WATER DISTRICT NOTICE OF PUBLIC HEARING ON TAX RATE

The HARRIS COUNTY MUNICIPAL UTILITY DISTRICT #401 will hold a public hearing on a proposed tax rate for the tax year 2025 on October 20, 2025, at 7:00 p.m. at Staybridge Suites, 10011 Farm to Market Road 2920, Tomball, TX 77375. Your individual taxes may increase at a greater or lesser rate, or even decrease, depending on the tax rate that is adopted and on the change in the taxable value of your property in relation to the change in taxable value of all other property. The change in the taxable value of your property in relation to the change in the taxable value of all other property determines the distribution of the tax burden among all property owners.

Visit Texas.gov/PropertyTaxes to find a link to your local property tax database on which you can easily access information regarding your property taxes, including information about proposed tax rates and scheduled public hearings of each entity that taxes your property.

FOR the proposal: Blair Fesler, Mark Atchison, Sandee Wright,

Jordan Thomas and Roland Massey

\$435,509

AGAINST the proposal: None PRESENT and not voting: None ABSENT: None

The following table compares taxes on an average residence homestead in this taxing unit last year to taxes proposed on the average residence

homestead this year.

	Last Year	This Year
Total tax rate (per \$100 of value)	\$0.78194/\$100 Adopted	\$0.77500/\$100 Proposed
Difference in rates per \$100	\$-0.00694/\$100	

of value
Percentage increase/decrease -.88%

in rates (+/-)

Average appraised residence \$427,230 homestead value

General homestead exemptions \$0 \$0 \$0 available

(excluding 65 years of age or older or disabled person's exemptions)

Average residence homestead \$427,230 \$435,509 taxable value

Tax on average residence \$3,340.68 \$3,375.19 homestead

Annual increase/decrease in taxes if

proposed tax rate is adopted \$34.51 (+/-)

(+/-) and percentage of increase 1.03%

and percentage of increase 1.03% (+/-)

NOTICE OF VOTE ON TAX RATE

If the district adopts a combined debt service, operation and maintenance, and contract tax rate that would result in the taxes on the average residence homestead increasing by more than 3.5 percent, an election must be held to determine whether to approve the operation and maintenance tax rate under Section 49.23602, Water Code. An election is not required if the adopted tax rate is less than or equal to the voter-approval tax rate.

The 86th Texas Legislature modified the manner in which the voter-approval tax rate is calculated to limit the rate of growth of property taxes in the state.