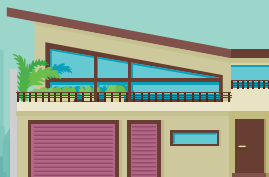


Special Purpose District The Woodlands Township



VS.



Incorporation: City of The Woodlands

\$0.2231 per \$100 valuation	Tax Rate	\$0.2231 per \$100 valuation
Special Purpose District	Type of Government	Type A General Law City
No authority	Ordinances: Noise, fireworks, parking, tree preservation	Local control by city
Dependent on Montgomery and Harris counties and cities of Houston and Conroe	Roads/Right of Ways/Thoroughfares/Speed Limits	Local control by city
City of Houston, City of Conroe	Jurisdiction Rights / Annexation	Permanently eliminates Conroe and Houston's annexation rights of The Woodlands
Dependent on developers, Houston, Conroe	Development / Land Planning	Local control by city
Not eligible	Over 65 / Disabled Tax Freeze	Eligible for tax freeze
Unpaid	Elected Officials	Unpaid
Dependent on counties, Township enhances with 92 officers in Montgomery County and 12 in Harris County	Law Enforcement	Local control by city. First year, no change. Transition Agreement years 2 through 5 after incorporation
No authority	Drainage / Flooding	Can establish and enforce drainage standards
Developer collects some access fees	Access / Franchise Fees	Remitted to the city
No authority	Traffic Control	Local control by city except State Highway 242
Administered by The Woodlands Township	Covenant Administration	Administered by the city
Eligible in limited situations	Access to Federal / State Funding	Eligible for greater share of funding
Independent local jurisdictions	School Districts	No change with city
Separate and independent governmental units	Municipal Utility Districts (MUDs)	Authority, but no obligation to abolish MUDs and assume operations