

**VOTER INFORMATION DOCUMENT<sup>1</sup>**  
**MIDLOTHIAN INDEPENDENT SCHOOL DISTRICT – PROPOSITION A**

<b>Ballot Language – Midlothian Independent School District Proposition A (“Proposition A”)</b>
THIS IS A PROPERTY TAX INCREASE.
“The issuance of \$226,455,000 of school building bonds for acquiring, constructing, renovating, improving and equipping school buildings, for the purchase of necessary sites for school buildings, for the retrofitting of school buses with emergency, safety or security equipment, and for the purchase of new school buses; and the levying of a tax sufficient to pay the principal of and interest on the bonds and to pay the costs of any credit agreements executed or authorized in anticipation of, in relation to or in connection with the bonds.”

<b>Information Regarding the Debt Obligations (Bonds) Proposed Under Proposition A</b>		
Principal Amount of the Debt Obligations Proposed Under Proposition A	Estimated Interest on the Debt Obligations Proposed Under Proposition A <sup>2</sup>	Estimated Combined Principal and Interest Required to Pay the Debt Obligations Proposed Under Proposition A on Time and in Full
\$226,455,000.00	\$263,609,475.00	\$490,064,475.00

<b>Information Regarding the Outstanding Debt Obligations (Bonds) of the Midlothian Independent School District as of August 12, 2025<sup>3</sup></b>		
Principal Amount of the Outstanding Debt Obligations of the Midlothian Independent School District	Estimated Remaining Interest on the Outstanding Debt Obligations of the Midlothian Independent School District	Estimated Combined Principal and Interest Required to Pay the Outstanding Debt Obligations of the Midlothian Independent School District on Time and in Full
\$333,690,000.00	\$155,575,419.18	\$489,265,419.18

<b>Information Regarding the Estimated Maximum Annual Increase in the Amount of Ad Valorem Taxes on a Residence Homestead with an Appraised Value of \$100,000 to Pay the Debt Obligations (Bonds) Proposed Under Proposition A</b>
If the bonds authorized by Proposition A are approved, based on the assumptions set forth under “ <i>Assumptions Utilized in Calculating the Estimated Tax Impact</i> ” below, Midlothian ISD estimates that the maximum annual increase in the amount of ad valorem taxes on a residence homestead with an appraised value of \$100,000 to pay the bonds proposed under Proposition A would be approximately \$0.00.

**Assumptions Utilized in Calculating the Estimated Tax Impact**

If approved by the voters, Midlothian ISD intends to issue the bonds authorized by Proposition A in a manner and in accordance with a schedule to be determined by the Board of Trustees based upon a number of factors, including, but not limited to, the then current needs of Midlothian ISD, demographic changes, prevailing market conditions, then current market interest rates, the use of capitalized interest, availability of other revenue sources to pay debt service, assessed valuations of property in Midlothian ISD tax collection percentages, and management of Midlothian ISD’s short-term and long-term interest rate exposure. The estimated tax impact is derived, in part, from projections obtained from Midlothian ISD’s financial advisor. Actual results may vary from the assumptions used in calculating the estimated tax impact. For the purposes of estimating the maximum annual increase in taxes identified in this table, Midlothian ISD utilized the following major assumptions:

- (1) The bonds authorized under Proposition A are expected to be issued in a single installment. The following is the estimated pro forma amortization schedule showing the District’s currently outstanding bonds and bonds authorized under Proposition A, Proposition B and Proposition C:

<sup>1</sup> This Voter Information Document is provided in accordance with Section 1251.052 of the Texas Government Code. It is provided solely in satisfaction of the statutory requirements. The information contained in this Voter Information Document is based on certain assumptions, and actual results may vary from such assumptions. The Voter Information Document is not intended to, and does not, create a contract with the voters.

<sup>2</sup> Midlothian ISD has assumed the bonds will bear interest at an estimated rate of 5.50% for bonds issued in year 2026 based on current market conditions and the amortization schedule described in the Assumptions Utilized in Calculating the Estimated Tax Impact. The interest payable on the bonds may differ based on market rates at the time the bonds are issued.

<sup>3</sup> The information contained in this table reflects Midlothian ISD’s outstanding debt obligations as of August 12, 2025, the date the Board of Trustees approved an order calling the election.

