

CUMMINGS WESTLAKE LLC

12837 Louetta Road, Suite 201 Cypress, Texas 77429-5611 713-266-4456 Fax: 713-266-2333

February 15, 2017

Mr. Danny Massey, Superintendent and
Board of Trustees
Brazosport Independent School District
P.O. Drawer Z
Freeport, TX 77541-1926

Re: Notice of Request for Amendment to the Limitation on Appraised Value Agreement dated October 25, 2016, by and between Brazosport Independent School District and Freeport LNG Development, L.P., FLNG Liquefaction 4, LLC and Angler Pipeline, LLC as the “Applicant” (the “**Agreement**”)

Dear Mr. Massey and members of the Board of Trustees:

Please accept this letter as Freeport LNG Development, L.P., FLNG Liquefaction 4, LLC and Angler Pipeline, LLC’s (the “**Applicant**”) request to Brazosport Independent School District (the “**District**”) under Section 10.2 of the Agreement to amend the size/scope of the project, the start of the Qualifying Time Period. An amendment is sought to add and clarify the Qualified Property to be included in the Agreement so that it may match the project as it is intended to be built, as well as, the timing of construction and operations.

Specifically, this letter is intended to (a) submit to the District and the Comptroller a written request to add Qualified Property to the Agreement including a specific description of the additional Qualified Property to which the Applicant requests that the limitation on appraised value applies; (b) notify the District and the Comptroller of the changes to the information that was provided in the Application approved by the District; (c) provide any additional information reasonably requested by the District or the Comptroller for the purpose of re-evaluating the new or changed conditions.

Since the time the Application was submitted and the Agreement was thereafter approved and executed, Applicant has decided to construct an additional pre-treatment unit. In addition, they would also construct and operate a 10-mile 42-inch natural gas pipeline, looping the existing 42-inch pipeline. The Applicant is also requesting that the Qualifying Time Period be moved to start on January 1, 2019.

The following is a list of the amendments that are being made on the enclosed pages:

1. Page 3 of Application Form – Section 2: Authorized Company Consultant Information (Item #1 & #2)
2. Page 5 of Application Form – Section 9: Projected Timeline (Item #1, 2, 3, 5, 6 & 8)
3. Tab 4 – Project size/scope increased and timing of construction and commencement of operations has been delayed
4. Tab 7 – Project size/scope increased and timing of construction and commencement of operations has been delayed

Request to Amend Application and Agreement #1098 to Brazosport ISD
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5. Tab 8 – Project size/scope increased and timing of construction and commencement of operations has been delayed
6. Tab 11 – New Qualified Investment and Qualified Property Map to reflect increase in project size/scope
7. Tab 14 – Schedules revised to reflect increased investment and delayed timeline
8. Tab 17 – New signature page

Applicant hereby requests that an amendment as described herein be posted for a public hearing before the Board of Trustees in accordance with applicable law, and after conducting a public hearing on the matter, the Board of Trustees approve such an amendment and take all other action as may be required by law or the Comptroller's Rules. A draft amendment to the Agreement with the changes described above will be provided to the District for its consideration in advance of such meeting.

Sincerely,

A handwritten signature in black ink that reads "J. Weston Jackson". The signature is written in a cursive, flowing style with a long horizontal line extending to the right.

J. Weston Jackson
Consultant for Freeport LNG Development, L.P.

cc Honorable Glenn Hegar
Texas Comptroller of Public Accounts
c/o Will Counihan, Manager
Economic Development & Analysis
P.O. Box 13528, Capitol Station
Austin, Texas 78711-3528

Cheryl Evans, Chief Appraiser
Brazoria County Appraisal District
500 N. Chenango St.
Angleton, Texas 77515-4650

Mr. Dan Casey
Moak, Casey & Associates LLP
400 W. 15th Street, Suite 1410
Austin, Texas 78701

Anne-Marie Suire
Director of Tax
Freeport LNG Development, L.P.
333 Clay St., Suite 5050
Houston, Texas 77002

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TAB 1

Pages 1 through 9 of application.



