



South Montgomery County Woodlands
Economic Development Partnership

South Montgomery County Tax Rates

◆ **Income Tax**

Texas has no personal or corporate income tax.

◆ **Franchise Tax**

The tax rate is 1 percent for most taxable entities. For entities meeting the following criteria, the tax rate is 0.5 percent:

- the entity is primarily engaged in retail or wholesale trade under division F or G of the 1987 Standard Industrial Classification Manual.
- the total revenue from its activities in retail and wholesale trade is greater than the total revenue from its activities in trades other than the retail and wholesale trade;
- less than 50% of the total revenue from activities in retail or wholesale trade comes from the sale of products it produces or products produced by an entity that is part of an affiliated group to which the taxable entity also belongs, except for those businesses under Major Group 58 (eating and drinking establishments); and
- the taxable entity does not provide retail or wholesale utilities, including telecommunications services, electricity or gas.

Entities that have total revenues of not greater than \$1,000,000 or owe less than \$1,000 in taxes are exempt from the tax. This exemption expires on December 31, 2011. For reports due on or after Jan. 1, 2012, the exemption will be \$600,000.

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.

<u>Montgomery County</u>	0.4838
<u>Conroe ISD</u>	1.2950
Lone Star College System	00.1176
Hospital District	00.0754
City of Shenandoah	0.3282
City of Oak Ridge North	0.5996
The Woodlands Township	0.3274

South Montgomery County Woodlands Economic Development Partnership
1400 Woodloch Forest Drive, Suite 300 · The Woodlands, Texas 77380
(281) 363-8130 · www.edpartnership.net