

**MINUTES OF A SPECIAL MEETING
OF THE BOARD OF DIRECTORS
MONTGOMERY COUNTY HOSPITAL DISTRICT**

The special meeting of the Board of Directors of Montgomery County Hospital District was duly convened at 4:00 p.m., August 9, 2016, in the Administrative offices of the Montgomery County Hospital District, 1400 South Loop 336 West, Conroe, Montgomery County, Texas

1. Call to Order

Meeting called to order at 4:00 p.m.

Invocation – Mr. Bagley

Pledge of Allegiance – Mr. Posey

2. Roll Call

Present

Bob Bagley
Chris Grice
Mark Cole
Harold Posey
Sandy Wagner
Kenn Fawn
Georgette Whatley

3. Present, consider and take action if necessary upon the proposed tax rate for the Fiscal Year Ending September 30, 2017; if the proposed tax rate will exceed the rollback rate of the effective rate (whichever is lower), take record vote and schedule public hearing. (Mr. Grice, Chair – Finance and Budget Committee) (attached)

Tammy McRae, Montgomery County Tax Assessor made a presentation to the board.

Mr. Posey offered a motion to move forward with \$.0665 tax rate for Montgomery County Hospital District. Mr. Bagley offered a second.

Mr. Grice made an amendment to his original motion to clarify this is the proposed tax rate of \$.0665 per \$100. Ms. Whatley offered a second.

Roll Call Vote:

Georgette Whatley - For
Kenn Fawn - For
Harold Posey - For
Mark Cole - For
Chris Grice - For
Bob Bagley - For
Sandy Wagner – For

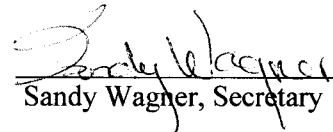
4. Consider and act on tentative schedule for tax rate and budget hearings. (Mr. Grice, Chair – Finance and Budget Committee) (attached)

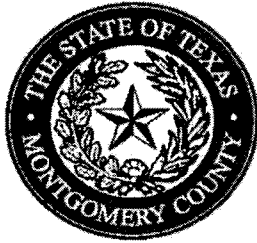
Mr. Grice made a motion to accept the proposed date of September 6, 2016 for the adoption of tax rate and budget hearings. Mr. Bagley offered a second.

Mr. Grice made an amendment to his original motion to approve the calendar(s) with tentative schedule for tax rate and budget hearings. Mr. Bagley offered a second and motion passed unanimously.

5. Adjourn

Meeting adjourned at 4:16 p.m.


Sandy Wagner, Secretary



Tammy J. McRae

Tax Assessor-Collector
Montgomery County

August 10, 2016

TO: MONTGOMERY COUNTY HOSPITAL DISTRICT

RE: TAX RATE AGENDA ITEM- SUGGESTED WORDING
REQUIRED LANGUAGE FOR ADOPTION OF 2016 TAX RATES

Dear Governing Body;

In accordance with Section 26.05, Texas Property Tax Code, the tax rate must be adopted in two components; Maintenance and Operation Rate and Debt Service Rate. These items must also be listed on your agenda as two separate items.

SUGGESTED WORDING FOR AGENDA ITEMS:

1. "Consider, Adopt, and Set by Order/Resolution the 2016 Ad Valorem Tax Rate for Maintenance and Operation, \$0.0665/\$100."
2. "Consider, Adopt, and Set by Order/Resolution the 2016 Ad Valorem Tax Rate for Debt Service, \$0.0000/\$100."

LANGUAGE REQUIREMENTS FOR ADOPTING THE TAX RATES:

1. This year's proposed tax rate does not exceed the effective tax rate. A motion to adopt an ordinance, resolution, or order setting the tax rate does not require the language about "tax increase" as stated in Section 26.025(b) of the Property Tax Code.

STATEMENT REQUIRED IN THE ORDINANCE, RESOLUTION OR ORDER SETTING THIS YEAR'S TAX RATE:

1. This year's levy to fund maintenance and operations expenditures exceeds last year's maintenance and operations tax levy. The following statement must be included in the ordinance, resolution, or order setting this year's tax rate. The statement must be in larger type than the type used in any other portion of the document.

400 N. San Jacinto St.
Conroe, Texas 77301

(936) 539-7897
(281) 354-5511 ext 7897

“THIS TAX RATE WILL RAISE MORE TAXES FOR MAINTENANCE AND OPERATIONS THAN LAST YEAR’S TAX RATE.”

WEBSITE REQUIREMENTS:

1. The following statement must be posted on the home page of any internet website operated by the taxing unit. The statement must be in larger type than the typed used in any other portion of the document.

“THE MONTGOMERY COUNTY HOSPITAL DISTRICT ADOPTED A TAX RATE THAT WILL RAISE MORE TAXES FOR MAINTENANCE AND OPERATIONS THAN LAST YEAR’S TAX RATE.”