Application for Appraised Value Limitation on Qualified Property

SECTION 1: School District Information (continued)

3. Authorized School District Consultant (If Applicable)

Daniel T. Casey
First Name Last Name
Partner
Title
Moak, Casey & Associates LLP
Firm Name
512-485-7878 512-485-7888
Phone Number Fax Number
dcasey@moakcasey.com
Email Address
Mobile Number (optional)

- 4. On what date did the district determine this application complete?
- 5. Has the district determined that the electronic copy and hard copy are identical? Yes No

SECTION 2: Applicant Information

1. Authorized Company Representative (Applicant)

Wendy Clark
First Name Last Name
Vice President of Accounting & Controller
Title
333 Clay St., Suite 5050
Street Address
333 Clay St., Suite 5050
Mailing Address
Houston TX 77002
City State ZIP
(713) 634-3565
Phone Number
Fax Number
wclark@freeporting.com
Business Email Address
Mobile Number (optional)

- 2. Will a company official other than the authorized company representative be responsible for responding to future information requests? Yes No
2a. If yes, please fill out contact information for that person.

Anne-Marie Suire
First Name Last Name
Director of Taxes
Title
333 Clay St., Suite 5050
Street Address
333 Clay St., Suite 5050
Mailing Address
Houston TX 77002
City State ZIP
(713) 634-3560
Phone Number
Fax Number
ASuire@freeporting.com
Business Email Address
Mobile Number (optional)

- 3. Does the applicant authorize the consultant to provide and obtain information related to this application? Yes No



Application for Appraised Value Limitation on Qualified Property

SECTION 9: Projected Timeline

- | | |
|---|---|
| 1. Application approval by school board | October 25, 2016 |
| 2. Commencement of construction | Q3 - 2018 |
| 3. Beginning of qualifying time period | January 1, 2019 |
| 4. First year of limitation | 2021 |
| 5. Begin hiring new employees | Q3 - 2021 |
| 6. Commencement of commercial operations | Q4 - 2021 |
| 7. Do you propose to construct a new building or to erect or affix a new improvement after your application review start date (date your application is finally determined to be complete)? | <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No |
| Note: Improvements made before that time may not be considered qualified property. | |
| 8. When do you anticipate the new buildings or improvements will be placed in service? | Q4 - 2021 |

SECTION 10: The Property

1. Identify county or counties in which the proposed project will be located Brazoria County
2. Identify Central Appraisal District (CAD) that will be responsible for appraising the property Brazoria CAD
3. Will this CAD be acting on behalf of another CAD to appraise this property? Yes No
4. List all taxing entities that have jurisdiction for the property, the portion of project within each entity and tax rates for each entity:
- | | |
|--|--|
| County: <u>Brazoria County, \$0.517405, 100%</u>
<small>(Name, tax rate and percent of project)</small> | City: <u>N/A</u>
<small>(Name, tax rate and percent of project)</small> |
| Hospital District: <u>N/A</u>
<small>(Name, tax rate and percent of project)</small> | Water District: <u>Velasco Drainage Dist, \$0.091501, 100%</u>
<small>(Name, tax rate and percent of project)</small> |
| Other (describe): <u>Brazosport College, \$0.28504, 100%</u>
<small>(Name, tax rate and percent of project)</small> | Other (describe): <u>Port Freeport, \$0.0401, 100%</u>
<small>(Name, tax rate and percent of project)</small> |
5. Is the project located entirely within the ISD listed in Section 1? Yes No
- 5a. If no, attach in **Tab 6** additional information on the project scope and size to assist in the economic analysis.
6. Did you receive a determination from the Texas Economic Development and Tourism Office that this proposed project and at least one other project seeking a limitation agreement constitute a single unified project (SUP), as allowed in §313.024(d-2)? Yes No
- 6a. If yes, attach in **Tab 6** supporting documentation from the Office of the Governor.

SECTION 11: Investment

NOTE: The minimum amount of qualified investment required to qualify for an appraised value limitation and the minimum amount of appraised value limitation vary depending on whether the school district is classified as Subchapter B or Subchapter C, and the taxable value of the property within the school district. For assistance in determining estimates of these minimums, access the Comptroller's website at www.texasahead.org/tax_programs/chapter313/.