Year	Existing Debt Service – All Outstanding Obligations	Pro Forma Debt Service – Series 2026 <sup>(a)</sup>	Pro Forma Debt Service – Series 2026 <sup>(b)</sup>	Pro Forma Debt Service – Series 2026 <sup>(c)</sup>	Pro Forma Total Debt Service
2024/25	\$6,823,252	\$0	\$0	\$0	\$6,823,252
2025/26	28,056,741	0	0	0	28,056,741
2026/27	28,054,647	13,366,488	9,389,388	559,925	51,370,447
2027/28	28,747,416	13,636,338	9,575,013	546,175	52,504,941
2028/29	26,022,166	14,905,400	10,468,188	1,903,650	53,299,404
2029/30	26,020,991	14,315,400	10,054,038	1,899,875	52,290,304
2030/31	26,028,205	14,199,150	9,969,238	1,900,875	52,097,468
2031/32	26,025,085	15,319,075	10,755,375	0	52,099,535
2032/33	26,021,365	15,319,950	10,758,600	0	52,099,915
2033/34	26,024,845	16,512,513	11,595,888	0	54,133,245
2034/35	23,481,018	16,499,700	11,590,725	0	51,571,443
2035/36	23,485,089	16,497,725	11,589,975	0	51,572,789
2036/37	17,962,019	15,907,125	11,174,638	0	45,043,781
2037/38	17,957,987	15,907,900	11,174,713	0	45,040,599
2038/39	17,960,824	15,908,413	11,173,513	0	45,042,749
2039/40	14,892,232	17,390,900	12,211,063	0	44,494,194
2040/41	15,961,554	16,847,463	11,830,750	0	44,639,766
2041/42	15,931,512	16,862,013	11,839,800	0	44,633,325
2042/43	15,899,835	16,873,463	11,851,800	0	44,625,097
2043/44	15,865,486	16,890,438	11,865,650	0	44,621,573
2044/45	16,528,800	16,561,188	11,627,400	0	44,717,388
2045/46	16,490,125	21,588,125	15,156,950	0	53,235,200
2046/47	12,524,825	17,411,075	12,229,013	0	42,164,913
2047/48	5,502,400	16,630,913	11,681,475	0	33,814,788
2048/49	5,499,200	16,630,300	11,680,550	0	33,810,050
2049/50	5,497,800	16,631,550	11,680,288	0	33,809,638
2050/51	0	16,909,900	10,463,688	0	27,373,588
2051/52	0	16,908,013	10,461,300	0	27,369,313
2052/53	0	16,906,250	10,464,163	0	27,370,413
2053/54	0	16,912,138	10,460,900	0	27,373,038
2054/55	0	16,913,200	10,460,138	0	27,373,338
2055/56	0	16,902,375	10,465,088	0	27,367,463
<b>Total</b>	<b>\$489,265,419</b>	<b>\$490,064,475</b>	<b>\$335,699,300</b>	<b>\$6,810,500</b>	<b>\$1,321,839,694</b>

(a) Includes the issuance of \$226,455,000 from Proposition A.

(b) Includes the issuance of \$157,165,000 from Proposition B.

(c) Includes the issuance of \$5,600,000 from Proposition C.

(2) Midlothian ISD has assumed the issuance of 1 series of bonds amortized over a period not to exceed 30 years, with an option to prepay in 10 years, in the total aggregate principal amount of \$225,455,000.

(3) Midlothian ISD has assumed the bonds would bear interest at an estimated rate of 5.50%.

(4) Midlothian ISD has assumed that the taxable assessed value within the District will annually increase by \$250,000,000 in each of the next three (3) years (i.e., years 2026/27, 2027/28 and 2028/29) and remain constant thereafter. Midlothian ISD has assumed a tax collection percentage of 99%.

(5) In calculating the tax impact on a residence homestead, Midlothian ISD applied both the 10% optional residential homestead exemption offered by Midlothian ISD and the \$140,000 state mandated homestead exemption to the assessed valuation (assuming passage of an increased homestead exemption in the Statewide November 4, 2025 election), resulting in a taxable assessed valuation of \$0 on a residence homestead with an appraised value of \$100,000. The District did not apply any other exemptions in connection with this calculation. A homeowner may qualify for exemptions not considered in calculating the tax impact, such as exemptions for the elderly and disabled.

