

NOTICE OF CONFIRMATION, AD VALOREM, SALES AND USE AND HOTEL
OCCUPANCY TAX, ECONOMIC DEVELOPMENT GRANT AND BOND ELECTION

TO THE QUALIFIED ELECTORS OF MEDINA STONEHILL SPECIAL
IMPROVEMENT DISTRICT AND TO ALL OTHER INTERESTED PERSONS:

Notice is hereby given that elections will be held by Medina Stonehill Special
Improvement District (the "District") on November 8, 2022, between the hours of 7:00
a.m. and 7:00 p.m., for the purpose of voting upon the following propositions. Election
Day polling places are specified on **Exhibit A**.

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT

PROPOSITION A

SHALL THE CREATION OF MEDINA STONEHILL SPECIAL IMPROVEMENT
DISTRICT BE CONFIRMED?

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT

PROPOSITION B

(AD VALOREM TAX)

SHALL THE BOARD OF DIRECTORS OF MEDINA STONEHILL
SPECIAL IMPROVEMENT DISTRICT BE AUTHORIZED TO IMPOSE,
LEVY AND COLLECT AN AD VALOREM TAX AT AN UNLIMITED
RATE AS PROVIDED IN CHAPTER 382, TEXAS LOCAL
GOVERNMENT CODE, AND BE AUTHORIZED TO USE THE
PROCEEDS OF THE AD VALOREM TAX TO SECURE FUNDS FOR
MAKING ECONOMIC DEVELOPMENT LOANS OR GRANTS AND
FOR OPERATION AND MAINTENANCE PURPOSES, INCLUDING,
BUT NOT LIMITED TO, FUNDS FOR PLANNING, CONSTRUCTING,
ACQUIRING, MAINTAINING, LEASING, REPAIRING AND
OPERATING ALL NECESSARY LAND, PLANTS, WORKS, FACILITIES,
IMPROVEMENTS, APPLIANCES AND EQUIPMENT OF THE
DISTRICT, AND FOR PAYING COSTS OF SERVICES, ENGINEERING
AND LEGAL FEES, AND ORGANIZATION AND ADMINISTRATIVE
EXPENSES AND FOR ANY CORPORATE PURPOSE, ALL AS
AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE
OF TEXAS?

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT

PROPOSITION C

(SALES AND USE TAX)

SHALL THE BOARD OF DIRECTORS OF MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT BE AUTHORIZED TO IMPOSE, LEVY AND COLLECT A SALES AND USE TAX AT A RATE NOT TO EXCEED 2% IN THE DISTRICT AS PROVIDED IN CHAPTER 382, TEXAS LOCAL GOVERNMENT CODE, AND BE AUTHORIZED TO USE THE PROCEEDS OF THE SALES AND USE TAX TO SECURE FUNDS FOR MAKING ECONOMIC DEVELOPMENT LOANS OR GRANTS AND FOR OPERATION AND MAINTENANCE PURPOSES, INCLUDING, BUT NOT LIMITED TO, FUNDS FOR PLANNING, CONSTRUCTING, ACQUIRING, MAINTAINING, LEASING, REPAIRING AND OPERATING ALL NECESSARY LAND, PLANTS, WORKS, FACILITIES, IMPROVEMENTS, APPLIANCES AND EQUIPMENT OF THE DISTRICT, AND FOR PAYING COSTS OF SERVICES, ENGINEERING AND LEGAL FEES, AND ORGANIZATION AND ADMINISTRATIVE EXPENSES AND FOR ANY CORPORATE PURPOSE, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS?

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION D

(HOTEL OCCUPANCY TAX)

SHALL THE BOARD OF DIRECTORS OF MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT BE AUTHORIZED TO IMPOSE, LEVY AND COLLECT A HOTEL OCCUPANCY TAX AT A RATE NOT TO EXCEED THE GREATER OF THE RATE LEVIED BY THE CITY OF SAN ANTONIO, TEXAS, OR 9% OF THE AMOUNT PAID FOR THE USE AND OCCUPANCY OF A ROOM IN A HOTEL OR FOR THE RIGHT TO THE USE AND OCCUPANCY OF A ROOM IN A HOTEL IN THE DISTRICT AS PROVIDED IN CHAPTER 382, TEXAS LOCAL GOVERNMENT CODE, AND BE AUTHORIZED TO USE THE PROCEEDS OF THE HOTEL OCCUPANCY TAX TO SECURE FUNDS FOR MAKING ECONOMIC DEVELOPMENT LOANS OR GRANTS AND FOR OPERATION AND MAINTENANCE PURPOSES, INCLUDING, BUT NOT LIMITED TO, FUNDS FOR PLANNING, CONSTRUCTING, ACQUIRING, MAINTAINING, LEASING, REPAIRING AND OPERATING ALL NECESSARY LAND, PLANTS, WORKS, FACILITIES, IMPROVEMENTS, APPLIANCES AND EQUIPMENT OF THE DISTRICT, AND FOR PAYING COSTS OF

