ORDER LEVYING TAXES

WHEREAS, the voters of Varner Creek Utility District (the "District") have authorized the levy of a tax to pay for maintenance expenses at an election held for such purpose; and

WHEREAS, the voters of the District have authorized the levy of an unlimited tax to pay the principal and interest on the District's bonds; and

WHEREAS, the District has bonds outstanding that are payable from ad valorem taxes; and

WHEREAS, the resolutions authorizing such bonds require a general levy of taxes for the purpose of providing for 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 of tax to be levied for the tax year 2024, based on the District's tax rolls for 2024, which have been prepared by the Brazoria County Central Appraisal District; now, therefore

BE IT ORDERED BY THE BOARD OF DIRECTORS OF VARNER CREEK UTILITY DISTRICT THAT:

Section 1: There is hereby levied an ad valorem tax of \$_0.364_ on each \$100 of taxable property within the District for the tax year 2024 consisting of the following components: \$_0.269014_ to pay debt service on the District's outstanding bonds and \$_0.094986 to fund the District's maintenance and operation expenditures.

Section 2: After paying reasonable costs of levying, assessing and collecting same, \$0.269014 of each \$0.364 collected pursuant to this levy shall be deposited in the District's Debt Service Fund and shall be used solely for the purpose of paying interest on and principal of the District's outstanding bonds and paying the registrar fees, and \$0.094986 of each \$0.364 so collected shall be deposited in the District's Operating Fund and shall be used to pay maintenance and operation expenses, including, but not limited to, planning, maintaining, repairing, and operating all necessary works, improvements, facilities, plants, equipment and appliances of the District, and for the payment of proper services, engineering and legal fees, and administrative expenses.

Section 3: The taxes levied hereby shall be delinquent if not paid by January 31, 2026.

Section 4: This order shall be effective from and after its adoption.

PASSED AND APPROVED the 17th day of September 2025.

President, Board of Directors

ATTEST:

Secretary, Board of Directors

(SEAL)