

GENERAL CERTIFICATE

THE STATE OF TEXAS
COUNTY OF EL PASO
HORIZON REGIONAL MUNICIPAL UTILITY DISTRICT

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We, the undersigned President and Secretary of the Board of Directors of Horizon Regional Municipal Utility District (hereinafter sometimes called the "District"), hereby certify as follows:

1. This certificate is executed with reference to bonds styled "Horizon Regional Municipal Utility District Rancho Desierto Bello Defined Area Unlimited Tax Bonds, Series 2023," in the aggregate principal amount of \$1,645,000 (the "Bonds").
2. Horizon Regional Municipal Utility District (the "District") was originally a conservation and reclamation district created on August 8, 1961 by the 57 Legislature of the State of Texas pursuant to Article XVI, Section 59 of the Texas Constitution. On June 12, 1989, the District was converted to a municipal utility district and currently operates under Chapters 49 and 54 of the Texas Water Code. On September 4, 2003, the Texas Commission on Environmental Quality approved a change in the District's name from the El Paso County Water Authority to Horizon Regional Municipal Utility District.
3. Rancho Desierto Bello Defined Area ("Defined Area") was established by the District pursuant to Texas Water Code Section 54.801 through 54.812 and was confirmed by election held on November 6, 2018.
4. From May 6, 2023 to present, the following individuals were the duly elected or appointed and qualified directors of the District holding the offices opposite their names:

Godon "Bob" Jarvis	President
Carl Dean Hulsey	Vice President
Florence K. Thomas	Treasurer
Mike Barton	Secretary
Vacant	Assistant Secretary

5. All persons who served and are serving as officials or Directors of the District were and are qualified and those required to furnish fidelity bonds have done so, and said bonds were approved and filed of record in the District's office as provided by law. A copy of each Director's bond was filed with the Secretary of State of Texas as required by law.
6. Since the last General Certificate was submitted for the bond issue dated September 1, 2023, the boundaries of the District have not been changed.

7. A portion of the District lies within the extraterritorial jurisdiction of the City of El Paso, Texas, and all of the City of Horizon City, Texas, lies within the boundaries of the District. The District is not subject to any consent ordinances of the City of El Paso, the City of Horizon City, or any other city, as no portion of the District when originally created fell within the extraterritorial jurisdiction of the City of El Paso nor had the City of Horizon City been incorporated and no city consents to annexations since the creation of the District imposed any requirements for the issuance of bonds.
8. All data required by law to be filed with the TCEQ has been so filed.
9. The District's debt service schedule located in the Official Statement is a true and correct debt service schedule for bonds paid solely by ad valorem taxes on the Defined Area, reflecting the District's debt service requirements.
10. The District does not have outstanding bonds or other obligations of any nature which are payable from or secured by a pledge of the ad valorem taxes levied solely on property in the Defined Area by the District, except for the following:

pending approval of the Attorney General of the State of Texas, \$1,645,000 Horizon Regional Municipal Utility District, Rancho Desierto Bello Defined Area Unlimited Tax Bonds, Series 2023 ("Series 2023 Bonds").
11. Presently, the District's outstanding bond indebtedness payable from ad valorem taxes paid solely on property in the Defined Area is \$1,645,000 outstanding principal amount of the Series 2023 Bonds pending approval of the Attorney General of the State of Texas. A copy of the District's debt service schedule for District's bonds payable from ad valorem taxes levied solely on property in the Defined Area is attached hereto as Exhibit "A".
12. In addition to bonds issued by the District that have been retired, refunded or issued as revenue bonds (discussed below), the District has previously issued \$7,935,000 Unlimited Tax Refunding Bonds, Series 2014 (the "Series 2014 Refunding Bonds"); \$1,975,000 Unlimited Tax Bonds, Series 2014 (the "Series 2014 Bonds"); \$9,535,000 Unlimited Tax Refunding Bonds, Series 2015 (the "Series 2015 Refunding Bonds"); \$15,164,984.65 Unlimited Tax Refunding Bonds, Series 2016 (the "Series 2016 Refunding Bonds"); \$9,575,000 Unlimited Tax Bonds, Series 2017 (the "Series 2017 Bonds"); \$19,200,000 Unlimited Tax Bonds, Series 2019 (the "Series 2019 Bonds"); \$11,110,000 Unlimited Tax Bonds, Series 2020 (the "Series 2020 Bonds"); \$620,000 Unlimited Tax Bonds, Series 2020A (the "Series 2020A Bonds"); the \$13,085,000 Unlimited Tax Refunding Bonds, Series 2021 (the "Series 2021 Refunding Bonds"); the \$19,590,000 Unlimited Tax Bonds, Series 2022 (the "Series 2022 Bonds"); and the \$38,710,000 Unlimited Tax Bonds, Series 2023.

