

**Cartwright Ranch Public Improvement District
Improvement Area #1 – 40 Ft Lot
Project Overview**

The Cartwright Ranch Public Improvement District (the “District”) was created by the City Council of the City of Crandall (the “City”) on March 1, 2021, pursuant to the Public Improvement District Act, Texas Local Government Code, Chapter 372, as amended (the “Act”), and Resolution No. 030121 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 Crandall. A Service and Assessment Plan was accepted and approved by the City Council on June 7, 2021, pursuant to Ordinance No. 060721A (the “Assessment Ordinance”), setting forth the plan for apportioning the costs of certain of the public improvement projects (the “Authorized Improvements”) to be assessed against properties in the District and for payment of Special Assessments with respect thereto.

On June 7, 2021 the City of Crandall approved issuance of the City of Crandall, Texas Special Assessment Revenue Bonds, Series 2021 (Cartwright Ranch Public Improvement District Improvement Area #1 Project) (the “Improvement Area #1 Bonds”) in the aggregate principal amount of \$17,679,000 to finance, refinance, provide or otherwise assist in the acquisition, construction and maintenance of the public improvements provided for the benefit of the property in the PID.

All Improvement Area #1 Assessments that are not paid in full will be billed in annual installments and collected each year by the City, or its designee, as provided in the Service and Assessment Plan. Annual Installments are due and payable as provided on the annual installment assessment bill. Annual installments are expected to be billed and collected on the same schedule as property taxes. The Improvement Area #1 Assessments, including the annual installments thereof, 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 other political subdivision 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 Improvement Area #1 Assessments and the due dates of the Annual Installments of the Improvement Area #1 Assessments may be obtained from MuniCap, Inc., the District Administrator for the City, located at 600 East John Carpenter Freeway, Suite 150, Irving, Texas 75062 and available by telephone at (469) 490-2800 or (866) 648-8482 (toll free) and email at txpid@unicap.com.

FAILURE TO PAY THE IMPROVEMENT AREA #1 ASSESSMENTS LEVIED AGAINST ASSESSED PROPERTY, INCLUDING THE ANNUAL INSTALLMENT THEREOF, COULD RESULT IN FORECLOSURE OF SUCH PROPERTY.

PID Assessment Notice

NOTICE OF OBLIGATION TO PAY PUBLIC IMPROVEMENT DISTRICT ASSESSMENT TO
THE CITY OF CRANDALL, TEXAS
CONCERNING THE FOLLOWING PROPERTY

[insert property address]

As the purchaser of the real property described above, you are obligated to pay assessments to the City of Crandall, Texas (the "City"), for the costs of a portion of a public improvement or services project (the "Authorized Improvements") undertaken for the benefit of the property within the Cartwright Ranch Public Improvement District (the "District") created under Subchapter A, Chapter 372, Local Government Code.

AN ASSESSMENT HAS BEEN LEVIED AGAINST YOUR PROPERTY FOR THE AUTHORIZED IMPROVEMENTS, WHICH MAY BE PAID IN FULL AT ANY TIME. IF THE ASSESSMENT IS NOT PAID IN FULL, IT WILL BE DUE AND PAYABLE IN ANNUAL INSTALLMENTS THAT WILL VARY FROM YEAR TO YEAR DEPENDING ON THE AMOUNT OF INTEREST PAID, COLLECTION COSTS, ADMINISTRATIVE COSTS, AND DELINQUENCY COSTS.

The exact amount of the assessment may be obtained from the City. The exact amount of each annual installment will be approved each year by the City Council in the Annual Service Plan Update for the District. More information about the assessments, including the amounts and due dates, may be obtained from the City or MuniCap, Inc., the District Administrator for the City, located at 600 E. John Carpenter Fwy, Suite 150, Irving, Texas 75062 and available by telephone at (469) 490-2800 or (866) 648-8482 (toll free) and email at txpid@municap.com.

Your failure to pay any assessment or any annual installment may result in penalties and interest being added to what you owe or in a lien on and the foreclosure of your property.

Date: _____

Signature of Seller

Signature of Seller

The undersigned purchaser acknowledges receipt of this notice before the effective date of a binding contract for the purchase of the real property at the address described above.

Date: _____

Signature of Purchaser

Signature of Purchaser

STATE OF TEXAS §

§

COUNTY OF _____ §

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

**Cartwright Ranch Public Improvement District
Improvement Area #1
Summary of Projected Annual Installments**

Lot Size
Outstanding Assessment
Total Equivalent Units

40' Lot
\$24,739
0.73

Year ¹	Cumulative Outstanding Principal	IA #1 Bond Principal ²	IA #1 Bond Interest ²	Additional Interest Expense	Administrative Expenses ³	Total Annual Installment
2022	\$24,739	\$0	\$0	\$0	\$0	\$0
2023	\$24,739	\$469	\$1,063	\$124	\$59	\$1,715
2024	\$24,270	\$486	\$1,047	\$121	\$61	\$1,715
2025	\$23,784	\$504	\$1,031	\$119	\$62	\$1,715
2026	\$23,281	\$522	\$1,014	\$116	\$63	\$1,715
2027	\$22,759	\$544	\$993	\$114	\$64	\$1,715
2028	\$22,214	\$567	\$971	\$111	\$66	\$1,714
2029	\$21,648	\$591	\$948	\$108	\$67	\$1,714
2030	\$21,057	\$616	\$925	\$105	\$68	\$1,714
2031	\$20,441	\$642	\$900	\$102	\$70	\$1,714
2032	\$19,799	\$672	\$873	\$99	\$71	\$1,714
2033	\$19,127	\$702	\$844	\$96	\$72	\$1,715
2034	\$18,425	\$735	\$814	\$92	\$74	\$1,715
2035	\$17,690	\$767	\$783	\$88	\$75	\$1,714
2036	\$16,923	\$802	\$751	\$85	\$77	\$1,714
2037	\$16,122	\$840	\$716	\$81	\$78	\$1,715
2038	\$15,282	\$877	\$681	\$76	\$80	\$1,715
2039	\$14,405	\$918	\$644	\$72	\$82	\$1,715
2040	\$13,487	\$960	\$605	\$67	\$83	\$1,715
2041	\$12,527	\$1,003	\$564	\$63	\$85	\$1,714
2042	\$11,523	\$1,052	\$519	\$58	\$87	\$1,715
2043	\$10,471	\$1,103	\$471	\$52	\$88	\$1,714
2044	\$9,368	\$1,156	\$422	\$47	\$90	\$1,714
2045	\$8,213	\$1,212	\$370	\$41	\$92	\$1,714
2046	\$7,001	\$1,271	\$315	\$35	\$94	\$1,714
2047	\$5,730	\$1,332	\$258	\$29	\$96	\$1,714
2048	\$4,398	\$1,397	\$198	\$22	\$97	\$1,714
2049	\$3,002	\$1,465	\$135	\$15	\$99	\$1,715
2050	\$1,536	\$1,536	\$69	\$8	\$101	\$1,715
Total		\$24,739	\$18,921	\$2,146	\$2,201	\$48,007

1 - Example: The Annual Installment billed during Year 2022 will be billed on or around 10/01/22 and payment is due by 01/31/23.
2 - The principal and interest amounts represent the final numbers of the Series 2021 Bonds and will not increase during the life of the bonds. Interest amounts are calculated through the principal payment date of each year.
3 - Administrative Expenses are estimated and will be updated each year in the Annual Service Plan Update.

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 CARTWRIGHT RANCH PUBLIC IMPROVEMENT DISTRICT SERVICE AND ASSESSMENT PLAN, AS THE SAME IS UPDATED EACH YEAR.