

Sutton Fields II Public Improvement District
Neighborhood Improvement Area #2 – Lot Type C – 50 Ft Lot
Development Phase #1 – North

Project Overview

The Sutton Fields II Public Improvement District (the “District”) was created by the City Council of the City of Celina on October 13, 2015, pursuant to the Public Improvement District Act, Texas Local Government Code, Chapter 372, as amended (the “Act”), and Resolution No. 2015-51R upon petition of the owners of the taxable real property representing more than 50 percent of the appraised value of taxable real property liable for assessment within the District and the property owners who own taxable real property that constitutes more than 50 percent of the area of all taxable real property that is liable for assessment by the District.

The District was created principally to finance certain public improvement projects for the residential development located within the boundaries of the City of Celina (the “City”) and within the extraterritorial jurisdiction of the City. An updated Service and Assessment Plan was accepted and approved by the City Council which set forth the plan for apportioning the costs of certain of the public improvement projects (the “Authorized Improvements”) to be assessed against properties in Neighborhood Improvement Area #2 (“NIA #2”) and in Neighborhood Improvement Area #3 (“NIA #3”) of the District and for payment of Special Assessments with respect thereto on August 28, 2018 and June 11, 2019, respectively.

The City issued the City of Celina (Sutton Fields II Public Improvement District Neighborhood Improvement Areas #2-3 Projects) Special Assessment Revenue Bonds, Series 2019 (the “NIA #2-3 Bonds”) in the aggregate amount of \$6,355,000 pursuant to the Act, an Ordinance adopted by the City Council on September 10, 2019 and an Indenture of Trust dated as of October 1, 2019 between the City, and the U.S. Bank, N.A. as trustee. Parcels within NIA #2 of the District were levied \$1,905,000 for costs of the NIA #2 Authorized Improvements; while Parcels within Neighborhood Improvement Area #3 (“NIA #3”) of the District were levied \$4,450,000 for costs of the NIA #3 Authorized Improvements.

The NIA #2-3 Bonds are payable from Special Assessments levied against each parcel of property within NIA #2 and NIA #3 of the District pursuant to the Assessment Ordinance adopted by the City Council. The Act provides that the Special Assessments (including any reassessment, the expense of collection and reasonable attorney’s fees, if incurred) are (a) a first and prior lien against the property assessed, superior to all other liens and claims except liens or claims for state, county, school district or municipality ad valorem property taxes whether now or hereafter payable, and (b) a personal liability of and charge against the owners of the property to the extent of their ownership regardless of whether the owners are named.

More information concerning the District, the Assessments and the due dates of that Annual Installments of the Assessments may be obtained from MuniCap, Inc., the District Administrator for the City, located at 600 E. John Carpenter Freeway, Suite 150, Irving, TX 75062 and available by email at txpid@municap.com or telephone at (469) 490-2800 or toll-free at (866) 648-8482.

FAILURE TO PAY THE ASSESSMENTS LEVIED AGAINST ASSESSED PROPERTY, INCLUDING THE ANNUAL INSTALLMENT THEREOF, COULD RESULT IN FORECLOSURE OF SUCH PROPERTY.

The foregoing instrument was acknowledged before me by _____ and _____, known to me to be the person(s) whose name(s) is/are subscribed to the foregoing instrument, and acknowledged to me that he or she executed the same for the purposes therein expressed, in the capacity stated and as the act and deed of the above-referenced entities as an authorized signatory of said entities.

Given under my hand and seal of office on this _____, 20__.

Notary Public, State of Texas

Sutton Fields II Public Improvement District
Schedule of Projected Annual Installments
NIA #2
Development Phase #1 - North

