

PERSONAL FINANCIAL IMPACT

Exhibit H is a worksheet which allows each individual resident to determine the personal financial impact of each alternative as it compares to their current costs. What this worksheet does not include, however, is the impact of increased sales taxes. Because spending in each household varies, individuals will have to research their own spending habits to determine the impact of a sales tax increase of 1% in TCID and 2% throughout the rest of The Woodlands.

Please fill out only the cells highlighted in yellow (lines 1, 2, 9 and 11). The sheet will automatically calculate the costs for you.

What you will need to know to complete this worksheet

You will need to know the Association to which you belong, the Municipal Utility District to which you pay, your property value and your taxable household income.

1. Association

The Woodlands Community Association: Villages of Cochran's Crossing, Panther Creek, Grogan's Mill and Indian Springs East of Falconwing.

The Woodlands Association: Villages of Sterling Ridge, Alden Bridge, College Park and Indian Springs West of Falconwing.

The Woodlands Commercial Owners Association: Town Center

Windsor Hills: Community of Windsor Hills

2. Municipal Utility District (MUD)

Visit:

www.wjpa.net/muds/

Alternatively, you can look at recent water bill or call the Joint Powers Agency at 281-367-1271.

3. Property Value

Residents can determine their assessed property value by looking at a recent tax and/or assessment billing, or by visiting:

<http://www.mcad-tx.org/html/records.html>

4. Taxable Household Income

The easiest way to determine your taxable household income (to isolate your tax rate) is to look at your previous federal income tax return.

Exhibit H gives the 2006 federal taxable income rates assuming you are married filing jointly. If you do not fit this categorization, you can determine your tax rate by visiting:

<http://www.irs.gov/formspubs/article/0,,id=150856,00.html>

Whatever you determine your tax rate to be should be entered on line 11 of **Exhibit H**.

Things to Note

- This is an estimation tool, not a definite cost projection for either alternative.
- Residents already incorporated into a city (like Shenandoah or Conroe) are not included in this analysis.
- Residents of Windsor Hills assume a 0% property tax rate, but add \$1920 to the sum in line 15 to account for their current association fees. Additionally, not all services currently provided by the Windsor Hill's homeowners association may be provided by either governance alternative; this transition would take additional analysis.
- The impact of increased sales taxes (1% in TCID and 2% throughout the remainder of The Woodlands) is not included.