SERVICES, ENGINEERING AND LEGAL FEES, AND ORGANIZATION AND ADMINISTRATIVE EXPENSES AND FOR ANY CORPORATE PURPOSE, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS?

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION E

(ECONOMIC DEVELOPMENT GRANTS)

SHALL THE BOARD OF DIRECTORS OF MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT BE AUTHORIZED TO ENTER INTO ONE OR MORE ECONOMIC DEVELOPMENT OR GRANT AGREEMENTS WITH ONE OR MORE DEVELOPERS OF PROPERTY WITHIN THE DISTRICT TO MAKE IRREVOCABLE GRANTS AND PLEDGES OF ALL OR PART OF THE HOTEL OCCUPANCY TAXES, SALES AND USE TAXES AND AD VALOREM TAXES COLLECTED BY THE DISTRICT FOR A TERM OF UP TO 30 YEARS TO INDUCE A DEVELOPER OR DEVELOPERS TO PROMOTE ECONOMIC DEVELOPMENT IN THE DISTRICT, ALL IN ACCORDANCE WITH THE PROVISIONS OF CHAPTER 382, TEXAS LOCAL GOVERNMENT CODE AND ARTICLE III, SECTION 52a, TEXAS CONSTITUTION?

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION F

(ROAD FACILITIES BONDS)

SHALL THE BOARD OF DIRECTORS OF MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT BE AUTHORIZED TO ISSUE THE BONDS OF SAID DISTRICT IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$158,220,000 MATURING SERIALY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING FORTY (40) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES AND TO SELL SAID BONDS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE ON ANY ISSUE OR SERIES OF SAID BONDS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT IN EFFECT AT THE TIME OF ISSUANCE OF EACH ISSUE OR SERIES OF BONDS, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID DISTRICT, FOR THE PURPOSE OR PURPOSES OF PURCHASING, CONSTRUCTING, ACQUIRING, OWNING, MAINTAINING, OPERATING, REPAIRING, IMPROVING, EXTENDING, OR PAYING FOR, INSIDE AND OUTSIDE

THE DISTRICT'S BOUNDARIES, ANY AND ALL MACADAMIZED, GRAVELED OR PAVED ROADS, OR TURNPIKES, OR IMPROVEMENTS OR FACILITIES IN AID THEREOF, INCLUDING BUT NOT LIMITED TO, ASSOCIATED DRAINAGE AND STORM WATER DETENTION FACILITIES, LANDSCAPING AND IRRIGATION, AND ALL WORKS, IMPROVEMENTS, FACILITIES, EQUIPMENT, APPLIANCES, INTERESTS IN PROPERTY, ALL COSTS ASSOCIATED WITH FLOOD PLAIN AND WETLANDS REGULATION (INCLUDING MITIGATION) AND ENDANGERED SPECIES AND STORMWATER PERMITS (INCLUDING MITIGATION), AND CONTRACT RIGHTS NECESSARY OR CONVENIENT THEREFOR, AND TO PROVIDE FOR THE PAYMENT OF PRINCIPAL OF AND INTEREST ON SUCH BONDS BY THE LEVY AND COLLECTION OF AN AD VALOREM TAX UPON ALL TAXABLE PROPERTY WITHIN THE DISTRICT, AT A SUFFICIENT RATE PER \$100 VALUATION WHICH IS NECESSARY TO PAY THE PRINCIPAL AND REDEMPTION PRICE, AND INTEREST ON THE BONDS, AND/OR THE LEVY AND COLLECTION OF A SALES AND USE TAX AT A RATE NOT TO EXCEED 2% WITHIN THE DISTRICT, AND/OR THE LEVY AND COLLECTION OF A HOTEL OCCUPANCY TAX AT A RATE NOT TO EXCEED THE GREATER OF THE RATE LEVIED BY THE CITY OF SAN ANTONIO, TEXAS, OR THE RATE OF 9% OF THE AMOUNT PAID FOR THE USE AND OCCUPANCY OF A ROOM IN A HOTEL OR THE RIGHT TO THE USE AND OCCUPANCY OF A ROOM IN A HOTEL IN THE DISTRICT, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS?

