

**NOTICE FORM FROM DISTRICT**  
**Required by Section 49.453,**  
**Texas Water Code, as amended**

**This notice form is being issued by Newport Municipal Utility District on October 21, 2019. The District's telephone number is 713/652-6500.**

**A fee of \$10.00, plus actual costs of delivery, if any, has been assessed by the District for issuance of this notice form.**

NEWPORT MUNICIPAL UTILITY DISTRICT  
NOTICE TO PURCHASERS OF REAL PROPERTY  
as Required by Section 49.452, Texas Water Code, as Amended  
FOR DISTRICTS LOCATED IN WHOLE OR IN PART IN THE EXTRATERRITORIAL JURISDICTION OF ONE OR MORE  
HOME-RULE MUNICIPALITIES AND NOT LOCATED WITHIN THE CORPORATE BOUNDARIES OF A MUNICIPALITY

The real property, described below, that you are about to purchase is located in the Newport Municipal Utility District **Defined Area 1**, and **your land will be subject to a higher tax than other land within the District**. The Defined Area 1 has taxing authority separate from any other taxing authority, and may, subject to voter approval, issue an unlimited amount of bonds and levy an unlimited rate of tax in payment of such bonds. As of this date, the rate of taxes levied by the District in support of maintenance or bonds for the benefit of the Defined Area 1 on real property located in the Defined Area is \$0.664 on each \$100 of assessed valuation. (The District has levied a separate tax on all real property in the District including the Defined Area.) **This tax rate will be in addition to the tax rate levied by Newport Municipal Utility District throughout the District**. The total amount of bonds, excluding refunding bonds and any portion of bonds that are payable solely from revenues received or expected to be received under a contract with a governmental entity, approved by the voters of the Defined Area 1 and which have been or may, at this date, be issued is \$50,000,000, and the aggregate initial principal amount of all bonds issued for one or more of the specified facilities of the Defined Area 1 and payable in whole or in part from property taxes is \$0.

The Defined Area 1 is located within the District, and the district is located in whole or in part in the extraterritorial jurisdiction of the City of Houston. By law, a district located in the extraterritorial jurisdiction of a municipality may be annexed without the consent of the district if the municipality complies with the procedures and requirements of Chapter 43, Texas Local Government Code, as amended. The law also provides that, except in very limited circumstances, a municipality may not annex land in its extraterritorial jurisdiction without the consent of the landowners and/or voters in the area proposed to be annexed. If all of the area in a district is annexed, the district is dissolved. If the district and a municipality are parties to a strategic partnership agreement specifying the procedures for full purpose annexation of all or a portion of the district, the terms of that agreement will apply concerning annexation.

The purpose of this Defined Area 1 is to provide water, sewer, drainage or flood control facilities and services for the area within the Defined Area 1 through the issuance of bonds payable in whole or in part from property taxes. The cost of these utility facilities is not included in the purchase price of your property, and these utility facilities are owned or to be owned by the district. The legal description of the property which you are acquiring is as follows:

[Property Description]

\_\_\_\_\_  
Date

\_\_\_\_\_  
Signature of Seller

[ACKNOWLEDGMENT OF SELLER]

PURCHASER IS ADVISED THAT THE INFORMATION SHOWN ON THIS FORM IS SUBJECT TO CHANGE BY THE DISTRICT AT ANY TIME. THE DISTRICT ROUTINELY ESTABLISHES TAX RATES DURING THE MONTHS OF SEPTEMBER THROUGH DECEMBER OF EACH YEAR, EFFECTIVE FOR THE YEAR IN WHICH THE TAX RATES ARE APPROVED BY THE DISTRICT. PURCHASER IS ADVISED TO CONTACT THE DISTRICT TO DETERMINE THE STATUS OF ANY CURRENT OR PROPOSED CHANGES TO THE INFORMATION SHOWN ON THIS FORM.

The undersigned purchaser hereby acknowledges receipt of the foregoing notice at or prior to execution of a binding contract for the purchase of the real property described in such notice or at closing of the purchase of the real property.

\_\_\_\_\_  
Date

\_\_\_\_\_  
Signature of Purchaser

[ACKNOWLEDGMENT OF PURCHASER]”