

**VOTER INFORMATION DOCUMENT<sup>1</sup>**

**Lufkin Independent School District - Proposition A**

THIS IS A PROPERTY TAX INCREASE

- [ ] FOR ) The issuance of \$98,250,000 school building bonds for the  
 ) construction, acquisition, and equipment of school buildings in  
 ) the District (including the design, rehabilitation, renovation,  
 ) expansion and improvement thereof), and the purchase of new  
 [ ] AGAINST ) school buses, and the levy and imposition of taxes sufficient to  
 ) pay the principal of and interest on the bonds.

1. Principal of the debt obligations to be authorized	<b>\$98,250,000</b>
2. Estimated interest for the debt obligations to be authorized	<b>\$96,579,789</b>
3. Estimated combined principal and interest required to pay on time and in full the debt obligations to be authorized	<b>\$194,829,789</b>
4. Principal of all outstanding debt obligations of the District*	<b>\$89,555,000</b>
5. Estimated remaining interest on all outstanding debt obligations of the District*	<b>\$26,833,187</b>
6. Estimated combined principal and interest required to pay on time and in full all outstanding debt obligations of the District*	<b>\$116,388,187</b>
7. Estimated 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 debt obligations to be authorized, if approved, based upon assumptions made by the governing body of the District	<b>\$0</b>
8. Other information that the District considers relevant or necessary to explain the foregoing information	<b>See major assumptions listed below.</b>

\* As of the date of adoption of the District’s Order Calling School Building Bond Election (the “Bond Election Order”).

**Major assumptions for statements above, including statement 7:**

(1) Assumed amortization of the District’s debt obligations, including outstanding debt obligations and the proposed debt obligations:

<b>Term</b>	<b>Principal (Proposed Debt)</b>	<b>Estimated Interest</b>	<b>Total Proposed Debt Service</b>	<b>Total Proposed Debt Service + Existing Debt Service</b>
<b>30 years</b>	<b>\$98,250,000</b>	<b>\$96,579,789</b>	<b>\$194,829,789</b>	<b>\$311,217,976</b>

<sup>1</sup> This Exhibit shall be updated by the Superintendent and/or the Superintendent’s designee(s) in consultation with the District’s Bond Counsel as to legal sufficiency.

(2) Assumes that the taxable assessed value within the District will grow to \$3,200,000,000 in 2026/27 and remain constant thereafter.

(3) Assumed interest rate on the debt obligations to be issued: 4.70% with option for early prepayment in 10 years.

(4) Assumes a tax collection rate of 98%.

(5) As required by Section 1251.052, Texas Government Code, this Voter Information Document has been prepared for the proposition set forth in this Voter Information Document (the "Proposition"), which is being submitted to voters pursuant to the Bond Election Order. Item 7 indicates that the estimated maximum annual increase in the amount of taxes that would be imposed on a residence homestead with an appraised value of \$100,000 (using the valuation required by Section 1251.052(b)(3), Texas Government Code) would be \$0.00 as a result of the November 2025 amendment of Section 1-b, Article VIII, Texas Constitution, which increased the residence homestead exemption to \$140,000.

(6) Assumes state-mandated homestead exemption.

(7) Assumes homestead does not qualify for idiosyncratic exemptions, including, but not limited to, the state-mandated (a) homestead exemption for the elderly and disabled (for which tax payments are capped based on the homeowner's tax payment in the year the exemption is obtained) and (ab) homestead exemption for disabled veterans and their families, surviving spouses of members of the armed services killed in action and surviving spouses of first responders killed or fatally wounded in the line of duty.

(8) Assumes Permanent School Fund Guarantee of the proposed debt obligations.

The estimates contained in this Voter Information Document are (i) based on certain assumptions (including the major assumptions listed above and assumptions concerning prevailing market and economic conditions at the time(s) of issuance of the bonds) and derived from projections obtained from the District's financial advisor, (ii) subject to change to the extent that actual facts, circumstances and conditions prevailing at the time that the bonds are issued differ from such assumptions and projections, (iii) provided solely in satisfaction of the requirements of Section 1251.052, Texas Government Code, and for no other purpose, without any assurance that such projections will be realized, and (iv) not intended to (and expressly do not) give rise to a contract with voters or limit the authority of the District to issue bonds in accordance with the Proposition submitted by the District's Bond Election Order.