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION G

(ROAD FACILITIES REFUNDING BONDS)

SHALL THE BOARD OF DIRECTORS OF MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT BE AUTHORIZED TO ISSUE THE BONDS OF SAID DISTRICT IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$79,110,000 MATURING SERIALY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING FORTY (40) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES AND TO SELL SAID BONDS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE ON ANY ISSUE OR SERIES OF SAID BONDS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT IN EFFECT AT THE TIME OF ISSUANCE OF EACH ISSUE OR SERIES OF BONDS, ALL AS MAY BE DETERMINED

BY THE BOARD OF DIRECTORS OF SAID DISTRICT, FOR THE PURPOSE OF REFUNDING BY ANY MEANS NOW OR HEREAFTER AUTHORIZED BY LAW, ALL OR ANY PORTION OF THE BONDS SOLD FOR THE PURPOSE OR PURPOSES OF PURCHASING, CONSTRUCTING, ACQUIRING, OWNING, MAINTAINING, OPERATING, REPAIRING, IMPROVING, EXTENDING, OR PAYING FOR, INSIDE AND OUTSIDE THE DISTRICT'S BOUNDARIES, ANY AND ALL MACADAMIZED, GRAVELED OR PAVED ROADS, OR TURNPIKES, OR IMPROVEMENTS OR FACILITIES IN AID THEREOF, INCLUDING BUT NOT LIMITED TO, ASSOCIATED DRAINAGE AND STORM WATER DETENTION FACILITIES, LANDSCAPING AND IRRIGATION, AND ALL WORKS, IMPROVEMENTS, FACILITIES, EQUIPMENT, APPLIANCES, INTERESTS IN PROPERTY, ALL COSTS ASSOCIATED WITH FLOOD PLAIN AND WETLANDS REGULATION (INCLUDING MITIGATION) AND ENDANGERED SPECIES AND STORMWATER PERMITS (INCLUDING MITIGATION), AND CONTRACT RIGHTS NECESSARY OR CONVENIENT THEREFOR, HEREAFTER ISSUED BY THE DISTRICT, AND TO PROVIDE FOR THE PAYMENT OF PRINCIPAL OF AND INTEREST ON SUCH REFUNDING BONDS BY THE LEVY AND COLLECTION OF AN AD VALOREM TAX UPON ALL TAXABLE PROPERTY WITHIN THE DISTRICT, AT A SUFFICIENT RATE PER \$100 VALUATION WHICH IS NECESSARY TO PAY THE PRINCIPAL AND REDEMPTION PRICE, AND INTEREST ON THE BONDS, AND/OR THE LEVY AND COLLECTION OF A SALES AND USE TAX AT A RATE NOT TO EXCEED 2% WITHIN THE DISTRICT, AND/OR THE LEVY AND COLLECTION OF A HOTEL OCCUPANCY TAX AT A RATE NOT TO EXCEED THE GREATER OF THE RATE LEVIED BY THE CITY OF SAN ANTONIO, TEXAS, OR THE RATE OF 9% OF THE AMOUNT PAID FOR THE USE AND OCCUPANCY OF A ROOM IN A HOTEL OR THE RIGHT TO THE USE AND OCCUPANCY OF A ROOM IN A HOTEL IN THE DISTRICT, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS, SUCH AUTHORIZATION BEING IN ADDITION TO ANY OTHER REFUNDING AUTHORIZATION ALLOWED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS?

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION H

(RECREATIONAL FACILITIES BONDS)

