

ORDER CALLING BOND ELECTIONS AND OPERATION AND MAINTENANCE
TAX ELECTIONS

WHEREAS, Mineral Wells Municipal Management District No. 1 (the "District") was heretofore duly created by order of the Texas Commission on Environmental Quality (herein the "TCEQ"), and the appointed directors of the District have met and organized and have qualified to serve as directors of the District by making the sworn statement, taking the oath, and making the bond required by law; and

WHEREAS, the District was created under the authority of Sections 52 and 52-a, Article III, and Article XVI, Section 59 of the Texas Constitution; Chapter 375, Texas Local Government Code; and Chapters 49 and 54, Texas Water Code, and has all of the purposes and powers described therein; and

WHEREAS, as required by Section 49.106, Texas Water Code, there has been filed in the office of the District open to inspection by the public, an engineer's report, and any supplemental letters or amendments, covering the land, improvements, facilities, plants, equipment, and appliances to be purchased or constructed and their estimated cost, together with maps, plats, profiles and data fully showing and explaining the report (the "Engineering Report"), and the Engineering Report has been carefully considered by the Board of Directors of the District (the "Board") and has been approved by the Board; and

WHEREAS, the Board finds that the estimate of probable costs of the design, construction, purchase, and acquisition of waterworks system, sanitary sewer system, and drainage and storm sewer system facilities and additions thereto, and incidental expenses connected with such improvement and the issuance of bonds and refunding bonds, contained in the Engineering Report of \$105,315,000 is reasonable and proper and hereby approves the same; and

WHEREAS, the Board desires to call an election for the purpose of submitting a proposition on the issuance of the bonds of the District for the provision of a waterworks system, sanitary sewer system, and a drainage and storm sewer system and refunding bonds in the maximum aggregate principal amount of \$105,315,000 and the levy of taxes in payment of such bonds; and

WHEREAS, Section 54.234, Texas Water Code authorizes the District to issue bonds for road facilities; and

WHEREAS, Article III, Section 52(b) of the Texas Constitution requires approval of bonds by a two-thirds majority of the voting qualified voters of a district exercising road powers; and

WHEREAS, the Board finds that the estimate of probable costs for the design, construction, purchase, and acquisition of road facilities and additions thereto, and incidental expenses connected with such improvements and the issuance of bonds and refunding bonds, contained in the Engineering Report of \$38,490,000 is reasonable and proper and hereby approves the same; and

WHEREAS, the Board desires to call an election for the purpose of submitting a proposition on the issuance of bonds of the District for the provision of road facilities and refunding bonds in the maximum aggregate principal amount of \$38,490,000 and the levy of taxes in payment of such bonds; and

WHEREAS, Section 49.107, Texas Water Code, provides that the District may levy and collect a tax for operation and maintenance purposes after such tax is approved by a majority of the electors voting in an election held for that purpose; and

WHEREAS, the Board is of the opinion that an election should be held for the purpose of submitting a proposition on the levy of an operation and maintenance tax for facilities authorized by Article XVI, Section 59 of the Texas Constitution; and

WHEREAS, the Board is of the opinion that an election should be held for the purpose of submitting a proposition on the levy of an operation and maintenance tax for facilities authorized by Article III, Section 52 of the Texas Constitution; and

WHEREAS, the Board wishes to proceed with the ordering of said elections; Now, Therefore,

BE IT ORDERED BY THE BOARD OF DIRECTORS OF MINERAL WELLS MUNICIPAL MANAGEMENT DISTRICT NO. 1 THAT:

Section 1: The matters and facts set out in the preamble of this order are hereby found and declared to be true and complete.

Section 2: The Engineering Report and estimates of costs described above are hereby approved.

Section 3: The elections shall be held at the locations specified on **Exhibit A** on November 4, 2025, at which there shall be submitted the questions of the issuance of bonds and refunding bonds and the levy of taxes in payment of the bonds and refunding bonds, and the levy of operation and maintenance taxes.

