ORDER LEVYING TAXES

WHEREAS, The Fern Bluff Municipal Utility District of Williamson County, Texas (the "**District**"), has bonds outstanding which are payable, in whole or in part, from ad valorem taxes; and

WHEREAS, the order or orders or resolution or resolutions authorizing such bonds contain provisions for a general levy of taxes for the purposes of providing interest and principal payments on such bonds, while any part of said principal or interest remains outstanding and unpaid; and

WHEREAS, it is necessary for the Board of Directors to fix a specific rate to be levied for the tax year 2019, based on the District's tax rolls for 2019, which have been prepared by the Chief Appraiser of the Williamson County Appraisal District, reviewed and certified by the Williamson County Appraisal Review Board, and accepted by the Board of Directors of the District; and

WHEREAS, it is also necessary for the Board of Directors of the District to levy and collect a tax for maintenance purposes (the "**maintenance tax**"), including funds for planning, maintaining, repairing, and operating all necessary plants, works, facilities, improvements, appliances, and equipment of the District and for paying costs of proper services, engineering, and legal fees, and organizational and administrative expenses; and

WHEREAS, the levy and collection of a maintenance tax is authorized by Section 49.107 of the Texas Water Code; and

WHEREAS, the voters of the District have approved the levy and collection of a maintenance tax of not more than $1.50 per $100 of assessed valuation of taxable property within the District at an election held on June 30,1986, within the District.

NOW, THEREFORE, IT IS ORDERED BY THE BOARD OF DIRECTORS OF FERN BLUFF MUNICIPAL UTILITLY DISTRICT THAT:

Section 1: The matters and facts recited in the preamble of this Order are hereby found to be true and correct.

Section 2: There is hereby levied an ad valorem tax for debt service of $0.1500 on each $100 of taxable property within the District for the tax year 2019.

Section 3: All taxes collected pursuant to this ad valorem tax levy, after paying reasonable costs of levying, assessing and collecting same, shall be deposited into the District's Debt Service [Bond] Fund and shall be used only for the purpose of paying interest on and principal of the District's outstanding bonds.

Section 4: There is also hereby levied a maintenance tax of $0.2500 on each $100 of taxable property within the District for the tax year 2019.

Section 5: All taxes collected pursuant to the maintenance tax levy, after paying of reasonable costs of levying, assessing, and collecting same, shall be deposited into the District's Operating Fund and shall be used only for maintenance purposes, including, but not limited to, funds for planning, maintaining, repairing, and operating all necessary plants, works, facilities, improvements, appliances, and equipment of the District and for paying costs of proper services, engineering, and legal fees, and organizational and administrative expenses.

Section 6: The taxes levied hereby shall be delinquent after 31 January 2020.

Section 7: The separate components of the tax levy contained in Sections 2 and 4 above have been separately considered and approved by the District's Board of Directors but have been combined in one Order Levying Taxes for ease of administration for a total District tax rate of $0.4000 on each $100 of taxable property within the District for the tax year 2019.

Section 8: This Order shall be effective from and after its adoption.

PASSED AND APPROVED this 10th day of September 2019.

/s/ George Sabatino
President, Board of Directors

ATTEST:

/s/ Jessica Stempko
Secretary, Board of Directors

(SEAL)