

UNITED STATES OF AMERICA
STATE OF TEXAS
COUNTY OF EL PASO

REGISTERED
NUMBER
IB-1

REGISTERED
\$1,645,000

HORIZON REGIONAL MUNICIPAL UTILITY DISTRICT
RANCHO DESIERTO BELLO DEFINED AREA
UNLIMITED TAX BOND
SERIES 2023

DATED: November 1, 2023

<u>Principal Amount</u>	<u>Maturity Date</u>	<u>Interest Rate</u>
\$30,000	February 1, 2025	6.00%
\$30,000	February 1, 2026	6.00%
\$35,000	February 1, 2027	6.00%
\$35,000	February 1, 2028	6.00%
\$35,000	February 1, 2029	6.00%
\$1,480,000 Term Bonds		
\$75,000	February 1, 2031	4.750%
\$120,000	February 1, 2034	5.000%
\$190,000	February 1, 2038	5.250%
\$160,000	February 1, 2041	5.375%
\$185,000	February 1, 2044	5.500%
\$750,000	February 1, 2053	5.500%

Horizon Regional Municipal Utility District (herein the "District"), FOR VALUE RECEIVED hereby acknowledges itself indebted to and promises to pay to Cede & Co. (the "Holder"), or registered assigns, the principal sum of ONE MILLION SIX HUNDRED FORTY-FIVE THOUSAND AND 00/100 DOLLARS on the STATED MATURITY specified above, upon presentation and surrender of this Bond at the corporate trust office of UMB Bank, N.A. in Houston, Texas (the "Paying Agent/Registrar"), in lawful money of the United States of America, without charge for Paying Agent/Registrar services, and to pay at the Interest Rate per annum identified above, computed on the basis of a 360-day year of twelve 30-day months, on February 1, 2024 and semi-annually thereafter on each February 1 and August 1 (each an "Interest Payment Date"), interest on the unpaid principal balance of this Bond from the later of the Initial Date hereof or the most recent Interest Payment Date to which interest has been paid or duly provided for until such principal is paid or duly provided for on or after such Stated Maturity or any earlier Redemption Date. Interest on this Bond shall be paid to the person in whose name this Bond (or one or more Predecessor Bonds, as defined in the hereinafter described Bond Order) is registered at the close of business on the Record Date for such Interest Payment Date, which date shall be

the fifteenth calendar day of the month next preceding such Interest Payment Date. All such payments may be made by the Paying Agent/Registrar by check or draft dated as of the Interest Payment Date and mailed to the registered Holder or by such other manner as may be mutually acceptable to the Paying Agent/Registrar and registered Holder. The principal of this Bond is payable at the corporate trust office of the Paying Agent/Registrar upon presentation and surrender of this Bond.

If the specified date for any such payment shall be a Saturday, Sunday, or legal holiday or equivalent (other than a moratorium) for banking institutions generally in the city in which the corporate trust office of the Paying Agent/Registrar is located, such payment may be made on the next succeeding date which is not one of the foregoing days without additional interest and with the same force and effect as if made on the specified date for such payment.

The obligation to pay the principal of and the interest on this Bond is solely and exclusively the obligation of the District until such time, if ever, as the District is abolished and this Bond is assumed as described below. No other entity, including El Paso County and the State of Texas, is obligated, directly, indirectly, contingently, or in any other manner, to pay the principal of or interest on this Bond from any source whatsoever.

THIS BOND is one of the series designated "Horizon Regional Municipal Utility District Rancho Desierto Bello Defined Area Unlimited Tax Bonds, Series 2023" (hereinafter sometimes called the "Bonds") issued in the aggregate principal amount of \$1,645,000 that pay interest on February 1 and August 1 of each year until maturity. The Bonds are issued to reimburse the Developer for a contribution to the construction of the Kenazo Lift Station No. 2, Kenazo Lift Station Gravity Wastewater Line and Force Main, and engineering and associated fees, 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., in accordance with the Engineer's Bond Application Report submitted to the Texas Commission on Environmental Quality, and such expenses as are incidental to the administration and financing of the District, which under applicable law may properly be paid from the proceeds of such Bonds, pursuant to the Bond Order passed and adopted by the Board of Directors of the District and duly recorded in the minutes of such Board of Directors (herein designated the "Bond Order"), under and in strict conformity with Article XVI, Section 59 of the Constitution of the State of Texas and the laws of the State of Texas, including particularly (but not by way of limitation) Chapters 49 and 54, Texas Water Code, as amended, and Chapters 1201 and 1204, Texas Government Code, as amended.