Section 4: The following propositions shall be submitted to the resident electors of the District:

Mineral Wells Municipal Management District No. 1

Mineral Wells Municipal Management District No. 1

Proposition A

THIS IS A TAX INCREASE

**(Waterworks, Sanitary Sewer, and Drainage
and Storm Sewer Facilities Bonds)**

Shall the Board of Directors of be authorized to issue the bonds of said District in one or more issues or series in the maximum amount of \$105,315,000 maturing serially or otherwise in such installments as are fixed by said Board over a period or periods not exceeding forty (40) years from their date or dates, bearing interest at any rate or rates and to sell said bonds at any price or prices, provided that the net effective interest rate on any issue or series of said bonds shall not exceed the maximum legal limit in effect at the time of issuance of each issue or series of bonds, all as may be determined by the Board of Directors of said District, for the purpose or purposes of purchasing, constructing, acquiring, owning, maintaining, operating, repairing, improving, extending, or paying for, inside and outside the District's boundaries, any and all District works, improvements, facilities, plants, equipment, and appliances needed to provide a waterworks system, sanitary sewer system, and drainage and storm sewer system, including, but not limited to, all costs associated with flood plain and wetlands regulation (including mitigation) and endangered species and stormwater permits (including mitigation) and all additions to such systems and all works, improvements, facilities, plants, equipment, appliances, interests in property, and contract rights necessary or convenient therefor and administrative facilities needed in connection therewith, and for the purpose of refunding by any means now or hereafter authorized by law, all or any portion of bonds of the District hereafter issued for said purposes, and to provide for the payment of principal of and interest on such bonds by the levy and collection of a sufficient tax upon all taxable property within said District, all as authorized by the Constitution and laws of the State of Texas?

Mineral Wells Municipal Management District No. 1
Proposition B

THIS IS A TAX INCREASE

(Road Facilities Bonds)

Shall the Board of Directors of be authorized to issue the bonds of said District in one or more issues or series in the maximum amount of \$38,490,000 maturing serially or otherwise in such installments as are fixed by said Board over a period or periods not exceeding forty (40) years from their date or dates, bearing interest at any rate or rates and to sell said bonds at any price or prices, provided that the net effective interest rate on any issue or series of said bonds shall not exceed the maximum legal limit in effect at the time of issuance of each issue or series of bonds, all as may be determined by the Board of Directors of said District, for the purpose or purposes of purchasing, constructing, acquiring, owning, maintaining, operating, repairing, improving, extending, or paying for inside and outside the District's boundaries any and all macadamized, graveled or paved roads or facilities in aid thereof, including but not limited to, associated drainage and storm water detention facilities, landscaping and irrigation, and all works, improvements, facilities, equipment, appliances, interests in property, all costs associated with flood plain and wetlands regulation (including mitigation) and endangered species and stormwater permits (including mitigation), and contract rights necessary or convenient therefor, and for the purpose of refunding by any means now or hereafter authorized by law, all or any portion of bonds of the District hereafter issued for said purposes, and to provide for the payment of principal of and interest on such bonds by the levy and collection of a sufficient tax upon all taxable property within said District, all as authorized by the Constitution and laws of the State of Texas?

Mineral Wells Municipal Management District No. 1
Proposition C

THIS IS A TAX INCREASE

(Maintenance Tax For Article XVI, Section 59, Facilities)

Shall the Board of Directors of be authorized to levy and collect an operation and maintenance tax (in addition to any other operation and maintenance tax authorized by the voters of said District) not to exceed one dollar (\$1.00) per one hundred dollars (\$100) valuation on all taxable property within said District to secure funds for operation and maintenance of all District facilities authorized by

Article XVI, Section 59, of the Texas Constitution, including, but not limited to, funds for planning, constructing, acquiring, maintaining, repairing, and operating all necessary land, plants, works, facilities, improvements, appliances, and equipment of the District, and for paying related costs of proper services, engineering and legal fees, and organization and administrative expenses?

Mineral Wells Municipal Management District No. 1
Proposition D

THIS IS A TAX INCREASE

(Maintenance Tax for Article III, Section 52, Facilities)

Shall the Board of Directors of be authorized to levy and collect an operation and maintenance tax (in addition to any other operation and maintenance tax authorized by the voters of said District) not to exceed twenty-five cents (\$0.25) per one hundred dollars (\$100) valuation on all taxable property within said District to secure funds for operating and maintaining, including, but not limited to, planning, constructing, acquiring, and repairing all macadamized, graveled or paved roads authorized by Article III, Section 52, of the Texas Constitution, or facilities in aid thereof, and all works, improvements, facilities, equipment, and appliances necessary or convenient therefor, and for paying related costs of proper services, engineering and legal fees?