**VOTER INFORMATION DOCUMENT**

**Lufkin Independent School District - Proposition B**

THIS IS A PROPERTY TAX INCREASE

- [ ] FOR            ) The issuance of \$42,000,000 school building bonds for the  
                           ) design, construction, acquisition, and equipment of stadium  
                           ) facilities, and the levy and imposition of taxes sufficient to pay  
 [ ] AGAINST     ) the principal of and interest on the bonds.

1. Principal of the debt obligations to be authorized	<b>\$42,000,000</b>
2. Estimated interest for the debt obligations to be authorized	<b>\$41,286,016</b>
3. Estimated combined principal and interest required to pay on time and in full the debt obligations to be authorized	<b>\$83,286,016</b>
4. Principal of all outstanding debt obligations of the District*	<b>\$89,555,000</b>
5. Estimated remaining interest on all outstanding debt obligations of the District*	<b>\$26,833,187</b>
6. Estimated combined principal and interest required to pay on time and in full all outstanding debt obligations of the District*	<b>\$116,388,187</b>
7. Estimated 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 debt obligations to be authorized, if approved, based upon assumptions made by the governing body of the District	<b>\$0</b>
8. Other information that the District considers relevant or necessary to explain the foregoing information	<b>See major assumptions listed below.</b>

\* As of the date of adoption of the District’s Order Calling School Building Bond Election (the “Bond Election Order”).

**Major assumptions for statements above, including statement 7:**

(1) Assumed amortization of the District’s debt obligations, including outstanding debt obligations and the proposed debt obligations:

<b>Term</b>	<b>Principal (Proposed Debt)</b>	<b>Estimated Interest</b>	<b>Total Proposed Debt Service</b>	<b>Total Proposed Debt Service + Existing Debt Service</b>
<b>30 years</b>	<b>\$42,000,000</b>	<b>\$41,286,016</b>	<b>\$83,286,016</b>	<b>\$199,674,203</b>

(2) Assumes that the taxable assessed value within the District will grow to \$3,200,000,000 in 2026/27 and remain constant thereafter for the life of the bonds.

(3) Assumed interest rate on the debt obligations to be issued: 4.70% with option for early prepayment in 10 years.

(4) Assumes a tax collection rate of 98%.

(5) As required by Section 1251.052, Texas Government Code, this Voter Information Document has been prepared for the proposition set forth in this Voter Information Document (the “Proposition”), which is being submitted to voters pursuant to the Bond Election Order. Item 7 indicates that the estimated maximum annual increase in the amount of taxes that would be imposed on a residence homestead with an appraised value of \$100,000 (using the valuation required by Section 1251.052(b)(3), Texas Government Code) would be \$0.00 as a result of the November 2025 amendment of Section 1-b, Article VIII, Texas Constitution, which increased the residence homestead exemption to \$140,000.

(6) Assumes state-mandated homestead exemption.

(7) Assumes homestead does not qualify for idiosyncratic exemptions, including, but not limited to, the state-mandated (a) homestead exemption for the elderly and disabled (for which tax payments are capped based on the homeowner’s tax payment in the year the exemption is obtained) and (b) homestead exemption for disabled veterans and their families, surviving spouses of members of the armed services killed in action and surviving spouses of first responders killed or fatally wounded in the line of duty.

(8) Assumes Permanent School Fund Guarantee of the proposed debt obligations.

The estimates contained in this Voter Information Document are (i) based on certain assumptions (including the major assumptions listed above and assumptions concerning prevailing market and economic conditions at the time(s) of issuance of the bonds) and derived from projections obtained from the District’s financial advisor, (ii) subject to change to the extent that actual facts, circumstances and conditions prevailing at the time that the bonds are issued differ from such assumptions and projections, (iii) provided solely in satisfaction of the requirements of Section 1251.052, Texas Government Code, and for no other purpose, without any assurance that such projections will be realized, and (iv) not intended to (and expressly do not) give rise to a contract with voters or limit the authority of the District to issue bonds in accordance with the Proposition submitted by the District’s Bond Election Order.