THE BONDS are issuable in the form of fully registered bonds without coupons in the denomination of \$5,000 in principal amount or any integral multiple thereof. As provided in the Bond Order and subject to certain limitations therein set forth, this Bond is transferable on the Bond Register of the District, upon surrender of this Bond for transfer at the corporate trust office of the Paying Agent/Registrar, duly endorsed by, or accompanied by a written instrument of transfer in form satisfactory to the Paying Agent/Registrar, duly executed by the person in whose name this Bond is registered or his duly authorized attorney, and thereupon one or more new fully registered bonds of the same Stated Maturity, of authorized denominations, of a like aggregate principal amount, and bearing the same rate of interest will be issued to the designated transferee or transferees.

No service charge shall be made for any transfer or exchange hereinabove referred to, but the District or the Paying Agent/Registrar may require payment of a sum sufficient to cover any tax or governmental charge payable in connection therewith.

The District, the Paying Agent/Registrar, and any agent of either of them may treat the Holder as the owner hereof for the purpose of receiving payment as herein provided and for all other purposes, and neither the District, the Paying Agent/Registrar, nor any such agent shall be affected by notice to the contrary.

The Bonds, including the Term Bonds, with a Stated Maturity on or after February 1, 2031 may be redeemed at the option of the District, on notice mailed to the Holders thereof not less than 30 days prior to the Redemption Date as provided in the Bond Order, as a whole or from time to time in part in integral multiples of \$5,000 principal on August 1, 2029 or on any date thereafter, upon payment of the principal amount thereof together with interest, if any, accrued from the most recent Interest Payment Date to the Redemption Date.

IN ADDITION TO BEING SUBJECT TO OPTIONAL REDEMPTION, THE BONDS ISSUED AS TERM BONDS are subject to mandatory redemption prior to maturity in the following amounts (subject to reduction as hereinafter provided), on the following dates ("Mandatory Redemption Dates"), at a price equal to the principal amount redeemed plus accrued interest to each Mandatory Redemption Date, subject to the conditions set forth below:

\$75,000 Maturing on February 1, 2031

Mandatory Redemption Date	Principal Amount
February 1, 2030	\$35,000
February 1, 2031	\$40,000

\$120,000 Maturing on February 1, 2034

Mandatory Redemption Date	Principal Amount
February 1, 2032	\$40,000
February 1, 2033	\$40,000
February 1, 2034	\$40,000

\$190,000 Maturing on February 1, 2038

Mandatory Redemption Date	Principal Amount
February 1, 2035	\$45,000
February 1, 2036	\$45,000
February 1, 2037	\$50,000
February 1, 2038	\$50,000

\$160,000 Maturing on February 1, 2041

Mandatory Redemption Date	Principal Amount
February 1, 2039	\$50,000
February 1, 2040	\$55,000
February 1, 2041	\$55,000

\$185,000 Maturing on February 1, 2044

Mandatory Redemption Date	Principal Amount
February 1, 2042	\$60,000
February 1, 2043	\$60,000
February 1, 2044	\$65,000

\$750,000 Maturing on February 1, 2053

Mandatory Redemption Date	Principal Amount
February 1, 2045	\$70,000
February 1, 2046	\$70,000
February 1, 2047	\$75,000
February 1, 2048	\$80,000
February 1, 2049	\$85,000
February 1, 2050	\$85,000
February 1, 2051	\$90,000
February 1, 2052	\$95,000
February 1, 2053	\$100,000

The particular Term bonds to be mandatorily redeemed shall be selected by lot or other random selection method. The principal amount of the Term Bonds to be mandatorily redeemed on such Mandatory Redemption Date shall be reduced by the principal amount of such Term Bonds which, by the 45th day prior to such Mandatory Redemption Date, either has been purchased in the open market and delivered or tendered for cancellation on or on behalf of the Issuer to the Paying Agent/Registrar or optionally redeemed and which, in either case, has not previously been made the basis for a reduction under this sentence.

Neither the Paying Agent/Registrar nor the District is required to issue, transfer, or exchange any Bond during a period beginning at the opening of business on a Record Date and ending at the close of business on the next succeeding Interest Payment Date or to transfer or exchange any Bond selected for redemption, in whole or in part, where such redemption is scheduled to occur within 45 calendar days.

THIS BOND, and the other Bonds of the series of which it is a part, are payable from (i) the proceeds of a tax levied upon all taxable property within solely the Defined Area which is not legally limited as to rate or amount, and (ii) equally and ratably with such other obligations of the District payable from such sources as may be outstanding from time to time to the extent provided in the Bond Order. Reference is hereby made to the Bond Order for a description of the covenants by which the Bonds are secured, the respective rights thereunder of the Holders of such Bonds and the District, and the terms upon which such Bonds are, and are to be, authenticated and delivered. Notwithstanding any provision hereof, however, the obligation of the District to make money available to pay this Bond may be defeased by the deposit of money and/or certain debt obligations sufficient for such purpose and upon such deposit, this Bond shall be deemed paid and shall no longer be considered a Bond within the meaning of the Bond Order, all as provided in the Bond Order. Further, if all the territory within the Defined Area is annexed by one or more cities and all or any part of the debts, liabilities, and assets of the District, including this Bond, are assumed

by such annexing city or cities, the sources of payment of this Bond may be modified under the laws of the State of Texas.

