

AMENDED AND RESTATED DISTRICT INFORMATION FORM

THE STATE OF TEXAS §
 §
COUNTY OF HARRIS §

In compliance with Section 49.455, Texas Water Code, as amended, the undersigned members of the Board of Directors of Trail of the Lakes Municipal Utility District (the "District") hereby affirm, as of the date hereinafter set out, that the following information is correct and accurate:

1. The name of the District is Trail of the Lakes Municipal Utility District.

2. The most recent rate of taxes established by the District on property located in the District is set forth in the form of Notice to Purchasers contained in Exhibit "A" attached hereto and made a part hereof for all purposes, as same may hereafter be from time to time amended.

3. The total amount of bonds that has been approved by the voters and which may be issued by the District (excluding refunding bonds and any bonds or portion of bonds payable solely from revenues received or expected to be received pursuant to a contract with a governmental entity) is \$73,320,000 (comprised of \$66,320,000 for general obligation bonds and \$7,000,000 for recreational amenities bonds).

4. The aggregate initial principal amount of tax bonds of the District payable in whole or in part from taxes (excluding refunding bonds and any bonds or portion of bonds payable solely from revenues received or expected to be received pursuant to a contract with a governmental entity) that have been previously issued is \$47,600,000 in general obligation bonds and \$5,105,000 in recreational amenities bonds.

5. If a standby fee is imposed by the District, the amount of the standby fee is set forth in the form of Notice to Purchasers contained in Exhibit "A", attached hereto and made a part hereof for all purposes, as same may hereafter be from time to time amended.

6. The date of creation of the District is April 22, 1974.

7. The functions performed or to be performed by the District are as follows:

- (a) Supply water for municipal uses, domestic uses, power, and commercial purposes and all other beneficial uses or controls;
- (b) Collect, transport, process, dispose of, and control all domestic, industrial, or communal wastes, whether in fluid, solid, or composite state;
- (c) Gather, conduct, divert, and control local storm water or other local harmful excesses of water in the District;
- (d) Irrigate the land in the District;
- (e) Alter land elevation in the District where it is needed;
- (f) Navigate coastal and inland waters of the District; and
- (g) Provide parks and recreational facilities for the inhabitants in the District.

KF-ZUZJ-410111

EXHIBIT "A"

**NOTICE TO PURCHASER OF
SPECIAL TAXING OR
ASSESSMENT DISTRICT**

The real property that you are about to purchase is located in the Trail of the Lakes Municipal Utility District (the "District") and may be subject to District taxes or assessments. 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 rate of the District's property tax is \$0.60 on each \$100 of assessed valuation. The total amount of bonds payable wholly or partly from property taxes, excluding refunding bonds that are separately approved by the voters, approved by the voters are:

- (i) \$66,320,000.00 for water, sewer, and drainage facilities;
- (ii) \$0.00 for road facilities;
- (iii) \$7,000,000.00 for parks and recreational facilities; and

The aggregate initial principal amounts of all such bonds are:

- (i) \$47,600,000.00 for water, sewer, and drainage facilities;
- (ii) \$0.00 for road facilities;
- (iii) \$5,105,000.00 for parks and recreational facilities; and

The District is located wholly or partly in the extraterritorial jurisdiction of the City of Houston. 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 of Houston. 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, flood control, and parks and recreational facilities and services. The cost of the District facilities is not included in the purchase price of your property, and these utility facilities are owned or to be owned by the District.

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