

**Sutton Fields II Public Improvement District
Neighborhood Improvement Area #1 – Lot Type B – 60 FT Lot
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. A Service and Assessment Plan was accepted and approved by the City Council on November 10, 2015, pursuant to Ordinance No. 2015-54 (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 City issued the City of Celina (Sutton Fields II Public Improvement District Neighborhood Improvement Area #1 Project) Special Assessment Revenue Bonds, Series 2015 (the “Series 2015 Bonds”) in the aggregate amount of \$11,560,000 pursuant to the Act, an Ordinance No. 2015-55 adopted by the City Council on November 10, 2015 and an Indenture of Trust dated as of December 1, 2015 between the City, and the U.S. Bank, N.A. as trustee. The City refinanced the Series 2015 Bonds by issuing refunding bonds, the City of Celina (Sutton Fields II Public Improvement District Neighborhood Improvement Area #1 Project) Special Assessment Revenue Refunding Bonds, Series 2024 in the aggregate amount of \$9,412,000 on August 13, 2024, which resulted in reduced projected annual installments for property owners.

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 Denton 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 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.

Date

Signature

STATE

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Sutton Fields II Public Improvement District
Schedule of Projected Annual Installments
NIA #1

Lot Type
Outstanding Assessment

B - 60 FT
\$18,349

Year¹	Cumulative Outstanding Principal	Bond Principal²	Bond Interest²	Administrative Expenses³	Total Annual Installment⁴
2026	\$18,349	\$635	\$917	\$120	\$1,672
2027	\$17,714	\$656	\$974	\$152	\$1,782
2028	\$17,059	\$687	\$938	\$155	\$1,780
2029	\$16,372	\$716	\$900	\$158	\$1,774
2030	\$15,656	\$745	\$861	\$161	\$1,767
2031	\$14,912	\$780	\$820	\$164	\$1,764
2032	\$14,132	\$826	\$777	\$168	\$1,770
2033	\$13,306	\$846	\$732	\$171	\$1,749
2034	\$12,459	\$886	\$685	\$174	\$1,745
2035	\$11,574	\$934	\$637	\$178	\$1,748
2036	\$10,640	\$979	\$585	\$181	\$1,746
2037	\$9,661	\$1,021	\$531	\$185	\$1,737
2038	\$8,640	\$1,081	\$475	\$189	\$1,745
2039	\$7,560	\$1,126	\$416	\$192	\$1,735
2040	\$6,433	\$1,168	\$354	\$196	\$1,718
2041	\$5,265	\$1,226	\$290	\$200	\$1,716
2042	\$4,039	\$1,290	\$222	\$204	\$1,717
2043	\$2,749	\$1,359	\$151	\$208	\$1,718
2044	\$1,390	\$1,390	\$76	\$212	\$1,679
Total		\$18,349	\$11,343	\$3,369	\$33,062

1 - Annual Installment billed by the Denton County Tax Office during Year 2026 will be billed on or around 10/01/26 and payment is due by 01/31/27.

2 - The principal and interest amounts are based on the Series 2024 NIA #1 Refunding Bonds final numbers and will not increase during the life of the bonds. Interest amounts are calculated through the principal payment date of each year and include additional interest of one-half of one percent for debt service reserves.

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

4 - Annual Installments shown do not include any TIRZ credits, if applicable.

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.

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.

Example of TIRZ Credit Application

The property in the PID is also located in the City of Celina Tax Increment Reinvestment Zone No. 4. The City has committed to use approximately 13.22% 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.

If a property owner is to receive a TIRZ Credit, the Annual Installment shown on their tax statement will be the projected Annual Installment shown in the attached schedule **LESS** any TIRZ Credit.

The following **hypothetical example** illustrates the calculation of a TIRZ Credit:

A) Estimates for illustration purposes:

Estimated prorated base year (2015) taxable value = \$1,000

Estimated current year (2026) taxable value = \$375,000

Estimated current (2026) incremental value = \$374,000 (i.e. \$375,000 - \$1,000)

Estimated current (2026) City tax rate per \$100 of taxable value = \$0.571677

Estimated PID current (2026) annual installment of Assessment = \$1,672

Estimated PID next (2027) annual installment of Assessments = \$1,782

B) **Estimated** City incremental tax:

\$2,138 [i.e., $(\$374,000 \div 100) \times \$0.571677 = \$2,138$]

C) **Estimated** TIRZ Credit:

\$283 (i.e., $\$2,138 \times 13.22\% = \283)

D) PID current annual installment due (2026):

\$1,672 with no prior year TIRZ Credit

E) **Estimated** PID next annual installment due (2027):

\$1,499 (i.e., $\$1,782 - \$283 = \$1,499$) after application of the \$283 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.