

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 188
 VOTER INFORMATION DOCUMENT FOR BOND ELECTION

Harris County Municipal Utility District No. 188 (the "District") will be holding a bond election on May 2, 2026, for voting upon the following:

HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 188 BALLOT LANGUAGE
<u>OFFICIAL BALLOT</u>

Harris County Municipal Utility District No. 188

Harris County Municipal Utility District No. 188

Proposition A

THIS IS A TAX INCREASE

- | | |
|----------------------------------|--|
| <input type="checkbox"/> For | <input type="checkbox"/> The issuance of \$44,350,000 bonds for water, sanitary sewer, and drainage and storm sewer systems and for refunding water, sanitary sewer, and drainage and storm sewer systems bonds of the District, and the levy of taxes, without limit as to rate or amount, sufficient to pay the principal of and interest on the bonds |
| <input type="checkbox"/> Against | <input type="checkbox"/> |

ESTIMATED DEBT SERVICE REQUIREMENTS FOR PROPOSED BONDS SECURED BY AD VALOREM TAXES	
	Proposition A
Principal for Proposed Bonds to be authorized	\$44,350,000
Estimated Interest for Proposed Bonds to be authorized ¹	\$37,723,312.50
Estimated Combined Principal and Interest Requirements for the Proposed Bonds ¹	\$82,073,312.50

¹Assumes an interest rate of 4.75% on the Proposed Bonds and issuance in accordance with the amortization schedule shown below. The estimated interest and amortization schedule are based upon current assumptions and projections of interest rates, property development, assessed valuations and tax collection rates. To the extent that such assumptions and projects are not realized, the actual interest on the bonds may vary substantially from the estimated interest presented herein. The estimated interest provided herein shall not be considered part of the bond propositions to be submitted to the voters and shall not be considered as a limitation on the District's authority to levy, assess and collect an unlimited tax as to rate or amount pursuant to the Texas Constitution and laws.

OUTSTANDING BONDS SECURED BY AD VALOREM TAXES AS OF JANUARY 21, 2026	
Principal of Outstanding Bonds	\$14,195,000.00
(+) Estimated Remaining Interest on Outstanding Bonds ²	\$4,139,525.02
(=) Estimated Combined Principal and Interest Requirements ²	\$18,334,525.02

²Assumes the principal of and interest on the Outstanding Bonds are paid on time in accordance with the maturity schedules set forth in the Official Statement for each series of the bonds, and that no such bonds are refunded, defeased, or otherwise called for redemption prior to their scheduled maturities.

ESTIMATED MAXIMUM ANNUAL INCREASE IN TAXES	
	Proposition A
Estimated Maximum Annual Increase in Taxes on Residential Homestead with Appraised Value of \$100,000	\$0.00

SUMMARY OF MAJOR ASSUMPTIONS

The estimated maximum annual increase in taxes listed above for the Proposed Bonds is based upon the assumptions presented in this section regarding the estimated growth in appraised value of the District, amortization schedule for the District’s outstanding bonds and Proposed Bonds, the District’s tax collection rate, no change in the District’s other tax rate components, if any, and the exemptions currently granted by the District, if any. To the extent that such assumptions are not realized, the actual maximum annual increase in the amount of taxes that would be imposed on a residence homestead in the District with an appraised value of \$100,000 to repay the bonds may vary substantially from the estimated maximum annual increase presented herein. The estimated maximum annual increase presented herein shall not be considered part of the bond propositions to be submitted to the voters and shall not be considered as a limitation on the District’s authority to levy, assess and collect an unlimited tax as to rate or amount pursuant to the Texas Constitution and laws.

Primary assumptions in cash flow that are not listed elsewhere on this form:

- \$44,350,000 proposed bonds:
 - Issued every other year from 2027 to 2045 in increments of \$4,435,000 per issuance.
 - Dated/delivered on 10/1 in the year of the issuance with the first coupon being on 4/1 in the year following the issuance.
 - Interest only for 3 years followed by 25 years of principal amortization.
- 12 months of capitalized interest funded with each proposed series of bonds.
- Interest earnings on District Debt Service Fund balances of 1.5% per year.

Changes in Future Appraised Value:

Tax Year	Annual Growth	Appraised Value
2026	7.50%	\$564,210,181
2027	7.50%	\$606,525,945
2028	7.50%	\$652,015,390
2029	7.50%	\$700,916,545
2030	7.50%	\$753,485,286
2031	7.50%	\$809,996,682
2032	7.50%	\$870,746,433
2033	7.50%	\$936,052,416
2034	7.50%	\$1,006,256,347
2035	7.50%	\$1,081,725,573

Amortization of Debt Service:

Fiscal Year	Outstanding Bonds	Proposition A Proposed Bonds
2026	\$1,189,050	\$0
2027	\$1,236,075	\$0
2028	\$1,005,450	\$210,663
2029	\$1,008,688	\$210,663
2030	\$1,005,819	\$421,325
2031	\$1,011,756	\$514,069
2032	\$1,006,438	\$725,100
2033	\$1,004,913	\$817,975
2034	\$ 992,913	\$1,028,900
2035	\$1,015,063	\$1,121,431
2036	\$1,016,044	\$1,331,775
2037	\$ 623,250	\$1,423,488
2038	\$ 621,963	\$1,632,775
2039	\$ 630,222	\$1,728,075
2040	\$ 632,459	\$1,935,594
2041	\$ 638,606	\$2,028,888
2042	\$ 634,300	\$2,239,044
2043	\$ 639,238	\$2,329,619
2044	\$ 643,238	\$2,541,700
2045	\$ 641,700	\$2,633,725
2046	\$ 644,563	\$2,846,781
2047	\$ 123,384	\$2,939,306
2048	\$ 123,413	\$2,936,844
2049	\$ 123,209	\$3,034,038
2050	\$ 122,775	\$3,030,650
2051		\$3,033,700
2052		\$3,028,069
2053		\$3,033,519
2054		\$3,024,931
2055		\$3,032,069
2056		\$2,722,056
2057		\$2,730,013
2058		\$2,421,056
2059		\$2,425,425
2060		\$2,118,238

Amortization of
Debt Service:

Fiscal Year	Outstanding Bonds	Proposition A Proposed Bonds
2061		\$2,124,613
2062		\$1,814,788
2063		\$1,823,881
2064		\$1,512,131
2065		\$1,519,775
2066		\$1,207,050
2067		\$1,214,194
2068		\$ 906,325
2069		\$ 908,800
2070		\$ 601,856
2071		\$ 605,731
2072		\$ 300,663
2073		\$ 302,006

Interest Rate on Proposed Bonds:

4.75%

Annual District Tax Collections Rate:

99%

Residence Homestead Exemption:

20%

[EXECUTION PAGE FOLLOWS]

BY ORDER OF THE BOARD OF DIRECTORS.

 /s/ Gary Henderson_____

President, Board of Directors