



Contact:

Maria Fernanda Urbina

Managing Director

221 North Kansas

Suite 600

El Paso, TX 79901

Telephone: 915.351.7228

maria.urbina@hilltopsecurities.com

City Summary

Paseo del Este Municipal Utility District No. 1

Introduction

- On December 2, 2002, the City of El Paso approved a resolution consenting to the creation of Paseo Del Este Municipal Utility Districts No. 1-9 in the City of El Paso's Extraterritorial Jurisdiction for the purpose of providing water and wastewater facilities for the land within those Districts.
- Paseo Del Este MUD No. 1, a political subdivision of the State of Texas, is located in El Paso County (the "District No. 1"), was created by division of Paseo del Este Municipal Utility District (the "Original District") pursuant to a division order adopted by the Original District on March 27, 2003, and operates pursuant to Chapter 443, Acts of the Texas Legislature, Regular Session, 1997 (the "Act") and Chapters 49 and 54, Texas Water Code.
- The District serves as the "Master District" (in such capacity, the "Master District") pursuant to contract(s) (the "Master District Contract") entered into between the District (as Master District) and ten other districts in the Paseo del Este development in eastern El Paso County known as Paseo del Este Municipal Utility District Nos. 2, 3, 4, 5, 6, 7, 8, 9, 10 and 11 (those ten districts and the Master District being collectively referred to as the "Participant Districts" and individually as "Participant District No. —") with the Master District to coordinate the development of the water, sanitary sewer and drainage facilities to serve the area within all eleven Participant Districts.
- The District No. 1 presently contains approximately 777.502 acres of land located in the Southeast portion of El Paso County approximately 15 miles east of the central area of the City of El Paso, Texas. At ultimate development, the District is projected to serve 1,818 Equivalent Single-Family Connections.

Project Summary

- District No. 1, a political subdivision of the State of Texas, is located in El Paso County.
 - The District No. 1 is waiting approval from the Texas Commission on Environmental Quality (the “TCEQ”) for a bond application requesting approval for the issuance of **\$7,945,000** in unlimited tax bonds to finance the District’s share of costs for the Regional Master Utility District and water, wastewater and drainage facilities within the District No. 1.
 - Bonds will be payable from an annual ad valorem tax, without legal limitation as to rate or amount, levied upon all taxable property within the District No. 1. The Bonds are obligations of the District and are not obligations of the State of Texas, El Paso County, the City of El Paso or any political subdivision or agency other than the District No. 1.
 - The District No. 1 has not previously issued any unlimited tax bonds.
 - As of August 31, 2021, District No. 1 had a total of 272 connections and according to an El Paso Central Appraisal District certificate, has an estimated taxable assessed value of \$80,067,590.

Financing Summary

- District No. 1, a political subdivision of the State of Texas, is located in El Paso County.
 - Expected total annual debt service for the proposed bond of \$7,945,000 is approximately \$509,105 for the life of the District's debt.
 - The District's Overall Tax Rate should not exceed \$0.75/\$100 for Tax Year 2021.
 - *Bonds will be payable from an annual ad valorem tax, without legal limitation as to rate or amount, levied upon all taxable property within the District No. 1. The Bonds are obligations of the District and are not obligations of the State of Texas, El Paso County, the City of El Paso or any political subdivision or agency other than the District No. 1.*