

WATER DISTRICT NOTICE OF PUBLIC HEARING ON TAX RATE

The HARRIS COUNTY MUNICIPAL UTILITY DISTRICT #416 will hold a public hearing on a proposed tax rate for the tax year 2025 on October 9, 2025, at 10:30 a.m. at 2727 Allen Parkway, Suite 1075, Houston, Texas. 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](https://www.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: Christopher C. Hughes, Thomas A. Cook,
William L. Shappley, III

AGAINST the proposal: None

PRESENT and not voting: None

ABSENT: Richard Godwin, Reed Tinsley

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 \$.65000/\$100 Adopted	This Year \$.65000/\$100 Proposed
Total tax rate (per \$100 of value)		
Difference in rates per \$100 of value	\$0.00000/\$100	
Percentage increase/decrease in rates (+/-)	.00%	
Average appraised residence homestead value	\$1,773,662	\$1,958,355
General homestead exemptions available (excluding 65 years of age or older or disabled person's exemptions)	\$0	\$0
Average residence homestead taxable value	\$1,773,662	\$1,958,355
Tax on average residence homestead	\$11,528.80	\$12,729.30
Annual increase/decrease in taxes if		
proposed tax rate is adopted (+/-)		\$1,200.50
and percentage of increase (+/-)		10.41%

NOTICE OF TAXPAYERS' RIGHT TO ELECTION TO REDUCE 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 eight percent, the qualified voters of the district by petition may require that an election be held to determine whether to reduce the operation and maintenance tax rate to the voter-approval tax rate under Section 49.23603, Water Code.

The District has issued bonds and is required to levy a debt service tax rate to support the payment on such bonds. Further, the District has infrastructure that requires regular operations, maintenance, and repairs that necessitates the levy of an operations and maintenance tax in an amount to maintain the infrastructure in good and working condition.

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.