(6) The estimated tax impact presented in this voter information document addresses the impact of the bonds proposed under Proposition A.

**VOTER INFORMATION DOCUMENT<sup>1</sup>**  
**MIDLOTHIAN INDEPENDENT SCHOOL DISTRICT – PROPOSITION B**

<b>Ballot Language – Midlothian Independent School District Proposition B (“Proposition B”)</b>
THIS IS A PROPERTY TAX INCREASE.
The issuance of \$157,165,000 of school building bonds for acquiring, constructing, renovating, improving and equipping a career and technical education facility; and the levying of a tax sufficient, without limit as to rate or amount, to pay the principal of and interest on the bonds and to pay the costs of any credit agreements executed or authorized in anticipation of, in relation to or in connection with the bonds.

<b>Information Regarding the Debt Obligations (Bonds) Proposed Under Proposition B</b>		
Principal Amount of the Debt Obligations Proposed Under Proposition B	Estimated Interest on the Debt Obligations Proposed Under Proposition B <sup>2</sup>	Estimated Combined Principal and Interest Required to Pay the Debt Obligations Proposed Under Proposition B on Time and in Full
\$157,165,000.00	\$178,534,300.00	\$335,699,300.00

<b>Information Regarding the Outstanding Debt Obligations (Bonds) of the Midlothian Independent School District as of August 12, 2025<sup>3</sup></b>		
Principal Amount of the Outstanding Debt Obligations of the Midlothian Independent School District	Estimated Remaining Interest on the Outstanding Debt Obligations of the Midlothian Independent School District	Estimated Combined Principal and Interest Required to Pay the Outstanding Debt Obligations of the Midlothian Independent School District on Time and in Full
\$333,690,000.00	\$155,575,419.18	\$489,265,419.18

<b>Information Regarding the Estimated Maximum Annual Increase in the Amount of Ad Valorem Taxes on a Residence Homestead with an Appraised Value of \$100,000 to Pay the Debt Obligations (Bonds) Proposed Under Proposition B</b>
If the bonds authorized by Proposition B are approved, based on the assumptions set forth under “ <i>Assumptions Utilized in Calculating the Estimated Tax Impact</i> ” below, Midlothian ISD estimates that the maximum annual increase in the amount of ad valorem taxes on a residence homestead with an appraised value of \$100,000 to pay the bonds proposed under Proposition B would be approximately \$0.00.

**Assumptions Utilized in Calculating the Estimated Tax Impact**

If approved by the voters, Midlothian ISD intends to issue the bonds authorized by Proposition B in a manner and in accordance with a schedule to be determined by the Board of Trustees based upon a number of factors, including, but not limited to, the then current needs of Midlothian ISD, demographic changes, prevailing market conditions, then current market interest rates, the use of capitalized interest, availability of other revenue sources to pay debt service, assessed valuations of property in Midlothian ISD tax collection percentages, and management of Midlothian ISD’s short-term and long-term interest rate exposure. The estimated tax impact is derived, in part, from projections obtained from Midlothian ISD’s financial advisor. Actual results may vary from the assumptions used in calculating the estimated tax impact. For the purposes of estimating the maximum annual increase in taxes identified in this table, Midlothian ISD utilized the following major assumptions:

- (1) The bonds authorized under Proposition B are expected to be issued in a single installment. The following is the estimated pro forma amortization schedule showing the District’s currently outstanding bonds and bonds authorized under Proposition A, Proposition B and Proposition C:

<sup>1</sup> This Voter Information Document is provided in accordance with Section 1251.052 of the Texas Government Code. It is provided solely in satisfaction of the statutory requirements. The information contained in this Voter Information Document is based on certain assumptions, and actual results may vary from such assumptions. The Voter Information Document is not intended to, and does not, create a contract with the voters.

<sup>2</sup> Midlothian ISD has assumed the bonds will bear interest at an estimated rate of 5.50% for bonds issued in year 2026 based on current market conditions and the amortization schedule described in the Assumptions Utilized in Calculating the Estimated Tax Impact. The interest payable on the bonds may differ based on market rates at the time the bonds are issued.

<sup>3</sup> The information contained in this table reflects Midlothian ISD’s outstanding debt obligations as of August 12, 2025, the date the Board of Trustees approved an order calling the election.