SHALL THE BOARD OF DIRECTORS OF MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT BE AUTHORIZED TO ISSUE THE BONDS OF SAID DISTRICT IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$105,075,000 MATURING SERIALLY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING FORTY (40) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES AND TO SELL SAID BONDS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE ON ANY ISSUE OR SERIES OF SAID BONDS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT IN EFFECT AT THE TIME OF ISSUANCE OF EACH ISSUE OR SERIES OF BONDS, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID DISTRICT, FOR THE PURPOSE OR PURPOSES OF PURCHASING, CONSTRUCTING, ACQUIRING, OWNING, DEVELOPING, MANAGING, MAINTAINING, OPERATING, REPAIRING, IMPROVING, EXTENDING, OR PAYING FOR, INSIDE AND OUTSIDE THE DISTRICT'S BOUNDARIES, ANY AND ALL DISTRICT RECREATIONAL FACILITIES, INCLUDING, BUT NOT LIMITED TO, PARKS, LANDSCAPING, PARKWAYS, GREENBELTS, SIDEWALKS, TRAILS, PUBLIC RIGHT-OF-WAY BEAUTIFICATION PROJECTS, PLAZAS, RECREATIONAL EQUIPMENT AND FACILITIES, AND ASSOCIATED STREET AND SECURITY LIGHTING, AND ALL ADDITIONS TO SUCH FACILITIES AND INTERESTS IN PROPERTY, ALL COSTS ASSOCIATED WITH FLOOD PLAIN AND WETLANDS REGULATION (INCLUDING MITIGATION) AND ENDANGERED SPECIES AND STORMWATER PERMITS (INCLUDING MITIGATION), AND CONTRACT RIGHTS NECESSARY OR CONVENIENT THEREFOR AND ADMINISTRATIVE FACILITIES NEEDED IN CONNECTION THEREWITH, AND TO PROVIDE FOR THE PAYMENT OF PRINCIPAL OF AND INTEREST ON SUCH BONDS BY THE LEVY AND COLLECTION OF AN AD VALOREM TAX UPON ALL TAXABLE PROPERTY WITHIN THE DISTRICT, AT A SUFFICIENT RATE PER \$100 VALUATION WHICH IS NECESSARY TO PAY THE PRINCIPAL AND REDEMPTION PRICE, AND INTEREST ON THE BONDS, AND/OR THE LEVY AND COLLECTION OF A SALES AND USE TAX AT A RATE NOT TO EXCEED 2% WITHIN THE DISTRICT, AND/OR THE LEVY AND COLLECTION OF A HOTEL OCCUPANCY TAX AT A RATE NOT TO

EXCEED THE GREATER OF THE RATE LEVIED BY THE CITY OF SAN ANTONIO, TEXAS, OR THE RATE OF 9% OF THE AMOUNT PAID FOR THE USE AND OCCUPANCY OF A ROOM IN A HOTEL OR THE RIGHT TO THE USE AND OCCUPANCY OF A ROOM IN A HOTEL IN THE DISTRICT, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS?

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION I

(RECREATIONAL FACILITIES REFUNDING BONDS)

SHALL THE BOARD OF DIRECTORS OF MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT BE AUTHORIZED TO ISSUE THE BONDS OF SAID DISTRICT IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$52,537,500 MATURING SERIALLY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING FORTY (40) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES AND TO SELL SAID BONDS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE ON ANY ISSUE OR SERIES OF SAID BONDS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT IN EFFECT AT THE TIME OF ISSUANCE OF EACH ISSUE OR SERIES OF BONDS, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID DISTRICT, FOR THE PURPOSE OF REFUNDING BY ANY MEANS NOW OR HEREAFTER AUTHORIZED BY LAW, ALL OR ANY PORTION OF THE BONDS SOLD FOR THE PURPOSE OR PURPOSES OF PURCHASING, CONSTRUCTING, ACQUIRING, OWNING, DEVELOPING, MANAGING, MAINTAINING, OPERATING, REPAIRING, IMPROVING, EXTENDING, OR PAYING FOR, INSIDE AND OUTSIDE THE DISTRICT'S BOUNDARIES, ANY AND ALL DISTRICT RECREATIONAL FACILITIES, INCLUDING, BUT NOT LIMITED TO, PARKS, LANDSCAPING, PARKWAYS, GREENBELTS, SIDEWALKS, TRAILS, PUBLIC RIGHT-OF-WAY BEAUTIFICATION PROJECTS, PLAZAS, RECREATIONAL EQUIPMENT AND FACILITIES, AND ASSOCIATED STREET AND SECURITY LIGHTING, AND ALL ADDITIONS TO SUCH FACILITIES AND INTERESTS IN PROPERTY, ALL COSTS ASSOCIATED WITH FLOOD PLAIN AND WETLANDS REGULATION (INCLUDING MITIGATION) AND ENDANGERED SPECIES AND STORMWATER PERMITS (INCLUDING MITIGATION), AND CONTRACT RIGHTS NECESSARY OR CONVENIENT THEREFOR AND ADMINISTRATIVE FACILITIES NEEDED IN CONNECTION