1. At the time of application, what is the estimated minimum qualified investment required for this school district? 30,000,000.00
2. What is the amount of appraised value limitation for which you are applying? 30,000,000.00
- Note:** The property value limitation amount is based on property values available at the time of application and may change prior to the execution of any final agreement.
3. Does the qualified investment meet the requirements of Tax Code §313.021(1)? Yes No
4. Attach a description of the qualified investment [See §313.021(1).] The description must include:
- a specific and detailed description of the qualified investment you propose to make on the property for which you are requesting an appraised value limitation as defined by Tax Code §313.021 (**Tab 7**);
 - a description of any new buildings, proposed new improvements or personal property which you intend to include as part of your minimum qualified investment (**Tab 7**); and
 - a detailed map of the qualified investment showing location of tangible personal property to be placed in service during the qualifying time period and buildings to be constructed during the qualifying time period, with vicinity map (**Tab 11**).
5. Do you intend to make at least the minimum qualified investment required by Tax Code §313.023 (or §313.053 for Subchapter C school districts) for the relevant school district category during the qualifying time period? Yes No

Freeport LNG Development, L.P.
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TAB 4
Detailed Description of the Project

Provide a detailed description of the scope of the proposed project, including, at a minimum, the type and planned use of real and tangible personal property, the nature of the business, a timeline for property construction or installation, and any other relevant information.

Freeport LNG is a proud member of the greater Brazosport industrial community and has safely operated a liquefied natural gas (“LNG”) import and regasification terminal on Quintana Island since 2008. In late 2014, Freeport LNG was authorized by the Federal Energy Regulatory Commission (“FERC”) to construct additional facilities to be able to liquefy domestic natural gas and export LNG. Freeport LNG has secured the funding and commenced construction on its three-train liquefaction project. The natural gas liquefaction and LNG export facility is anticipated to commence commercial operations in the third quarter of 2018, achieving full, three-train production by the third quarter of 2019.

Due to continuing demand for LNG around the world and the massive abundance of natural gas in the United States, Freeport LNG is now evaluating additional liquefaction production capacity. Freeport LNG is proposing to add a fourth natural gas liquefaction train to the three trains already under construction. This expansion would allow for the production and export of an additional five million tons of LNG per year, increasing the total export capability of all four trains to over 20 million tons of LNG per year.

Similar to Trains 1, 2 and 3, Train 4 will utilize all-electric motors, resulting in negligible incremental emissions. The fourth liquefaction train is proposed to be constructed on the same property as the first three trains on Quintana Island and would include a fourth pretreatment unit which would be sited within the existing and previously authorized pretreatment site boundary, near Oyster Creek, Texas. In addition, they would construct and operate a 10-mile 42-inch natural gas pipeline, looping the existing 42-inch pipeline, primarily within the existing right-of-way. Any portion of the pipeline that falls outside of the reinvestment zone will not be part of this application and therefore, not subject to the value limitation. Subject to regulatory approvals, securing financing and achieving commercialization, construction of Train 4 could begin in mid-2018, with the new facilities becoming operational in 2021 at the earliest.

The added liquefaction capability will not preclude the terminal from operating in vaporization and send-out mode as business conditions dictate. Also, having dual liquefaction and regasification capabilities will not result in any increase in the number of ship transits since the total amount of LNG handled, either by liquefying

*TAB TO APPLICATION FOR APPRAISED VALUE LIMITATION ON QUALIFIED
PROPERTY BY FREEPORT LNG DEVELOPMENT, L.P. TO BRAZOSPORT ISD*

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natural gas or by vaporizing LNG, will not exceed thresholds authorized under the FERC order approving the Phase II regas project.

A Chapter 313 Value Limitation Agreement is essential to the success of the project and is requested on all of the proposed new improvements and fixed equipment associated with this project as described below.

The proposed project primarily consists of property classified by Brazoria CAD as real estate improvements including, but not limiting to three large refrigerant compressors, one main cryogenic heat exchanger, eight refrigerant vaporizers, two liquid turbines, 250+ fin fan air coolers, multiple heat exchangers and tower reboilers, multiple vessels, compressors, only the portion of the 42-inch natural gas pipeline that is located within the reinvestment zone, various pumps and all associated buildings. Also included, but not limited to, are all of the associated concrete foundations, pipe supports, piping, instrumentation, power feeds, control loops, safety systems, fire water protection, insulation, and utilities necessary to connect the new facilities to the existing terminal and to safely operate the new equipment.

