas Water Code § 49.23603, for the 2024 tax year; and

**WHEREAS**, Texas Water Code § 49.23603, as amended, provides that if the Board adopts a combined debt service, operation and maintenance, and contract tax rate that would impose more than 1.08 times the amount of tax imposed by the District in the Defined Area in the preceding year on a residence homestead appraised at the average appraised value of a residence homestead in the Defined Area in that year, disregarding any homestead exemption available only to disabled persons or persons 65 years of age or older, the qualified voters of the District in the Defined Area by petition may require that an election be held to determine whether or not to reduce the tax rate adopted for the current year to the voter approval tax rate in accordance with the procedures provided by Sections 26.075 and 26.081, Tax Code; and

**WHEREAS**, the Tax Assessor and Collector for the District has received the certified tax roll from the Montgomery County Appraisal District assessing the 2024 valuation of the Defined Area property and presented such information to the Board for their consideration in setting the 2024 tax rate; and

**WHEREAS**, the Board has received the calculation from the Financial Advisor of the District indicating the tax rate for the current year necessary to pay principal of and interest on bonds and certain other obligations of the District for the Defined Area; and

**WHEREAS**, the Board finds that the portion of the tax levy for debt service purposes in this Order are sufficient to provide for the District's debt service for the Defined Area as required by Texas Water Code § 54.603, as amended.

**NOW, THEREFORE, BE IT ORDERED BY THE BOARD OF DIRECTORS OF NEW CANEY MUNICIPAL UTILITY DISTRICT THAT:**

**Section 1.** The Board hereby finds that prior to adopting the ad valorem tax rate for 2024, the District has provided proper notice of the public hearing to set the District's Defined Area tax rate and otherwise satisfied the requirements of Texas Water Code § 49.236, as amended.

**Section 2.** The Board hereby levies and causes to be assessed upon all property (real, personal or mixed) subject to taxation within the Defined Area a total Defined Area ad valorem tax rate of \$0.4600 per \$100 of assessed value for the year 2024, comprised of \$0.1640 per \$100 assessed valuation for debt service purposes and \$0.2960 per \$100 assessed valuation for operation and maintenance purposes. The District's Tax Assessor and Collector shall take all steps necessary and authorized by law to collect taxes as owed pursuant to this Order. Said taxes shall be levied, assessed and collected at the rate of \$0.4600 per \$100 of assessed valuation for 2024 as provided for in Chapters 49 and 54, Texas Water Code, and all other applicable laws.

**Section 3.** The Board hereby finds that the total Defined Area ad valorem tax rate of \$0.4600 per \$100 of assessed value for the year 2024 shall be in addition to the District's tax rate.

**Section 4.** Pursuant to law, all taxes shall be due and payable on or before the 31st day of January, 2025.

**Section 5.** The President or Vice President is authorized to do all things necessary for execution of this Order; and the President or Vice President is further authorized to execute, and the Secretary or any Assistant Secretary to attest, this Order on behalf of the Board.

**(EXECUTION PAGE FOLLOWS)**

WITNESS OUR HANDS AND THE SEAL OF THE DISTRICT this 19th day of September, 2024.

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President, Board of Directors

ATTEST:

  
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Secretary, Board of Directors

(DISTRICT SEAL)