THEREWITH, ALL OR ANY PORTION OF BONDS OF THE DISTRICT HEREAFTER ISSUED BY THE DISTRICT, AND TO PROVIDE FOR THE PAYMENT OF PRINCIPAL OF AND INTEREST ON SUCH REFUNDING BONDS BY THE LEVY AND COLLECTION OF AN AD VALOREM TAX UPON ALL TAXABLE PROPERTY WITHIN THE DISTRICT, AT A SUFFICIENT RATE PER \$100 VALUATION WHICH IS NECESSARY TO PAY THE PRINCIPAL AND REDEMPTION PRICE, AND INTEREST ON THE BONDS, AND/OR THE LEVY AND COLLECTION OF A SALES AND USE TAX AT A RATE NOT TO EXCEED 2% WITHIN THE DISTRICT, AND/OR THE LEVY AND COLLECTION OF A HOTEL OCCUPANCY TAX AT A RATE NOT TO EXCEED THE GREATER OF THE RATE LEVIED BY THE CITY OF SAN ANTONIO, TEXAS, OR THE RATE OF 9% OF THE AMOUNT PAID FOR THE USE AND OCCUPANCY OF A ROOM IN A HOTEL OR THE RIGHT TO THE USE AND OCCUPANCY OF A ROOM IN A HOTEL IN THE DISTRICT, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS, SUCH AUTHORIZATION BEING IN ADDITION TO ANY OTHER REFUNDING AUTHORIZATION ALLOWED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS?

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION J

**(WATERWORKS, SANITARY SEWER, AND DRAINAGE AND
STORM SEWER FACILITIES BONDS)**

SHALL THE BOARD OF DIRECTORS OF MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT BE AUTHORIZED TO ISSUE THE BONDS OF SAID DISTRICT IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$270,920,000 MATURING SERIALLY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING FORTY (40) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES AND TO SELL SAID BONDS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE ON ANY ISSUE OR SERIES OF SAID BONDS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT IN EFFECT AT THE TIME OF ISSUANCE OF EACH ISSUE OR SERIES OF BONDS, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID DISTRICT, FOR THE PURPOSE OR PURPOSES OF PURCHASING, CONSTRUCTING, ACQUIRING, OWNING, MAINTAINING, OPERATING, REPAIRING, IMPROVING, EXTENDING, OR PAYING FOR, INSIDE AND OUTSIDE

THE DISTRICT'S BOUNDARIES, ANY AND ALL DISTRICT WORKS, IMPROVEMENTS, FACILITIES, PLANTS, EQUIPMENT, AND APPLIANCES NEEDED TO PROVIDE A WATERWORKS SYSTEM, SANITARY SEWER SYSTEM, AND DRAINAGE AND STORM SEWER SYSTEM, INCLUDING, BUT NOT LIMITED TO, ALL COSTS ASSOCIATED WITH FLOOD PLAIN AND WETLANDS REGULATION (INCLUDING MITIGATION) AND ENDANGERED SPECIES AND STORMWATER PERMITS (INCLUDING MITIGATION) AND ALL ADDITIONS TO SUCH SYSTEMS AND ALL WORKS, IMPROVEMENTS, FACILITIES, PLANTS, EQUIPMENT, APPLIANCES, INTERESTS IN PROPERTY, AND CONTRACT RIGHTS NECESSARY OR CONVENIENT THEREFOR AND ADMINISTRATIVE FACILITIES NEEDED IN CONNECTION THEREWITH, AND TO PROVIDE FOR THE PAYMENT OF PRINCIPAL OF AND INTEREST ON SUCH BONDS BY THE LEVY AND COLLECTION OF AN AD VALOREM TAX UPON ALL TAXABLE PROPERTY WITHIN THE DISTRICT, AT A SUFFICIENT RATE PER \$100 VALUATION WHICH IS NECESSARY TO PAY THE PRINCIPAL AND REDEMPTION PRICE, AND INTEREST ON THE BONDS, AND/OR THE LEVY AND COLLECTION OF A SALES AND USE TAX AT A RATE NOT TO EXCEED 2% WITHIN THE DISTRICT, AND/OR THE LEVY AND COLLECTION OF A HOTEL OCCUPANCY TAX AT A RATE NOT TO EXCEED THE GREATER OF THE RATE LEVIED BY THE CITY OF SAN ANTONIO, TEXAS, OR THE RATE OF 9% OF THE AMOUNT PAID FOR THE USE AND OCCUPANCY OF A ROOM IN A HOTEL OR THE RIGHT TO THE USE AND OCCUPANCY OF A ROOM IN A HOTEL IN THE DISTRICT, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS?