As a reminder, the published debt rate is the maximum debt rate that can be adopted by your district. The ordinance/resolution must be returned to my office on or before **September 16, 2016** to be included on the consolidated tax roll.

As always, please do not hesitate to contact me should you need assistance or if would like for me to attend your meeting.

Thank you for allowing us to provide your tax assessment and collection services as we all work together to serve our taxpayers.

Sincerely,

A handwritten signature in cursive script that reads "Tammy McRae".

Tammy McRae, PCAC

Section 26.05(b) of Property Tax Code
Worksheet for Determination of Steps Required for Adoption of Tax Rate
Montgomery County Hospital District

| M&O Tax Increase in Current Year | |
|--|------------------|
| 1. Last year's taxable value, adjusted for court-ordered reductions. Enter Line 6 of the Effective Tax Rate Worksheet. | \$50,101,140,975 |
| 2. Last year's M&O tax rate. Enter Line 26 of the Rollback Tax Rate Worksheet. | \$0.0710/\$100 |
| 3. M&O taxes refunded for years preceding tax year 2015. Enter Line 28E of the Rollback Tax Rate Worksheet. | \$82,865 |
| 4. Last year's M&O tax levy. Multiply line 1 times line 2 and divide by 100. To the result, add line 3. | \$35,654,675 |
| 5. This year's total taxable value. Enter line 19 of the Effective Tax Rate Worksheet. | \$55,189,328,537 |
| 6. This year's proposed M&O tax rate Enter the proposed M&O tax rate approved by the Governing Body. | \$0.0665/\$100 |
| 7. This year's M&O tax levy. Multiply line 5 times line 6 and divide by 100. | \$36,700,903 |
| 8. M&O Tax Increase (Decrease). Subtract line 4 from line 7. | \$1,046,228 |
| Comparison of Total Tax Rates | |
| 9. Effective Total Tax Rate. | \$0.0665/\$100 |
| 10. This year's proposed total tax rate. | \$0.0665/\$100 |
| 11. This year's rate minus effective rate. Subtract line 9 from line 10. | \$0.0000 |
| 12. Percentage change in total tax rate. Divide Line 11 by line 9. | 0.00% |
| Comparison of M&O Tax Rates | |
| 13. Effective M&O Tax Rate. Enter line 30 of the Rollback Tax Rate Worksheet. Adjust for Sales Tax using Line 44 of the Sales Tax Worksheet, if necessary. | \$0.0665/\$100 |
| 14. This year's proposed M&O tax rate. | \$0.0665/\$100 |
| 15. This year's rate minus effective rate. Subtract line 13 from line 14. | \$0.0000 |
| 16. Percentage change in M&O tax rate. Divide line 15 by line 13. | 0.00% |
| Raised M&O Taxes on a \$100,000 Home | |
| 17. This year's taxable value on a \$100,000 home. | \$100,000 |
| 18. Last year's M&O tax rate. | \$0.0710/\$100 |
| 19. This year's proposed M&O tax rate. | \$0.0665/\$100 |
| 20. This year's raised M&O taxes. Subtract line 18 from line 19 and multiply result by line 17. | \$-4.50 |

ORDER AND RESOLUTION
SETTING THE 2016
AD VALOREM TAX RATES

ON September 6, 2016, THE GOVERNING BODY FOR THE MONTGOMERY COUNTY HOSPITAL DISTRICT ADOPTED THE FOLLOWING TAX RATES FOR THE 2016 LEVY ON VALUES.

| | | |
|---|-------|--------|
| MAINTENANCE AND OPERATION RATE (GENERAL FUND) | _____ | /\$100 |
| INTEREST AND SINKING RATE (DEBT SERVICE FUND) | _____ | /\$100 |
| TOTAL OF ADOPTED TAX RATES | _____ | /\$100 |

MEMBERS VOTING FOR:

| | |
|----------|----------|
| 1. _____ | 4. _____ |
| 2. _____ | 5. _____ |
| 3. _____ | 6. _____ |

MEMBERS VOTING AGAINST:

| | |
|----------|----------|
| 1. _____ | 4. _____ |
| 2. _____ | 5. _____ |
| 3. _____ | 6. _____ |

MEMBERS PRESENT, BUT NOT VOTING:

| | |
|----------|----------|
| 1. _____ | 2. _____ |
|----------|----------|

MEMBERS ABSENT:

| | |
|----------|----------|
| 1. _____ | 2. _____ |
|----------|----------|

**RETURN THIS FORM TO TAMMY MCRAE, MONTGOMERY COUNTY
TAX ASSESSOR-COLLECTOR AT 400 N. SAN JACINTO ST, CONROE, TX 77301
OR BY FAX: 936-760-6992/EMAIL: tammy.mcrae@metx.org.**