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TAB 7

Description of Qualified Investment

Freeport LNG is a proud member of the greater Brazosport industrial community and has safely operated a liquefied natural gas (“LNG”) import and regasification terminal on Quintana Island since 2008. In late 2014, Freeport LNG was authorized by the Federal Energy Regulatory Commission (“FERC”) to construct additional facilities to be able to liquefy domestic natural gas and export LNG. Freeport LNG has secured the funding and commenced construction on its three-train liquefaction project. The natural gas liquefaction and LNG export facility is anticipated to commence commercial operations in the third quarter of 2018, achieving full, three-train production by the third quarter of 2019.

Due to continuing demand for LNG around the world and the massive abundance of natural gas in the United States, Freeport LNG is now evaluating additional liquefaction production capacity. Freeport LNG is proposing to add a fourth natural gas liquefaction train to the three trains already under construction. This expansion would allow for the production and export of an additional five million tons of LNG per year, increasing the total export capability of all four trains to over 20 million tons of LNG per year.

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Freeport LNG Development, L.P.

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TAB 8

Description of Qualified Property

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Freeport LNG Development, L.P.
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TAB 11

Maps that clearly show:

- a) Project vicinity
- b) Qualified investment including location of new building or new improvements
- c) Qualified property including location of new building or new improvements
- d) Existing property
- e) Land location within vicinity map
- f) Reinvestment or Enterprise Zone within vicinity map, showing the actual or proposed boundaries and size

Please see the attached map.

Freeport LNG Development, L.P.
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TAB 14

Schedules A1, A2, B, C and D completed and signed Economic Impact (if applicable)

See attached Schedules A1, A2, B, C and D

Schedule A1: Total Investment for Economic Impact (through the Qualifying Time Period)

Date **2/14/2017**
Applicant Name **Freeport LNG Development, LP and its affiliates**
ISD Name **Brazosport ISD**

PROPERTY INVESTMENT AMOUNTS								
(Estimated Investment in each year. Do not put cumulative totals.)								
				Column A	Column B	Column C	Column D	Column E
	Year	School Year (YYYY-YYYY)	Tax Year (Fill in actual tax year below) YYYY	New investment (original cost) in tangible personal property placed in service during this year that will become Qualified Property	New investment made during this year in buildings or permanent nonremovable components of buildings that will become Qualified Property	Other new investment made during this year that will <u>not</u> become Qualified Property [SEE NOTE]	Other new investment made during this year that may become Qualified Property [SEE NOTE]	Total Investment (Sum of Columns A+B+C+D)
Investment made before filing complete application with district				Not eligible to become Qualified Property			[The only other investment made before filing complete application with district that may become Qualified Property is land.]	0
Investment made after filing complete application with district, but before final board approval of application	--	Year preceding the first complete tax year of the qualifying time period (assuming no deferrals of qualifying time period)	2017	0	0	0	0	0
Investment made after final board approval of application and before Jan. 1 of first complete tax year of qualifying time period	DEFER	2018-2019	2018	250,000,000	0	0	0	250,000,000
Complete tax years of qualifying time period	QTP1	2019-2020	2019	500,000,000	0	0	0	500,000,000
	QTP2	2020-2021	2020	500,000,000	0	0	0	500,000,000
Total Investment through Qualifying Time Period [ENTER this row in Schedule A2]				1,250,000,000	0	0	0	1,250,000,000
				Enter amounts from TOTAL row above in Schedule A2				
Total Qualified Investment (sum of green cells)				1,000,000,000				

For All Columns: List amount invested each year, not cumulative totals.

Column A: This represents the total dollar amount of planned investment in tangible personal property. Only include estimates of investment for "replacement" property if the property is specifically described in the application. Only tangible personal property that is specifically described in the application can become qualified property.

Column B: The total dollar amount of planned investment each year in buildings or nonremovable component of buildings.

