

Voter Information Document – Franklin County Water District Special Election
Proposition A

The following information is prepared to comply with Tex. H.B. 477 86th Leg., R.S. (2019) and is for illustration purposes only. The information is not a part of the proposition and does not create a contract with the voters.

Ballot Information: At the Election, the following language will appear on the ballot:

FRANKLIN COUNTY WATER DISTRICT SPECIAL ELECTION
FRANKLIN COUNTY WATER DISTRICT PROPOSITION A

FOR	_____) THE ISSUANCE OF \$16,000,000 OF BONDS BY THE FRANKLIN
) COUNTY WATER DISTRICT FOR THE CONSTRUCTION,
) IMPROVEMENTS, REMEDIATION AND REPAIRS TO THE DISTRICT'S
AGAINST	_____) FRANKLIN COUNTY DAM, STRUCTURES AND FACILITIES, AND
) LEVYING THE TAX FOR PAYMENT OF PRINCIPAL AND INTEREST
) ON THE BONDS.

The following table sets forth the estimated principal amount of, and interest due to maturity on, the bonds to be issued if Proposition A passes, and all outstanding obligations of the District secured by and payable from ad valorem taxes.

Principal Amount of Bonds to be authorized	Estimated interest for Bonds to be authorized ⁽¹⁾	Estimated combined principal and interest required to pay on time and in full the Bonds to be authorized ⁽¹⁾	Principal of District's Existing Outstanding Debt (as of 7/23/24)	Remaining interest on District's Existing Outstanding Debt (as of 7/23/24)	Combined Principal and Interest to timely pay District's Outstanding Debt (as of 7/23/24)
\$16,000,000	\$11,909,075	\$27,909,075	\$1,235,000	\$35,966	\$1,270,966

⁽¹⁾ The interest on the proposed bonds is estimated at a rate of 4.250% based on market conditions as of July 23, 2024, and therefore, the interest payable on the proposed bonds may be less than, or more than, the amounts set forth above based on market conditions at the time of sale of the proposed bonds.

Based on the information and assumptions provided in the table above, the estimated maximum annual increase in the amount of taxes that would be imposed on a residence homestead in the District with a taxable appraised value of \$100,000 to repay the proposed bonds, if approved, is \$18.05. This projection assumes annual growth of District's taxable assessed valuation at a rate of 7.70% in 2024, 8.70% in years 2025 through 2033 and with 0.00% growth in each year thereafter. The estimated \$18.05 tax increase stated above assumes that the proposed bonds will be issued in one series of bonds with a projected 25-year amortization that will produce relatively consistent levels of debt service in each year.