Section 5: In addition to any other measures, propositions, or offices to be voted on, the ballots used in the elections shall have printed thereon the following:

OFFICIAL BALLOT

Mineral Wells Municipal Management District No. 1

Mineral Wells Municipal Management District No. 1
Proposition A

THIS IS A TAX INCREASE

- | | | |
|-------------|---|---|
| () For |) | The issuance of \$105,315,000 bonds for water, |
| |) | sanitary sewer, and drainage and storm sewer |
| |) | systems and for refunding water, sanitary |
| |) | sewer, and drainage and storm sewer systems |
| |) | bonds of the District, and the levy of taxes, |
| () Against |) | without limit as to rate or amount, sufficient to |
| | | pay the principal of and interest on the bonds |

Mineral Wells Municipal Management District No. 1
Proposition B

THIS IS A TAX INCREASE

- | | | |
|-------------|---|--|
| () FOR |) | The issuance of \$38,490,000 bonds for roads and |
| |) | for refunding road bonds of the District, and the |
| |) | levy of taxes, without limit as to rate or amount, |
| |) | sufficient to pay the principal of and interest on |
| () AGANIST |) | the bonds |

Mineral Wells Municipal Management District No. 1
Proposition C

THIS IS A TAX INCREASE

- | | | |
|-------------|---|--|
| () For |) | An operation and maintenance tax for facilities |
| |) | authorized by Article XVI, Section 59, of the |
| |) | Texas Constitution, not to exceed one dollar |
| () Against |) | (\$1.00) per one hundred dollars (\$100) valuation |
| |) | of taxable property |

Mineral Wells Municipal Management District No. 1
Proposition D

THIS IS A TAX INCREASE

- | | |
|----------------------------------|--|
| <input type="checkbox"/> For | <input type="checkbox"/> An operation and maintenance tax for road facilities authorized by Article III, Section 52, of the Texas Constitution, not to exceed twenty five cents (\$0.25) per one hundred dollars (\$100) valuation of taxable property |
| <input type="checkbox"/> Against | |

Each voter shall vote on the propositions by placing an "X" beside the statement indicating the way he or she wishes to vote.

Section 6: In accordance with Texas Election Code, Section 3.009, the District currently estimates that, if the propositions contained herein were approved and the bonds proposed herein were authorized and issued, the District's ad valorem debt service tax rate is projected to be a maximum of approximately \$1.00 per \$100 of assessed valuation. The estimated tax rate is based on current assumptions and projections of interest rates, property development, assessed valuations and tax collection rates. To the extent that such assumptions and projects are not realized, the actual tax rate assessed by the District may vary substantially from the estimated tax rate. The estimated tax rate provided in this Section shall not be considered part of the bond propositions to be submitted to the voters pursuant to this order and shall not be considered as a limitation on the District's authority to levy, assess and collect an unlimited tax as to rate or amount pursuant to Texas Constitution Article XVI, Section 59 or Texas Constitution Article III, Section 52.

Section 7: The aggregate amount of the outstanding principal of the District's bonds secured by ad valorem taxes as of the date of this order is \$0.

Section 8: The aggregate amount of the outstanding interest on the District's bonds secured by ad valorem taxes as of the date of this order is \$0.

Section 9: The debt service tax rate for the District as of the date of this order is \$0 per \$100 valuation of taxable property.

Section 12: The District shall use the regular county election precincts for the election.

Section 13: The District will enter into an interlocal agreement with Palo Pinto County (the "County") by which the County will conduct the election and provide other election services on behalf of the District.

Section 14: The Election Officer of the County shall appoint the presiding judge, clerks, and members of the early voting ballot board for the election.

Section 15: Early voting by personal appearance will be conducted at the locations listed during the dates and hours specified on **Exhibit B**.

Section 16: Applications for ballot by mail shall be mailed to:

Early voting clerk, Mineral Wells Municipal Management District No. 1:
Palo Pinto County Election Office
Laura Watkins
Early voting clerk website: www.co.palo-pinto.tx.us
Phone: 940-659-1217

Applications for ballot by mail must be received no later than 5:00 p.m. on Friday, October 24, 2025.

Section 17: In the event the elections result favorably for the propositions submitted, (i) the Board shall thereafter be authorized to issue \$ 105,315,000 in bonds of the District for the provision of waterworks system, sanitary sewer system, and drainage and storm sewer system facilities for the District and refunding bonds, payable from taxes, on the terms and conditions described in Proposition A voted in the election, (ii) the Board shall thereafter be authorized to issue \$38,490,000 in bonds of the District for the provision of road facilities and refunding bonds, payable from taxes, on the terms and conditions described in Proposition B voted in the election, (iii) the Board shall be authorized to levy and collect an operation and maintenance tax for facilities authorized by Article XVI, Section 59, of the Texas Constitution not to exceed \$1.00 per \$100 assessed valuation on the terms and conditions described in Proposition C voted in the election, and (iv) the Board shall be authorized to levy and collect an operation and maintenance tax for road facilities authorized by Article III, Section 52, of the Texas Constitution not to exceed \$0.25 per \$100 of assessed valuation on the terms and conditions described in Proposition D voted in the election.