Column C: Dollar value of other investment that may affect economic impact and total value. Examples of other investment that will not become qualified property include investment meeting the definition of 313.021(1) but not creating a new improvement as defined by TAC 9.1051. This is proposed property that functionally replaces existing property; is used to maintain, refurbish, renovate, modify or upgrade existing property; or is affixed to existing property—described in SECTION 13, question #5 of the application.

Column D: Dollar value of other investment that may affect economic impact and total value. Examples of other investment that may result in qualified property are land or professional services.

Total Investment: Add together each cell in a column and enter the sum in the blue total investment row. Enter the data from this row into the first row in Schedule A2.

Qualified Investment: For the green qualified investment cell, enter the sum of all the green-shaded cells.

Applicant Name: Freeport LNL - Amendment, LP and its affiliates
ISD Name: Brazosport ISD

PROPERTY INVESTMENT AMOUNTS
(Estimated investment in each year. Do not put cumulative totals.)

Year	School Year (YYYY-YYYY)	Tax Year (Fill in actual tax year below) (YYYY)	Column A		Column B		Column C		Column D		Column E	
			New investment (original cost) in tangible personal property placed in service during this year that will become Qualified Property	Estimated investment in tangible personal property placed in service during this year that will become Qualified Property	New investment made during this year in buildings or permanent nonremovable components of buildings that will become Qualified Property	Enter amounts from TOTAL row in Schedule A1 in the row below	Other investment made during this year that will not become Qualified Property [SEE NOTE]	Other investment made during this year that will become Qualified Property [SEE NOTE]	Other investment made during this year that will become Qualified Property [SEE NOTE]	Total Investment (A+B+C+D)		
Total Investment from Schedule A1*			1,250,000,000	0	0	0	0	0	0	0	1,250,000,000	
Each year prior to start of value limitation period** <i>(Insert as many rows as necessary)</i>			0	0	0	0	0	0	0	0	0	
Value limitation period***			500,000,000	0	0	0	0	0	0	0	500,000,000	
Additional years for 25 year economic impact as required by 313.026(G)(1)			0	0	0	0	0	0	0	0	0	
Total Investment made through limitation			1,750,000,000	0	0	0	0	0	0	0	1,750,000,000	
Continue to maintain viable presence			0	0	0	0	0	0	0	0	0	
Additional years for 25 year economic impact as required by 313.026(G)(1)			0	0	0	0	0	0	0	0	0	

* All investments made through the qualifying time period are captured and totaled on Schedule A1 [blue box] and incorporated into this schedule in the first row.
 ** Only investment made during deferrals of the start of the limitation (after the end of qualifying time period but before the start of the Value Limitation Period) should be included in the "Year prior to start of value limitation period" row(s). If the limitation starts at the end of the qualifying time period or the qualifying time period overlaps the limitation, no investment should be included on this line.
 *** If your qualifying time period will overlap your value limitation period, do not also include investment made during the qualifying time period in years 1 and/or 2 of the value limitation period, depending on the overlap. Only include investments/years that were not captured on Schedule A1.
 For All Columns: List amount invested each year; not cumulative total. Only include investments in tangible personal property. Only include estimates of investment for "replacement" property (if the property is specifically described in the application).
 Column A: This represents the total dollar amount of planned investment in tangible personal property. Only include estimates of investment for "replacement" property (if the property is specifically described in the application).
 Column B: The total dollar amount of planned investment each year in buildings or nonremovable component of buildings.
 Column C: Dollar value of other investment that may affect economic impact and total value. Examples of other investment that will not become qualified property include investment meeting the definition of 313.023(G)(1) but not creating a new improvement as defined by TAC 9.1051. This is proposed property that functionally replaces existing property; is used to maintain, refurbish, renovate, modify or upgrade existing property, or is aimed to existing property—described in SECTION 13, question #5 of the application.
 Column D: Dollar value of other investment that may affect economic impact and total value. Examples of other investment that may result in qualified property are land or professional services.