Year	Existing Debt Service – All Outstanding Obligations	Pro Forma Debt Service – Series 2026 <sup>(a)</sup>	Pro Forma Debt Service – Series 2026 <sup>(b)</sup>	Pro Forma Debt Service – Series 2026 <sup>(c)</sup>	Pro Forma Total Debt Service
2024/25	\$6,823,252	\$0	\$0	\$0	\$6,823,252
2025/26	28,056,741	0	0	0	28,056,741
2026/27	28,054,647	13,366,488	9,389,388	559,925	51,370,447
2027/28	28,747,416	13,636,338	9,575,013	546,175	52,504,941
2028/29	26,022,166	14,905,400	10,468,188	1,903,650	53,299,404
2029/30	26,020,991	14,315,400	10,054,038	1,899,875	52,290,304
2030/31	26,028,205	14,199,150	9,969,238	1,900,875	52,097,468
2031/32	26,025,085	15,319,075	10,755,375	0	52,099,535
2032/33	26,021,365	15,319,950	10,758,600	0	52,099,915
2033/34	26,024,845	16,512,513	11,595,888	0	54,133,245
2034/35	23,481,018	16,499,700	11,590,725	0	51,571,443
2035/36	23,485,089	16,497,725	11,589,975	0	51,572,789
2036/37	17,962,019	15,907,125	11,174,638	0	45,043,781
2037/38	17,957,987	15,907,900	11,174,713	0	45,040,599
2038/39	17,960,824	15,908,413	11,173,513	0	45,042,749
2039/40	14,892,232	17,390,900	12,211,063	0	44,494,194
2040/41	15,961,554	16,847,463	11,830,750	0	44,639,766
2041/42	15,931,512	16,862,013	11,839,800	0	44,633,325
2042/43	15,899,835	16,873,463	11,851,800	0	44,625,097
2043/44	15,865,486	16,890,438	11,865,650	0	44,621,573
2044/45	16,528,800	16,561,188	11,627,400	0	44,717,388
2045/46	16,490,125	21,588,125	15,156,950	0	53,235,200
2046/47	12,524,825	17,411,075	12,229,013	0	42,164,913
2047/48	5,502,400	16,630,913	11,681,475	0	33,814,788
2048/49	5,499,200	16,630,300	11,680,550	0	33,810,050
2049/50	5,497,800	16,631,550	11,680,288	0	33,809,638
2050/51	0	16,909,900	10,463,688	0	27,373,588
2051/52	0	16,908,013	10,461,300	0	27,369,313
2052/53	0	16,906,250	10,464,163	0	27,370,413
2053/54	0	16,912,138	10,460,900	0	27,373,038
2054/55	0	16,913,200	10,460,138	0	27,373,338
2055/56	0	16,902,375	10,465,088	0	27,367,463
<b>Total</b>	<b>\$489,265,419</b>	<b>\$490,064,475</b>	<b>\$335,699,300</b>	<b>\$6,810,500</b>	<b>\$1,321,839,694</b>

(a) Includes the issuance of \$226,455,000 from Proposition A.

(b) Includes the issuance of \$157,165,000 from Proposition B.

(c) Includes the issuance of \$5,600,000 from Proposition C.

(2) Midlothian ISD has assumed the issuance of 1 series of bonds amortized over a period not to exceed 30 years, with an option to prepay in 10 years, in the total aggregate principal amount of \$157,165,000.

(3) Midlothian ISD has assumed the bonds would bear interest at an estimated rate of 5.50%.

(4) Midlothian ISD has assumed that the taxable assessed value within the District will annually increase by \$250,000,000 in each of the next three (3) years (i.e., years 2026/27, 2027/28 and 2028/29) and remain constant thereafter. Midlothian ISD has assumed a tax collection percentage of 99%.

(5) In calculating the tax impact on a residence homestead, Midlothian ISD applied both the 10% optional residential homestead exemption offered by Midlothian ISD and the \$140,000 state mandated homestead exemption to the assessed valuation (assuming passage of an increased homestead exemption in the Statewide November 4, 2025 election), resulting in a taxable assessed valuation of \$0 on a residence homestead with an appraised value of \$100,000. The District did not apply any other exemptions in connection with this calculation. A homeowner may qualify for exemptions not considered in calculating the tax impact, such as exemptions for the elderly and disabled.

