

TAX RATES

THE WOODLANDS AREA



INCOME TAX

Texas has no personal or corporate income tax.

FRANCHISE TAX

The Texas franchise tax is a privilege tax imposed on each taxable entity formed or organized in Texas or doing business in Texas. For general information, review the Franchise Tax Overview at <https://comptroller.texas.gov/taxes/publications/98-806.php>.

The franchise tax rates are 0.75% (0.0075) for most entities, 0.375% (0.00375) for qualifying wholesalers and retailers and 0.331% (0.00331) for those entities with \$20 million or less in annualized total revenue using the EZ computation:

Some entities may be exempt from the franchise tax. The exemptions vary depending upon the type of organization. Exemptions are not automatically granted to an entity. For more information on franchise tax exemptions, go to www.window.state.tx.us/taxinfo/taxpubs/tx96_1045.html.

Additional information about Texas franchise tax can be found online at www.franchisetax.tx.gov.

SALES TAX

The State sales tax rate is 6.25%. Certain local taxing entities may levy up to 2.00% sales tax in addition to the State sales tax. The local sales taxes in South Montgomery County are:

| | |
|--------------------------------|--------------|
| The Woodlands Township | 2.00% |
| City of Shenandoah | 2.00% |
| City of Oak Ridge North | 2.00% |

PROPERTY TAX

The first four taxing entities listed below apply to all property located in South Montgomery County. Other taxing entities may apply depending upon the location of the property. Tax rates listed below are per \$100 of assessed value.

| | |
|-------------------------------------|---------------|
| Montgomery County | 0.4312 |
| Conroe ISD | 1.2125 |
| Lone Star College System | 0.1078 |
| Hospital District | 0.0588 |
| City of Shenandoah | 0.1799 |
| City of Oak Ridge North | 0.4712 |
| The Woodlands Township | 0.2231 |
| The Woodlands Road Utility District | 0.1900 |