

**VOTER INFORMATION DOCUMENT
For November 4, 2025 Election**

**EAST TEXAS MUNICIPAL UTILITY DISTRICT
OF SMITH COUNTY (“District”)
PROPOSITION A**

- [] FOR THIS IS A TAX INCREASE: The Issuance of \$60,000,000 Utility Bonds and the Levy of Ad Valorem Taxes Sufficient to Pay the Principal of and Interest on the Utility Bonds by
- [] AGAINST East Texas Municipal Utility District of Smith County

1. Principal of the debt obligations to be authorized	\$60,000,000
2. Estimated interest for the debt obligations to be authorized	\$50,361,168
3. Estimated combined principal and interest required to pay on time and in full the debt obligations to be authorized	\$110,361,168
4. Principal of all outstanding debt obligations of the District*	\$3,660,000
5. Estimated remaining interest on all outstanding debt obligations of the District*	\$1,175,648
6. Estimated combined principal and interest required to pay on time and in full all outstanding debt obligations of the District*	\$4,835,648
7. Estimated maximum annual increase in the amount of taxes that would be imposed on a residence homestead in the District with an appraised value of \$100,000 to repay the debt obligations to be authorized, if approved, based upon assumptions made by the governing body of the District	\$778.84
8. Other information that the District considers relevant or necessary to explain the foregoing information	See major assumptions listed below.

* As of the date of adoption of the District's Order Calling Bond Election (the "Bond Election Order").

Major assumptions for statements above, including statement 7:

(1) Assumed amortization of the District's debt obligations, including outstanding debt obligations and the proposed debt obligations:

Term	Principal (Proposed Debt)	Estimated Interest	Total Proposed Debt Service	Total Proposed Debt Service + Existing Debt Service
25 years	\$60,000,000	\$50,361,168	\$110,361,168	\$115,196,816

(2) Assumes that the taxable assessed value within the District will grow at a rate of 4.36% per year for the life of the bonds.

(3) Assumes interest rate on the debt obligations to be issued: 5.06%.

(4) Assumes a tax collection rate of 98.00%.

(5) Assumes homestead does not qualify for idiosyncratic exemptions, including, but not limited to, the state-mandated (a) homestead exemption for the elderly and disabled (for which tax payments are capped based on the homeowner's tax payment in the year the exemption is obtained) and (b) homestead exemption for disabled veterans and their families, surviving spouses of members of the armed services killed in action and surviving spouses of first responders killed or fatally wounded in the line of duty.

The estimates contained in this Voter Information Document are (i) based on certain assumptions (including the major assumptions listed above and assumptions concerning prevailing market and economic conditions at the time(s) of issuance of the bonds) and derived from projections obtained from the District's financial advisor, (ii) subject to change to the extent that actual facts, circumstances and conditions prevailing at the time that the bonds are issued differ from such assumptions and projections, (iii) provided solely in satisfaction of the requirements of Section 1251.052, Texas Government Code, and for no other purpose, without any assurance that such projections will be realized, and (iv) not intended to (and expressly do not) give rise to a contract with voters or limit the authority of the District to issue bonds in accordance with this Proposition.