ORDER LEVYING TAXES

WHEREAS, Fort Bend County Municipal Utility District No. 163 (the "District") has bonds outstanding that are payable from ad valorem taxes; and

WHEREAS, the resolution or resolutions authorizing such bonds require a general levy of taxes for the purposes of providing for interest and principal payments on such bonds, while any part of said principal or interest remains outstanding and unpaid; and

WHEREAS, the voters of the District have authorized the levy of a tax to pay for maintenance expenses at an election held for such purpose; and

WHEREAS, it is necessary for the Board of Directors to fix a specific rate of tax to be levied for the tax year 2023, based on the District's tax rolls for 2023, which have been prepared by the Fort Bend Central Appraisal District; Now, Therefore

BE IT ORDERED BY THE BOARD OF DIRECTORS OF FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 163 THAT:

Section 1: There is hereby levied an ad valorem tax of \$0.74 on each \$100 of taxable property within the District for the tax year 2023 consisting of the following components: (1) \$0.39 to pay the District's water, sewer, and drainage debt service, (2) \$0.105 to pay the District's road debt service, and (3) \$0.245 to fund the District's maintenance and operation expenditures.

Section 2: After paying reasonable costs of levying, assessing, and collecting same, \$0.39 of each \$0.74 so collected shall be deposited in the District's Water, Sewer, and Drainage Debt Service Fund and shall be used solely for the purpose of paying interest on and principal of the District's outstanding water, sewer, and drainage bonds and paying the registrar fees; \$0.105 of each \$0.74 so collected shall be deposited in the District's Road Debt Service Fund and shall be used solely for the purpose of paying interest on and principal of the District's outstanding road bonds and paying the registrar fees; and the remaining \$0.245 of each \$0.74 so collected shall be deposited in the District's Operating Fund and shall be used for the purposes for which such tax was authorized.

Section 3: The taxes levied hereby shall be delinquent if not paid by January 31, 2024.

Section 4: This Order shall be effective from and after its adoption.

[EXECUTION PAGE FOLLOWS]

PASSED AND APPROVED on September 28, 2023.

President, Board of Directors

ATTEST:

Secretary, Board of Directors

(SEAL)