(6) The estimated tax impact presented in this voter information document addresses the impact of the bonds proposed under Proposition B.

**VOTER INFORMATION DOCUMENT<sup>1</sup>**  
**MIDLOTHIAN INDEPENDENT SCHOOL DISTRICT – PROPOSITION C**

<b>Ballot Language – Midlothian Independent School District Proposition C (“Proposition C”)</b>
THIS IS A PROPERTY TAX INCREASE.
The issuance of \$5,600,000 of school building bonds for acquiring and equipping technology infrastructure, including computers, tablets and other technology devices; and the levying of a tax sufficient, without limit as to rate or amount, to pay the principal of and interest on the bonds and to pay the costs of any credit agreements executed or authorized in anticipation of, in relation to or in connection with the bonds.

<b>Information Regarding the Debt Obligations (Bonds) Proposed Under Proposition C</b>		
Principal Amount of the Debt Obligations Proposed Under Proposition C	Estimated Interest on the Debt Obligations Proposed Under Proposition C <sup>2</sup>	Estimated Combined Principal and Interest Required to Pay the Debt Obligations Proposed Under Proposition C on Time and in Full
\$5,600,000.00	\$1,210,500.00	\$6,810,500.00

<b>Information Regarding the Outstanding Debt Obligations (Bonds) of the Midlothian Independent School District as of August 12, 2025<sup>3</sup></b>		
Principal Amount of the Outstanding Debt Obligations of the Midlothian Independent School District	Estimated Remaining Interest on the Outstanding Debt Obligations of the Midlothian Independent School District	Estimated Combined Principal and Interest Required to Pay the Outstanding Debt Obligations of the Midlothian Independent School District on Time and in Full
\$333,690,000.00	\$155,575,419.18	\$489,265,419.18

<b>Information Regarding the Estimated Maximum Annual Increase in the Amount of Ad Valorem Taxes on a Residence Homestead with an Appraised Value of \$100,000 to Pay the Debt Obligations (Bonds) Proposed Under Proposition C</b>
If the bonds authorized by Proposition C are approved, based on the assumptions set forth under “ <i>Assumptions Utilized in Calculating the Estimated Tax Impact</i> ” below, Midlothian ISD estimates that the maximum annual increase in the amount of ad valorem taxes on a residence homestead with an appraised value of \$100,000 to pay the bonds proposed under Proposition C would be approximately \$0.00.

**Assumptions Utilized in Calculating the Estimated Tax Impact**

If approved by the voters, Midlothian ISD intends to issue the bonds authorized by Proposition C in a manner and in accordance with a schedule to be determined by the Board of Trustees based upon a number of factors, including, but not limited to, the then current needs of Midlothian ISD, demographic changes, prevailing market conditions, then current market interest rates, the use of capitalized interest, availability of other revenue sources to pay debt service, assessed valuations of property in Midlothian ISD tax collection percentages, and management of Midlothian ISD’s short-term and long-term interest rate exposure. The estimated tax impact is derived, in part, from projections obtained from Midlothian ISD’s financial advisor. Actual results may vary from the assumptions used in calculating the estimated tax impact. For the purposes of estimating the maximum annual increase in taxes identified in this table, Midlothian ISD utilized the following major assumptions:

- (1) The bonds authorized under Proposition C are expected to be issued in a single installment. The following is the estimated pro forma amortization schedule showing the District’s currently outstanding bonds and bonds authorized under Proposition A, Proposition B and Proposition C:

<sup>1</sup> This Voter Information Document is provided in accordance with Section 1251.052 of the Texas Government Code. It is provided solely in satisfaction of the statutory requirements. The information contained in this Voter Information Document is based on certain assumptions, and actual results may vary from such assumptions. The Voter Information Document is not intended to, and does not, create a contract with the voters.

<sup>2</sup> Midlothian ISD has assumed the bonds will bear interest at an estimated rate of 5.50% for bonds issued in year 2026 based on current market conditions and the amortization schedule described in the Assumptions Utilized in Calculating the Estimated Tax Impact. The interest payable on the bonds may differ based on market rates at the time the bonds are issued.

<sup>3</sup> The information contained in this table reflects Midlothian ISD’s outstanding debt obligations as of August 12, 2025, the date the Board of Trustees approved an order calling the election.

