

**ORDER SETTING TAX RATE
FOR 2022**

THE STATE OF TEXAS §

COUNTY OF PALO PINTO §

PALO PINTO COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1 §

The Board of Directors (the “Board” or “Board of Directors”) of Palo Pinto County Water Control and Improvement District No.1 (the “District”) met in special session, open to the public, after due notice, at a designated office of the District outside the boundaries of the District, on September 15, 2022, whereupon the roll was called of the members of the Board of Directors, to-wit:

Todd McCall	President
Melissa Wilson	Vice President
James Smith	Secretary
Mark Dannehl	Treasurer/Secretary
Ric Hayward	Asst. Secretary

All members of the Board were present with the exception of Director Dannehl and Director McCall. Director McCall joined the meeting by telephone conference as a non-voting member.

WHEREUPON, among other business conducted by the Board, Director Smith introduced the Order set out below and moved its adoption, which motion was seconded by Director Hayward after a full discussion and the question being put to the Board of Directors, said motion was carried by the following vote:

"Aye": 3; "No": 0.

The Order thus adopted is as follows:

WHEREAS, the appraisal roll and supplemental appraisal roll of Palo Pinto County Water Control and Improvement District No. 1 (the "District") for 2022 have been prepared and certified by the Palo Pinto Appraisal District, the appraiser for the District, and submitted to the District's tax assessor/collector;

WHEREAS, the District may levy a maintenance tax on all taxable property in the District to provide for payment of expenses as set out in Section 49.107, Texas Water Code;

WHEREAS, the Board of Directors has reviewed and approved its operating budget for its fiscal year October 1, 2022, through September 30, 2023, and has determined what maintenance tax rate should be set to meet such budget requirements; and

WHEREAS, the Board of Directors has reviewed its existing and a projected debt service budget covering the life of the bonds and has determined what debt service tax rate should be set to meet the debt service requirements of the District's outstanding bonds;

WHEREAS, the District has complied with the provisions of Section 49.236, Texas Water Code and has conducted a Public Hearing on Tax Rate as required therein;

NOW THEREFORE, BE IT ORDERED BY THE BOARD OF DIRECTORS OF PALO PINTO COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1 THAT:

Section 1. There is hereby levied an ad valorem tax of \$0.2700 on each \$100.00 of taxable property within the District in order to provide funds for maintenance and operating purposes.

Section 2. There is hereby levied an ad valorem tax of \$0.2300 on each \$100.00 of taxable property within the District in order to provide for payment of principal of and interest and associated obligations of the District's outstanding bonds.

Section 3. The total tax rate for 2022 is \$0.5000 on each \$100.00 of taxable property within the District. All taxes collected pursuant to this levy, after paying costs of levying, assessing, and collecting same, shall be used for planning, maintaining, repairing, and operating the District's facilities and for paying costs of proper services, engineering and legal fees, and administrative expenses, and for paying principal of and interest on bonds, or other lawfully authorized evidences of indebtedness issued or assumed by the District.

Section 4. The Palo Pinto Tax Assessor/Collector, the District's Tax Collector, is hereby authorized to assess and collect the taxes of the District employing the above tax rate.

Section 5. The taxes levied hereby are due presently, and shall be delinquent if not paid by January 31, 2023.

Section 6. This Order Setting Tax Rate shall be effective from and after its adoption.

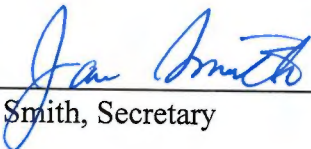
Section 7. The President or Vice President is authorized to execute, and the Secretary or any Assistant Secretary to attest, this order on behalf of the Board of Directors.

WITNESS OUR HANDS AND SEAL OF THE DISTRICT this 15th day of September, 2022.



Melissa Wilson, Vice President

ATTEST:



James Smith, Secretary

(DISTRICT SEAL)