Lot Type
Outstanding Assessment

C - 50 FT
\$19,234

Year ¹	Outstanding Principal Assessment	NIA #2-3 Bond Principal ²	NIA #2-3 Bond Interest ²	NIA #2-5 Bond Principal ³	NIA #2-5 Bond Interest ³	Administrative Expenses ⁴	Total Annual Installment ⁵
2022	\$19,234	\$30	\$537	\$209	\$699	\$90	\$1,565
2023	\$18,997	\$30	\$536	\$223	\$659.26	\$183	\$1,631
2024	\$18,744	\$30	\$535	\$243	\$640.17	\$187	\$1,634
2025	\$18,471	\$30	\$533	\$261	\$619.33	\$190	\$1,634
2026	\$18,181	\$30	\$532	\$284	\$596.95	\$194	\$1,637
2027	\$17,867	\$30	\$530	\$307	\$572.60	\$198	\$1,638
2028	\$17,530	\$30	\$529	\$333	\$546.28	\$202	\$1,640
2029	\$17,167	\$30	\$528	\$361	\$517.76	\$206	\$1,642
2030	\$16,777	\$30	\$526	\$389	\$486.83	\$210	\$1,642
2031	\$16,358	\$30	\$525	\$422	\$438.80	\$214	\$1,630
2032	\$15,906	\$30	\$523	\$455	\$403.97	\$219	\$1,631
2033	\$15,421	\$30	\$522	\$494	\$366.40	\$223	\$1,635
2034	\$14,897	\$30	\$521	\$535	\$325.67	\$227	\$1,638
2035	\$14,333	\$30	\$519	\$578	\$281.55	\$232	\$1,641
2036	\$13,724	\$30	\$518	\$627	\$233.86	\$237	\$1,645
2037	\$13,068	\$60	\$517	\$678	\$182.15	\$241	\$1,678
2038	\$12,330	\$60	\$514	\$734	\$126.21	\$246	\$1,680
2039	\$11,536	\$60	\$511	\$778	\$65.64	\$251	\$1,666
2040	\$10,698	\$986	\$508	\$0	\$0	\$231	\$1,725
2041	\$9,712	\$1,046	\$461	\$0	\$0	\$236	\$1,743
2042	\$8,666	\$1,076	\$412	\$0	\$0	\$240	\$1,728
2043	\$7,590	\$1,136	\$361	\$0	\$0	\$245	\$1,741
2044	\$6,455	\$1,195	\$307	\$0	\$0	\$250	\$1,752
2045	\$5,260	\$1,225	\$250	\$0	\$0	\$255	\$1,730
2046	\$4,034	\$1,285	\$192	\$0	\$0	\$260	\$1,737
2047	\$2,749	\$1,345	\$131	\$0	\$0	\$265	\$1,741
2048	\$1,405	\$1,405	\$67	\$0	\$0	\$271	\$1,742
Total		\$11,326	\$12,142	\$7,908	\$7,762	\$6,004	\$45,145

1 - Annual Installment billed during Year 2022 will be billed on or around 10/1/2022 and is due by 1/31/2023.
2 - The principal and interest amounts are based upon the pro rata share of NIA #2-3 Bonds and will not increase during the life of the Bonds. Interest amounts are calculated through the principal payment date of each year.
3 - The principal and interest amounts are based upon the pro rata share of the NIA #2-5 Bonds and will not increase during the life of the bonds. Interest amounts are calculated through the principal payment date of each year.
4 - The Administrative Expenses shown are estimates and will be updated each in the Annual Service Plan Update.
5 - The total annual installment does not include TIRZ credit, if any.

THIS SCHEDULE IS AN ESTIMATE OF ANNUAL INSTALLMENT PAYMENTS AND IS SUBJECT TO CHANGE. THE EXACT AMOUNT OF EACH ANNUAL INSTALLMENT WILL BE REFLECTED IN THE SUTTON FIELDS II PUBLIC IMPROVEMENT DISTRICT SERVICE AND ASSESSMENT PLAN, AS THE SAME IS UPDATED EACH YEAR. THE SUTTON FIELDS II PUBLIC IMPROVEMENT DISTRICT SERVICE AND ASSESSMENT PLAN MAY BE OBTAINED FROM THE CITY SECRETARY OF CELINA, TEXAS.

Example of TIRZ Credit Application

The property in the PID is also located in the City of Celina Tax Increment Reinvestment Zone No. 8. The City has committed to use approximately 7.76% of the annual incremental City ad valorem property taxes collected from a property in the current tax year as a credit (the “TIRZ Credit”) to reduce the PID annual installment of assessments due in the following year. The following hypothetical example illustrates the application of the TIRZ Credit:

A) Estimates for illustration purposes:

Estimated prorated base year (2017) taxable value = \$1,000

Estimated current year (2022) taxable value = \$299,000

Estimated current (2022) incremental value = \$298,000 (i.e. \$299,000 - \$1,000)

Estimated current (2022) City tax rate per \$100 of taxable value = \$0.645

Estimated PID current (2022) annual installment of Assessment = \$1,565

Estimated PID next (2023) annual installment of Assessments = \$1,631

B) Estimated City incremental tax:

\$1,922 [i.e., $(\$298,000 \div 100) \times \$0.645 = \$1,922$]

C) Estimated TIRZ Credit:

\$149 (i.e., $\$1,922 \times 7.76\% = \149)

D) PID current annual installment due (2022):

\$1,565 with no prior year TIRZ Credit

E) Estimated PID next annual installment due (2023):

\$1,482 (i.e., $\$1,631 - \$149 = \$1,482$) after application of the \$149 TIRZ Credit

PLEASE NOTE THAT THE ABOVE CALCULATIONS ARE ONLY INTENDED TO ILLUSTRATE APPLICATION OF THE TIRZ CREDIT AND DO NOT REPRESENT ANY ACTUAL OR PROJECTED AMOUNTS OF TAXABLE VALUES, CITY TAX RATES AND PID ANNUAL INSTALLMENTS.