

VOTER INFORMATION DOCUMENT[±]

MONTGOMERY COUNTY, TEXAS – PROPOSITION A

- [] FOR) THE ISSUANCE OF \$480,000,000 OF BONDS FOR THE
[] AGAINST) CONSTRUCTION, MAINTENANCE, AND OPERATION OF
) MACADAMIZED, GRAVELED, OR PAVED ROADS OR TURNPIKES,
) OR IN AID THEREOF; AND THE LEVYING OF A TAX SUFFICIENT
) TO PAY THE PRINCIPAL OF AND INTEREST ON THE BONDS.

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| 1. Principal of the debt obligations to be authorized | \$480,000,000 |
| 2. Estimated interest for the debt obligations to be authorized | \$353,040,050 |
| 3. Estimated combined principal and interest required to pay on time and in full the debt obligations to be authorized | \$833,040,050 |
| 4. Principal of all outstanding debt obligations of the County* | \$417,980,000 |
| 5. Estimated remaining interest on all outstanding debt obligations of the County* | \$157,000,390 |
| 6. Estimated combined principal and interest required to pay on time and in full all outstanding debt obligations of the County* | \$574,980,390 |
| 7. Estimated maximum annual increase in the amount of taxes that would be imposed on a residence homestead in the County 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 County | \$0.00 |
| 8. Other information that the County considers relevant or necessary to explain the foregoing information | See major assumptions listed below. |

* As of the date of adoption of the County's Bond Election Order.

Major assumptions for statements above, including statement 7:

- Fiscal Year 2025 Freeze-Adjusted Assessed Valuation ("AV") provided by the County, net of exemptions, as of February 1, 2025. The average annual AV growth is assumed to be 5.56% for 9 years and then remain constant thereafter. Projected AV growth, if any, shown for purposes of illustration only.
- Preliminary 2025 issue assumes a September 1, 2025, delivery date and a rate of 4.25%. Preliminary 2026 issue assumes a November 1, 2026, delivery date and a rate of 4.50%. Preliminary 2027 issues assume November 1, 2027, delivery dates and a rate of 4.75%. Preliminary 2028 issues assume November 1, 2028, delivery dates and a rate of 4.75%. All financing assumptions are as of February 1, 2025, for purposes of illustration only. Preliminary, subject to change.

[±] This Exhibit may be updated by the County Judge or their designee(s) in consultation with the County's Bond Counsel as to legal sufficiency.

- Total Fiscal Year 2025 frozen tax revenues of \$4,669,425 provided by the County as of February 1, 2025 and assumed to remain constant at \$5,000,000 in future years. The portion attributable to the interest & sinking fund tax rate is calculated on a pro rata basis assuming a constant general fund tax rate of \$0.3345 at 99.0% collections.
- Tax collection rate assumed to be 99.00%.

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 County'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 County to issue bonds in accordance with the Propositions submitted by the County's Bond Election Order.