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION K

**(WATERWORKS, SANITARY SEWER, AND DRAINAGE
AND STORM SEWER FACILITIES REFUNDING BONDS)**

SHALL THE BOARD OF DIRECTORS OF MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT BE AUTHORIZED TO ISSUE THE BONDS OF SAID DISTRICT IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$135,460,000 MATURING SERIALLY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING FORTY (40) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES AND TO SELL SAID BONDS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE ON

ANY ISSUE OR SERIES OF SAID BONDS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT IN EFFECT AT THE TIME OF ISSUANCE OF EACH ISSUE OR SERIES OF SAID BONDS, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID DISTRICT, FOR THE PURPOSE OF REFUNDING BY ANY MEANS NOW OR HEREAFTER AUTHORIZED BY LAW, ALL OR ANY PORTION OF THE BONDS SOLD FOR THE PURPOSE OR PURPOSES OF PURCHASING, CONSTRUCTING, ACQUIRING, OWNING, MAINTAINING, OPERATING, REPAIRING, IMPROVING, EXTENDING, OR PAYING FOR, INSIDE AND OUTSIDE THE DISTRICT'S BOUNDARIES, ANY AND ALL DISTRICT WORKS, IMPROVEMENTS, FACILITIES, PLANTS, EQUIPMENT, AND APPLIANCES NEEDED TO PROVIDE A WATERWORKS SYSTEM, SANITARY SEWER SYSTEM, AND DRAINAGE AND STORM SEWER SYSTEM, INCLUDING, BUT NOT LIMITED TO, ALL COSTS ASSOCIATED WITH FLOOD PLAIN AND WETLANDS REGULATION (INCLUDING MITIGATION) AND ENDANGERED SPECIES AND STORMWATER PERMITS (INCLUDING MITIGATION) AND ALL ADDITIONS TO SUCH SYSTEMS AND ALL WORKS, IMPROVEMENTS, FACILITIES, PLANTS, EQUIPMENT, APPLIANCES, INTERESTS IN PROPERTY, AND CONTRACT RIGHTS NECESSARY OR CONVENIENT THEREFOR AND ADMINISTRATIVE FACILITIES NEEDED IN CONNECTION THEREWITH, TO SERVE THE DISTRICT, HEREAFTER ISSUED BY THE DISTRICT, AND TO PROVIDE FOR THE PAYMENT OF PRINCIPAL OF AND INTEREST ON SUCH REFUNDING BONDS BY THE LEVY AND COLLECTION OF AN AD VALOREM TAX UPON ALL TAXABLE PROPERTY WITHIN THE DISTRICT, AT A SUFFICIENT RATE PER \$100 VALUATION WHICH IS NECESSARY TO PAY THE PRINCIPAL AND REDEMPTION PRICE, AND INTEREST ON THE BONDS, AND/OR THE LEVY AND COLLECTION OF A SALES AND USE TAX AT A RATE NOT TO EXCEED 2% WITHIN THE DISTRICT, AND/OR THE LEVY AND COLLECTION OF A HOTEL OCCUPANCY TAX AT A RATE NOT TO EXCEED THE GREATER OF THE RATE LEVIED BY THE CITY OF SAN ANTONIO, TEXAS, OR THE RATE OF 9% OF THE AMOUNT PAID FOR THE USE AND OCCUPANCY OF A ROOM IN A HOTEL OR THE RIGHT TO THE USE AND OCCUPANCY OF A ROOM IN A HOTEL IN THE DISTRICT, ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS, SUCH AUTHORIZATION BEING IN ADDITION TO ANY OTHER REFUNDING AUTHORIZATION ALLOWED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS?

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION L

(BONDS - ECONOMIC DEVELOPMENT GRANTS)

