

**Kaufman Public Improvement District No. 2**  
**Lot Type 1 – 70 FT**  
**Project Overview**

Kaufman Public Improvement District No. 2 (the “District”) was created by the City of Kaufman City Council on December 20, 2021, pursuant to the Public Improvement District Assessment Act, Texas Local Government Code, Chapter 372, as amended (the “Act”), and a Resolution 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 improvements (the “Authorized Improvements”) for the residential development of the District, all of which is located within the city limits of the City of Kaufman (the “City”). A Service and Assessment Plan was accepted and approved by the City Council on July 25, 2022, pursuant to Ordinance No. O-18-22 (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. The Assessments may be prepaid in whole or in part at any time or may be paid in annual installments as provided by the Act and the Service and Assessment Plan.

The City approved the Kaufman Public Improvement District No. 2 Reimbursement Agreement dated as of July 25, 2022, in the aggregate amount of \$1,106,000 to finance the costs of Authorized Improvements within the District (the “Reimbursement Agreement”).

All 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 billed by the Kaufman County Tax Office and 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 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 Assessments and the due dates of the 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, Texas 75062 and available by telephone at (469) 490-2800 or (866) 648-8482 (toll free) and email at [txpid@municap.com](mailto:txpid@municap.com).

**FAILURE TO PAY THE 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 KAUFMAN, 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 Kaufman, 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 Kaufman Public Improvement District No. 2 (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](mailto: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

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§

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

**Kaufman Public Improvement District No. 2**  
**Summary of Projected Annual Installments**

**Lot Size**  
**Assessment**

Lot Type 1 (70 Ft  
 \$17,556

<b>Year<sup>1</sup></b>	<b>Cumulative Outstanding Principal</b>	<b>Reimbursement Agreement Principal<sup>2</sup></b>	<b>Reimbursement Agreement Interest<sup>2</sup></b>	<b>Administrative Expenses<sup>3</sup></b>	<b>Total Annual Installment</b>
1	\$17,556	\$286	\$846	\$294	\$1,426
2	\$17,270	\$302	\$920	\$331	\$1,553
3	\$16,968	\$302	\$904	\$338	\$1,543
4	\$16,667	\$317	\$888	\$344	\$1,550
5	\$16,349	\$333	\$871	\$351	\$1,556
6	\$16,016	\$349	\$853	\$351	\$1,554
7	\$15,667	\$365	\$835	\$351	\$1,551
8	\$15,302	\$381	\$815	\$351	\$1,547
9	\$14,921	\$397	\$795	\$351	\$1,543
10	\$14,524	\$413	\$774	\$351	\$1,538
11	\$14,111	\$444	\$752	\$351	\$1,548
12	\$13,667	\$460	\$728	\$351	\$1,540
13	\$13,206	\$476	\$704	\$351	\$1,531
14	\$12,730	\$508	\$678	\$351	\$1,537
15	\$12,222	\$524	\$651	\$351	\$1,526
16	\$11,698	\$556	\$623	\$351	\$1,530
17	\$11,143	\$571	\$594	\$351	\$1,516
18	\$10,571	\$603	\$563	\$351	\$1,518
19	\$9,968	\$635	\$531	\$351	\$1,517
20	\$9,333	\$667	\$497	\$351	\$1,515
21	\$8,667	\$698	\$462	\$351	\$1,511
22	\$7,968	\$730	\$424	\$351	\$1,506
23	\$7,238	\$762	\$386	\$351	\$1,499
24	\$6,476	\$794	\$345	\$351	\$1,490
25	\$5,683	\$841	\$303	\$351	\$1,495
26	\$4,841	\$873	\$258	\$351	\$1,482
27	\$3,968	\$921	\$211	\$351	\$1,483
28	\$3,048	\$968	\$162	\$351	\$1,482
29	\$2,079	\$1,016	\$111	\$351	\$1,478
30	\$1,063	\$1,063	\$57	\$351	\$1,471
<b>Total</b>		<b>\$17,556</b>	<b>\$17,540</b>	<b>\$10,441</b>	<b>\$45,537</b>

1 - Example: Annual Installment for each Year will be billed by the Kaufman County Tax Office on or around October and payment is due by January 31st of the following year.

2 - The principal and interest amounts represent the final numbers of the Kaufman Public Improvement District No. 2 Reimbursement Agreement and will not increase during the life of the Reimbursement Agreement.

3 - Administrative Expenses are estimated and will be updated each year in the Annual Service Plan Update.

Property Owners may choose to prepay their Assessment at any time. Effective January 1, 2024, for any single-family residential parcel prepaying an Assessment, a \$500 fee will be included in the total payoff amount to cover processing and other lien release related filing expenses. If interested in prepaying an Assessment, please contact, MuniCap by telephone at (469) 490-2800 or email at [txpid@municap.com](mailto:txpid@municap.com).