Year	Existing Debt Service – All Outstanding Obligations	Pro Forma Debt Service – Series 2026 <sup>(a)</sup>	Pro Forma Debt Service – Series 2026 <sup>(b)</sup>	Pro Forma Debt Service – Series 2026 <sup>(c)</sup>	Pro Forma Total Debt Service
2024/25	\$6,823,252	\$0	\$0	\$0	\$6,823,252
2025/26	28,056,741	0	0	0	28,056,741
2026/27	28,054,647	13,366,488	9,389,388	559,925	51,370,447
2027/28	28,747,416	13,636,338	9,575,013	546,175	52,504,941
2028/29	26,022,166	14,905,400	10,468,188	1,903,650	53,299,404
2029/30	26,020,991	14,315,400	10,054,038	1,899,875	52,290,304
2030/31	26,028,205	14,199,150	9,969,238	1,900,875	52,097,468
2031/32	26,025,085	15,319,075	10,755,375	0	52,099,535
2032/33	26,021,365	15,319,950	10,758,600	0	52,099,915
2033/34	26,024,845	16,512,513	11,595,888	0	54,133,245
2034/35	23,481,018	16,499,700	11,590,725	0	51,571,443
2035/36	23,485,089	16,497,725	11,589,975	0	51,572,789
2036/37	17,962,019	15,907,125	11,174,638	0	45,043,781
2037/38	17,957,987	15,907,900	11,174,713	0	45,040,599
2038/39	17,960,824	15,908,413	11,173,513	0	45,042,749
2039/40	14,892,232	17,390,900	12,211,063	0	44,494,194
2040/41	15,961,554	16,847,463	11,830,750	0	44,639,766
2041/42	15,931,512	16,862,013	11,839,800	0	44,633,325
2042/43	15,899,835	16,873,463	11,851,800	0	44,625,097
2043/44	15,865,486	16,890,438	11,865,650	0	44,621,573
2044/45	16,528,800	16,561,188	11,627,400	0	44,717,388
2045/46	16,490,125	21,588,125	15,156,950	0	53,235,200
2046/47	12,524,825	17,411,075	12,229,013	0	42,164,913
2047/48	5,502,400	16,630,913	11,681,475	0	33,814,788
2048/49	5,499,200	16,630,300	11,680,550	0	33,810,050
2049/50	5,497,800	16,631,550	11,680,288	0	33,809,638
2050/51	0	16,909,900	10,463,688	0	27,373,588
2051/52	0	16,908,013	10,461,300	0	27,369,313
2052/53	0	16,906,250	10,464,163	0	27,370,413
2053/54	0	16,912,138	10,460,900	0	27,373,038
2054/55	0	16,913,200	10,460,138	0	27,373,338
2055/56	0	16,902,375	10,465,088	0	27,367,463
<b>Total</b>	<b>\$489,265,419</b>	<b>\$490,064,475</b>	<b>\$335,699,300</b>	<b>\$6,810,500</b>	<b>\$1,321,839,694</b>

(a) Includes the issuance of \$226,455,000 from Proposition A.

(b) Includes the issuance of \$157,165,000 from Proposition B.

(c) Includes the issuance of \$5,600,000 from Proposition C.

(2) Midlothian ISD has assumed the issuance of 1 series of bonds amortized over a period not to exceed 5 years in the total aggregate principal amount of \$5,600,000.

(3) Midlothian ISD has assumed the bonds would bear interest at an estimated rate of 5.50%.

(4) Midlothian ISD has assumed that the taxable assessed value within the District will annually increase by \$250,000,000 in each of the next three (3) years (i.e., years 2026/27, 2027/28 and 2028/29) and remain constant thereafter. Midlothian ISD has assumed a tax collection percentage of 99%.

(5) In calculating the tax impact on a residence homestead, Midlothian ISD applied both the 10% optional residential homestead exemption offered by Midlothian ISD and the \$140,000 state mandated homestead exemption to the assessed valuation (assuming passage of an increased homestead exemption in the Statewide November 4, 2025 election), resulting in a taxable assessed valuation of \$0 on a residence homestead with an appraised value of \$100,000. The District did not apply any other exemptions in connection with this calculation. A homeowner may qualify for exemptions not considered in calculating the tax impact, such as exemptions for the elderly and disabled.

(6) The estimated tax impact presented in this voter information document addresses the impact of the bonds proposed under Proposition C.