SHALL THE BOARD OF DIRECTORS OF MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT BE AUTHORIZED TO ISSUE THE BONDS OF SAID DISTRICT IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$25,000,000 MATURING SERIALY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING FORTY (40) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES AND TO SELL SAID BONDS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE ON ANY ISSUE OR SERIES OF SAID BONDS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT IN EFFECT AT THE TIME OF ISSUANCE OF EACH ISSUE OR SERIES OF BONDS, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID DISTRICT FOR THE PURPOSE OR PURPOSES OF FUNDING ONE OR MORE ECONOMIC DEVELOPMENT OR GRANT AGREEMENTS WITH ONE OR MORE DEVELOPERS OF PROPERTY WITHIN THE DISTRICT PURSUANT TO WHICH THE DISTRICT WILL MAKE IRREVOCABLE GRANTS TO INDUCE A DEVELOPER OR DEVELOPERS TO PROMOTE ECONOMIC DEVELOPMENT IN THE DISTRICT IN ACCORDANCE WITH THE PROVISIONS OF CHAPTER 382, TEXAS LOCAL GOVERNMENT CODE AND ARTICLE III, SECTION 52a, TEXAS CONSTITUTION, AND TO PROVIDE FOR THE PAYMENT OF PRINCIPAL OF AND INTEREST ON SUCH BONDS BY THE LEVY AND COLLECTION OF AN AD VALOREM TAX UPON ALL TAXABLE PROPERTY WITHIN THE DISTRICT, AT A SUFFICIENT RATE PER \$100 VALUATION WHICH IS NECESSARY TO PAY THE PRINCIPAL AND REDEMPTION PRICE, AND INTEREST ON THE BONDS, AND/OR THE LEVY AND COLLECTION OF A SALES AND USE TAX AT A RATE NOT TO EXCEED 2% WITHIN THE DISTRICT, AND/OR THE LEVY AND COLLECTION OF A HOTEL OCCUPANCY TAX AT A RATE NOT TO EXCEED THE GREATER OF THE RATE LEVIED BY THE CITY OF SAN ANTONIO, TEXAS, OR THE RATE OF 9% OF THE AMOUNT PAID FOR THE USE AND OCCUPANCY OF A ROOM IN A HOTEL OR THE RIGHT TO THE USE AND OCCUPANCY OF A ROOM IN A HOTEL IN THE DISTRICT ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE STATE OF TEXAS?

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION M

(REFUNDING BONDS - ECONOMIC DEVELOPMENT GRANTS)

SHALL THE BOARD OF DIRECTORS OF MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT BE AUTHORIZED TO ISSUE THE BONDS OF SAID DISTRICT IN ONE OR MORE ISSUES OR SERIES IN THE MAXIMUM AMOUNT OF \$12,500,000 MATURING SERIALLY OR OTHERWISE IN SUCH INSTALLMENTS AS ARE FIXED BY SAID BOARD OVER A PERIOD OR PERIODS NOT EXCEEDING FORTY (40) YEARS FROM THEIR DATE OR DATES, BEARING INTEREST AT ANY RATE OR RATES AND TO SELL SAID BONDS AT ANY PRICE OR PRICES, PROVIDED THAT THE NET EFFECTIVE INTEREST RATE ON ANY ISSUE OR SERIES OF SAID BONDS SHALL NOT EXCEED THE MAXIMUM LEGAL LIMIT IN EFFECT AT THE TIME OF ISSUANCE OF EACH ISSUE OR SERIES OF BONDS, ALL AS MAY BE DETERMINED BY THE BOARD OF DIRECTORS OF SAID DISTRICT FOR THE PURPOSE OR PURPOSES OF REFUNDING BY ANY MEANS NOW OR HEREAFTER AUTHORIZED BY LAW, ALL OR ANY PORTION OF THE BONDS SOLD FOR THE PURPOSE OF FUNDING ONE OR MORE ECONOMIC DEVELOPMENT OR GRANT AGREEMENTS WITH ONE OR MORE DEVELOPERS OF PROPERTY WITHIN THE DISTRICT PURSUANT TO WHICH THE DISTRICT WILL MAKE IRREVOCABLE GRANTS TO INDUCE A DEVELOPER OR DEVELOPERS TO PROMOTE ECONOMIC DEVELOPMENT IN THE DISTRICT IN ACCORDANCE WITH THE PROVISIONS OF CHAPTER 382, TEXAS LOCAL GOVERNMENT CODE AND ARTICLE III, SECTION 52a, TEXAS CONSTITUTION, AND TO PROVIDE FOR THE PAYMENT OF PRINCIPAL OF AND INTEREST ON SUCH REFUNDING BONDS BY THE LEVY AND COLLECTION OF AN AD VALOREM TAX UPON ALL TAXABLE PROPERTY WITHIN THE DISTRICT, AT A SUFFICIENT RATE PER \$100 VALUATION WHICH IS NECESSARY TO PAY THE PRINCIPAL AND REDEMPTION PRICE, AND INTEREST ON THE REFUNDING BONDS, AND/OR THE LEVY AND COLLECTION OF A SALES AND USE TAX AT A RATE NOT TO EXCEED 2% WITHIN THE DISTRICT, AND/OR THE LEVY AND COLLECTION OF A HOTEL OCCUPANCY TAX AT A RATE NOT TO EXCEED THE GREATER OF THE RATE LEVIED BY THE CITY OF SAN ANTONIO, TEXAS, OR THE RATE OF 9% OF THE AMOUNT PAID FOR THE USE AND OCCUPANCY OF A ROOM IN A HOTEL OR THE RIGHT TO THE USE AND OCCUPANCY OF A ROOM IN A HOTEL IN THE DISTRICT ALL AS AUTHORIZED BY THE CONSTITUTION AND LAWS OF THE