In the event the elections result against any of the propositions submitted, the Board shall be authorized to act on the terms and conditions of the propositions approved at the elections.

Section 18: The President and Secretary of the Board and the attorneys for the District are authorized and directed to take any action necessary or convenient to carry out the provisions of this order, and to comply with the provisions of the Texas Constitution and all applicable laws in carrying out and conducting the elections, including, if necessary, modifying the provisions of this order to facilitate compliance with changes in law made during the 89th Texas Legislative Session and any special sessions thereof or administrative interpretations of such laws.

Section 19: It is hereby found that the meeting at which this order has been considered and adopted is open to the public, as required by law, and that written notice of the time, place, and subject matter of said meeting, and of the proposed adoption of this order, was given as required by Chapter 551, Texas Government Code, and Section 49.063, Texas Water Code. The Board further ratifies and confirms said written notice and the contents and posting thereof.

[EXECUTION PAGE FOLLOWS]

ADOPTED AND APPROVED on August 13, 2025.



President, Board of Directors

ATTEST:



Secretary, Board of Directors

(SEAL)



NOTICE OF CONSTITUTIONAL AMENDMENT ELECTION
AVISO DE ELECCION DE ENMIENDA CONSTITUCIONAL

EXHIBIT A

Notice is hereby given that the polling places listed below will be open from 7:00 a.m. to 7:00 p.m., November 4, 2025, for voting the Constitutional Amendment Election.

Por la presente se notifica que los lugares de votacion que se enumeran a continuacion estaran abiertos de 7:00 a.m. a 7:00 p.m. el 4 de noviembre de 2025 para votar en la Eleccion de Enmienda Constitucional.

LOCATIONS OF ELECTION DAY POLLING SITES

PALO PINTO METHODIST CHURCH	419 OAK ST, PALO PINTO	MEETING ROOM
PK VOL. FIRE DEPT.	358 NORTH FM 2353, GRAFORD	MEETING ROOM
STRAWN CITY HALL	118 HOUSLEY St, Strawn	MEETING ROOM
GORDON COMMUNITY CTR	201 HOUSTON ST., GORDON	MEETING HALL
GRAFORD ISD	400 WEST DIVISION	BOARD ROOM
FIRST BAPTIST CHURCH SANTO	135 W. PALO PINTO, SANTO	CHURCH HALL
FOX HOLLOW- WESTLAKE CHAPEL	701 HWY 1148, GRAHAM,	MEETING ROOM
SOUTHSIDE CHURCH OF CHRIST	1401 S.E. 25TH AVE, MINERAL WELLS	FAMILY CENTER
FAIRVIEW BAPTIST CHURCH	1062 FAIRVIEW RD, MINERAL WELLS	MEETING ROOM
PALO PINTO COUNTY ANNEX	100 S.E. 6TH AVE, MINERAL WELLS	COURT ROOM LOBBY
MINERAL WELLS SENIOR CENTER	102 NW 6TH AVE., MINERAL WELLS	MEETING ROOM

EXHIBIT B

EARLY VOTING by personal appearance will be conducted each weekday:
VOTACIÓN temprana en persona se llevará a cabo cada día de la semana:

EARLY VOTING SITES and HOURS

PRINCIPAL sitio de votación temprana y horas

Main Early Voting Location

Palo Pinto County Annex
Court Room Lobby
100 S.E. 6th Ave.
Mineral Wells, TX 76067

Branch Early Voting Location

Palo Pinto Methodist Church
Sunday School Building
419 Oak St.
Palo Pinto, Texas 76484

Monday- October/Octubre 20	8:00 am - 5:00 pm
Tuesday- October/Octubre 21	8:00 am - 5:00 pm
Wednesday- October/Octubre 22	8:00 am - 5:00 pm
Thursday- October/Octubre 23	8:00 am - 5:00 pm
Friday- October/Octubre 24	8:00 am - 5:00 pm
Saturday- October/Octubre 25	8:00 am - 5:00 pm

Monday- October/Octubre 27	8:00 am - 5:00 pm
Tuesday- October/Octubre 28	8:00 am - 5:00 pm
Wednesday- October/Octubre 29	8:00 am - 5:00 pm
Thursday- October/Octubre 30	7:00 am - 7:00 pm
Friday- October/Octubre 31	7:00 am - 7:00 pm