The Bond Order permits, with certain exceptions as therein provided, the amendment thereof and the modification of the rights and obligations of the District and the rights of the Holders of the Bonds under the Bond Order at any time by the District with the consent of the Holders of a majority in aggregate principal amount of such Bonds at the time outstanding affected by such modification. Any such consent by the Holders of this Bond or any Predecessor Bond herefor evidencing the same debt shall be conclusive and binding upon such Holder and all future Holders of this Bond and of any Bond issued upon the transfer or in lieu hereof or in exchange herefor, whether or not notation of such consent is made upon this Bond.

IT IS HEREBY CERTIFIED AND REPRESENTED that the District is a duly organized and legally existing conservation and reclamation district under and by virtue of the Constitution and laws of the State of Texas; that all acts, conditions and things necessary to be done precedent to the issuance of this Bond, and the series of Bonds of which this Bond is a part, in order to render the same legal, valid and binding obligations of the District, have happened and have been accomplished and performed in regular and due time, form and manner, as required by law; that due provision has been made for the payment of the principal of and interest on this Bond, and the series of which it is a part, by the levy of a direct annual ad valorem tax upon all taxable property within solely the Defined Area sufficient for such purposes, as above recited; and that the series of Bonds of which this Bond is a part does not exceed any constitutional or statutory limitation. In case any provision in this Bond or any application thereof shall be invalid, illegal, or unenforceable, the validity, legality, and enforceability of the remaining provisions and applications thereof shall not in any way be affected or impaired thereby. This Bond shall be construed in accordance with and governed by the laws of the State of Texas and the United States of America.


Unless either the Registration Certificate of the Comptroller of Public Accounts of the State of Texas or the Certificate of Paying Agent/Registrar hereon has been executed by such Comptroller or his duly authorized agent or by the Paying Agent/Registrar, respectively, by manual signature, this Bond shall not be entitled to any benefit under the Bond Order or be valid or obligatory for any purpose.

IN WITNESS WHEREOF, this Bond has been signed with the manual or facsimile signature of the President of the Board of Directors and countersigned with the manual or facsimile signature of the Secretary of the Board of Directors, and the official seal of the District has been duly impressed, or placed in facsimile, on this Bond.

HORIZON REGIONAL MUNICIPAL
UTILITY DISTRICT



President, Board of Directors



Secretary, Board of Directors

(SEAL)



OFFICE OF THE COMPTROLLER
OF PUBLIC ACCOUNTS
STATE OF TEXAS

§
§
§

REGISTER NO. _____

I HEREBY CERTIFY THAT there is on file and of record in my office an opinion to the effect that the Attorney General of the State of Texas has approved this Bond, and further that this Bond has been registered this day by me.

WITNESS MY SIGNATURE AND SEAL OF OFFICE this _____ day of _____
2023.

Comptroller of Public Accounts of the
State of Texas

(COMPTROLLER'S SEAL)

ASSIGNMENT

FOR VALUE RECEIVED the undersigned hereby sells, assigns, and transfers unto (Print or type name, address and zip code of transferee): _____
(Social Security or other identifying number of transferee: _____) the within Bond and all rights thereunder, and hereby irrevocably constitutes and appoints _____, as attorney to transfer the within Bond on the books kept for registration thereof, with full power of substitution in the premises.

Dated: _____

(Registered Owner(s))

NOTICE: Signature(s) on this assignment must correspond with the name(s) of the registered Holder(s) as shown on the face of the within Bond in every particular, without enlargement or change whatsoever.

SIGNATURE(S) GUARANTEED:

NOTICE: Signature(s) must be guaranteed by a member firm of the New York Stock Exchange or a commercial bank or trust company.

The following abbreviations, when used in the inscription on the face of the within Bond or above Assignment, shall be construed as though they were written out in full according to applicable laws or regulations:

TEN COM	--	as tenants in common	UNIF GIFT MIN ACT _____ (Cust.)	Custodian	_____ (Minor)
TEN ENT	--	as tenants by the entireties			
JT TEN	--	as joint tenants with right of survivorship and not as tenants in common	under Uniform Gifts to Minors Act _____ State		

Additional abbreviations may also be used though not in the above list.