STATE OF TEXAS; SUCH AUTHORIZATION IN ADDITION TO ANY OTHER REFUNDING AUTHORIZATION ALLOWED BY THE CONSTITUTION AND THE LAWS OF THE STATE OF TEXAS?

OFFICIAL BALLOT

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION A

- FOR DISTRICT
- AGAINST DISTRICT

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION B

- FOR) AN AD VALOREM TAX AT AN UNLIMITED
- AGAINST) RATE

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION C

- FOR) A SALES AND USE TAX AT A RATE NOT TO
- AGAINST) EXCEED 2% IN THE DISTRICT

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION D

- FOR) A HOTEL OCCUPANCY TAX AT A RATE
- AGAINST) NOT TO EXCEED THE GREATER OF THE
-) RATE LEVIED BY THE CITY OF SAN
-) ANTONIO, TEXAS OR 9%

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION E

- FOR) ENTERING INTO ECONOMIC
-) DEVELOPMENT OR GRANT AGREEMENTS
-) TO PROMOTE ECONOMIC DEVELOPMENT

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION J

- | | |
|-------------|---|
| () FOR |) THE ISSUANCE OF \$270,920,000 BONDS FOR |
| |) WATER, SANITARY SEWER, AND |
| |) DRAINAGE AND STORM SEWER SYSTEMS |
| |) AND THE LEVY OF TAXES, WITHOUT LIMIT |
| |) AS TO RATE OR AMOUNT, SUFFICIENT TO |
| |) PAY THE PRINCIPAL OF AND INTEREST ON |
| () AGAINST |) THE BONDS |

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION K

- | | |
|-------------|---|
| () FOR |) THE ISSUANCE OF \$135,460,000 BONDS 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 |
| () AGAINST |) THE BONDS |

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION L

- | | |
|-------------|--|
| () FOR |) THE ISSUANCE OF \$25,000,000 BONDS FOR |
| |) ECONOMIC DEVELOPMENT OR GRANT |
| |) AGREEMENTS TO PROMOTE ECONOMIC |
| |) DEVELOPMENT IN THE DISTRICT AND THE |
| |) LEVY OF TAXES, WITHOUT LIMIT AS TO |
| |) RATE OR AMOUNT, SUFFICIENT TO PAY |
| |) THE PRINCIPAL OF AND INTEREST ON THE |
| () AGAINST |) BONDS |

MEDINA STONEHILL SPECIAL IMPROVEMENT DISTRICT
PROPOSITION M

- | | |
|-------------|---|
| () FOR |) THE ISSUANCE OF \$12,500,000 REFUNDING) BONDS FOR ECONOMIC DEVELOPMENT) OR GRANT AGREEMENTS TO PROMOTE) ECONOMIC DEVELOPMENT IN THE) DISTRICT AND THE LEVY OF TAXES,) WITHOUT LIMIT AS TO RATE OR AMOUNT,) SUFFICIENT TO PAY THE PRINCIPAL OF |
| () AGAINST |) AND INTEREST ON THE BONDS |

Early Voting by personal appearance will be conducted at the locations listed during the hours specified on **Exhibit B**.

Applications for ballot by mail shall be sent to:

Early voting clerk, Bexar County Election Office
Jacquelyn F. Callanen
Elections Administrator
1103 S. Frio
San Antonio, TX 78201
jcallanen@bexar.org
(210) 335-8683

Applications for ballots by mail must be received no later than 5:00 p.m. on Friday, October 28, 2022.

BY ORDER OF THE BOARD OF DIRECTORS.

/s / Ashley Orndorff
President, Board of Directors

DO NOT REMOVE UNTIL 8:00 A.M. ON NOVEMBER 9, 2022