As of September 1, 2023, \$7,790,000 of the Series 2014 Refunding Bonds; \$1,975,000 of the Series 2014 Bonds; \$7,205,000 of the Series 2015 Refunding Bonds; \$10,969,985 of the Series 2016 Refunding Bonds; \$8,915,000 of the

Series 2017 Bonds; \$18,950,000 of the Series 2019 Bonds; \$11,105,000 of the Series 2020 Bonds; \$605,000 of the Series 2020A Bonds; \$10,855,000 of the Series 2021 Refunding Bond; \$19,295,000 of the Series 2022 Bonds; and \$38,710,000 of the Series 2023 remain outstanding (collectively, the "Outstanding Bonds"). The District has timely made payments due on the Outstanding Bonds.

The District has also issued and has outstanding one series of bonds payable exclusively from net revenues of the waterworks and sewer system, being the \$6,660,000 Water and Sewer System Revenue Refunding Bonds, Series 2012, of which \$1,810,000 remain outstanding as of June 1, 2023. No other revenue bonds are outstanding and the District has timely made payments on the revenue bonds.

13. The proceeds of the Series 2023 Bonds will be used to reimburse the Developer for the construction of Kenazo Lift Station No. 2, Kenazo Lift Station Gravity Wastewater Line and Force Main, and engineering and associated fees and to pay the costs of issuance, and certain non-construction costs and issuance costs of the Bonds, under and in strict conformity with the Constitution and laws of the State of Texas, particularly Section 59 of Article XVI, Constitution of Texas, and the Act. All improvements or portions of improvements purchased through the Bonds will be owned and operated by the District and primarily benefit the property in the Defined Area and do not generally and directly benefit the District as a whole.
14. In connection with the elections held by the District, the District has complied with all applicable requirements of the Voting Rights Act of 1965, 42 U.S.C. 1973, as amended, and the applicable provisions of the Texas Election Code, including the bilingual election requirements.
15. The total taxable value of property subject to taxation within the Defined Area as of January 1, 2023 was \$60,153,950 as certified by the El Paso County Appraisal District. Taxes for the Defined Area for the year 2023 were authorized to be collected for said year at a total ad valorem rate of \$0.225 per \$100 valuation comprised of \$0.160000 per \$100 assessed valuation for debt service purposes and \$0.065 per \$100 assessed valuation for operation and maintenance purposes.
16. All taxes assessed, levied and collected by the District are upon an ad valorem basis. The District has not limited the powers to tax, nor the power to incur indebtedness, granted to it by the Constitution and laws of the State of Texas, and no procedure for such action has been taken.
17. The City of El Paso Tax Collector is the District's tax assessor and collector acting pursuant to a contract which contract runs until terminated.
18. The District has not at any time entered into any contract of any nature with the United States or any branch or agency thereof.

19. None of the proceeds from the sale of the Series 2023 Bonds are to be used for the purchase, installation or acquisition of any firefighting facilities of any nature whatsoever.
20. All meetings of the Board of Directors have been open to the public as required by law and public notice of the time, place and subject of each such meeting was given as required by Section 49.063, Texas Water Code, as amended, and Chapter 551, Texas Government Code, as amended.
21. The District has not mortgaged or otherwise encumbered any of the physical properties owned and operated by the District.
22. The net effective interest rate of the Series 2023 Bonds taking into account any discount or premium as well as the interest rate borne by such bonds is 5.611562% and does not exceed the maximum rate allowed pursuant to Chapter 1204, Texas Government Code, as amended and does not exceed 2% above the highest average interest rate reported by the Daily Bond Buyer in its weekly "20 Bond Index" during the one-month period next preceding the date of the sale of the Series 2023 Bonds.
23. After advertising for and receiving competitive sealed bids, the sale of the Bonds was awarded to the bidder whose bid produced the lowest net effective interest rate for the District.
24. A sum equal to the accrued interest on the Series 2023 Bonds from November 1, 2023 to the date the bonds are delivered to the original purchaser thereof, will be deposited in the Defined Area Debt Service Fund (which is the District's interest and sinking fund for said bonds) for the purpose of paying interest pertaining thereto which will become due and payable during said period. Additionally, the District has sufficient tax revenues on hand to make the first interest payment due on February 1, 2024, over and above the interest and principal payment due on the Outstanding Bonds.
25. The Issuer hereby certifies that the TCEQ has approved the issuance of the Bonds by its Order dated August 9, 2023, and has confirmed that no motion to overturn the TCEQ Order has been filed nor has the Issuer received notice that the TCEQ has extended the time period to file a motion to overturn the Order.
26. With respect to the contracts and/or agreements contained within this transcript of proceedings, all disclosure filings and acknowledgments required by Section 2252.908, Texas Government Code, and the rules of the Texas Ethics Commission related to said provision, have been made.
27. The District has not entered and will not enter into a contract with a counterparty that is a company identified on a list prepared and public by the Comptroller pursuant to Sections 2270.0201 and 2252.153 of the Government Code.
28. The District confirms that the El-Paso Times meets the qualifications under Government Code 2051.044.

29. The Issuer has not defaulted in the performance of any of the tax covenants or other obligations in the order authorizing the Bonds or the Outstanding Obligations.

SIGNED on this 28th day of September 2023.

Mike Bato
Secretary, Board of Director

[Signature]
President, Board of Directors

(DISTRICT SEAL)

