LANCASTER MUNICIPAL UTILITY DISTRICT NO. 1

May 3, 2025 Road Bond Election

Why have I received this flyer?

Lancaster Municipal Utility District No. 1 (the "District") provides water, sewer and drainage public infrastructure to the District. In addition, the District is responsible for road construction and maintenance of public roads within the District and may issue road bonds to finance such construction and maintenance. You receive an annual property tax bill from the District. The District's Board of Directors (the "Board") has called a road bond authorization election for May 3, 2025, in the amount of \$133,420,000.

Why is the District having a Road Bond Authorization Election?

The District's existing road facilities are aging and require rehabilitation in the future. Additionally, new road facilities are needed to accommodate the anticipated traffic demands of full build-out of the property within the District. The purpose of the road bond authorization election is to provide the District with the flexibility to sell bonds to finance road improvements and road maintenance projects. There are no authorized road bonds.

Will my taxes go up?

The Board is committed to avoiding District tax increases. The Board anticipates that any road bonds issued for necessary improvements will be structured to avoid an increase to the District's tax rate. The Board has decreased the District's tax rate over the previous nine years, from \$1.06 per \$100 assessed valuation in 2016 to \$0.92 per \$100 assessed valuation in 2024. The proposed authorization of \$133,420,000 in road bonds by the voters of the District will be the primary source of funding road improvements and maintenance.

When and where do I vote?

The election will be held jointly with Dallas County on May 3, 2025. Any registered voter living within the District can vote at any of the Dallas County early voting locations beginning April 22, 2025, through April 29, 2025, or on election day at the locations Dallas County makes available.

There is a meeting scheduled on April 22, 2025, please contact <u>jmarcantel@sklaw.us</u> to receive a link to the meeting.