2/14/2017
Freepor LNG Development, LP and its affiliates
Brazosport ISD

Date
Applicant Name
ISD Name

Year	School Year (YYYY-YYYY)	Tax Year (Fill in actual tax year) YYYY	Qualified Property			Estimated Taxable Value		
			Estimated Market Value of Land	Estimated Total Market Value of new buildings or other new improvements	Estimated Total Market Value of tangible personal property in the new buildings or "in or on the new improvements"	Market Value less any exemptions (such as pollution control) and before limitation	Final taxable value for I&S after all reductions	Final taxable value for M&O after all reductions
Each year prior to start of Value Limitation Period <i>Insert as many rows as necessary</i>	2018-2019	2018	0	0	0	0	0	0
	2019-2020	2019	0	0	125,000,000	125,000,000	125,000,000	125,000,000
	2020-2021	2020	0	0	375,000,000	375,000,000	375,000,000	375,000,000
	2021-2022	2021	0	0	812,500,000	812,500,000	812,500,000	30,000,000
	2022-2023	2022	0	0	1,688,750,000	1,519,875,000	1,519,875,000	30,000,000
Value Limitation Period	2023-2024	2023	0	0	1,629,644,000	1,466,679,600	1,466,679,600	30,000,000
	2024-2025	2024	0	0	1,572,606,000	1,415,345,400	1,415,345,400	30,000,000
	2025-2026	2025	0	0	1,517,565,000	1,365,808,500	1,365,808,500	30,000,000
	2026-2027	2026	0	0	1,464,450,000	1,318,005,000	1,318,005,000	30,000,000
	2027-2028	2027	0	0	1,413,194,000	1,271,874,600	1,271,874,600	30,000,000
	2028-2029	2028	0	0	1,363,732,000	1,227,358,800	1,227,358,800	30,000,000
	2029-2030	2029	0	0	1,316,001,000	1,184,400,900	1,184,400,900	30,000,000
	2030-2031	2030	0	0	1,269,941,000	1,142,946,900	1,142,946,900	30,000,000
	2031-2032	2031	0	0	1,225,493,000	1,102,943,700	1,102,943,700	1,102,943,700
	2032-2033	2032	0	0	1,182,601,000	1,064,340,900	1,064,340,900	1,064,340,900
Continue to maintain viable presence	2033-2034	2033	0	0	1,141,210,000	1,027,089,000	1,027,089,000	1,027,089,000
	2034-2035	2034	0	0	1,101,268,000	991,141,200	991,141,200	991,141,200
	2035-2036	2035	0	0	1,062,724,000	956,451,600	956,451,600	956,451,600
	2036-2037	2036	0	0	1,025,529,000	922,976,100	922,976,100	922,976,100
	2037-2038	2037	0	0	989,635,000	890,671,500	890,671,500	890,671,500
Additional years for 25 year economic impact as required by 313.026(c)(1)	2038-2039	2038	0	0	954,998,000	859,498,200	859,498,200	859,498,200
	2039-2040	2039	0	0	921,573,000	829,415,700	829,415,700	829,415,700
	2040-2041	2040	0	0	889,318,000	800,386,200	800,386,200	800,386,200
	2041-2042	2041	0	0	858,192,000	772,372,800	772,372,800	772,372,800
	2042-2043	2042	0	0	828,155,000	745,339,500	745,339,500	745,339,500
	2043-2044	2043	0	0	799,170,000	719,253,000	719,253,000	719,253,000
	2044-2045	2044	0	0	771,199,000	694,079,100	694,079,100	694,079,100
	2045-2046	2045	0	0	744,207,000	669,786,300	669,786,300	669,786,300

Notes: Market value in future years is good faith estimate of future taxable value for the purposes of property taxation.
Only include market value for eligible property on this schedule.

Schedule C: Employment Information

Date: 2/14/2017
Applicant Name: Freeport LNG Development, LP and its affiliates
ISD Name: Brazosport ISD

Year	School Year (YYYY-YYYY)	Tax Year (Actual tax year) YYYY	Construction		Non-Qualifying Jobs		Qualifying Jobs	
			Column A Number of Construction FTE's or man-hours (specify)	Column B Average annual wage rates for construction workers	Column C Number of non-qualifying jobs applicant estimates it will create (cumulative)	Column D Number of new qualifying jobs applicant commits to create meeting all criteria of Sec. 313.021(3) (cumulative)	Column E Average annual wage of new qualifying jobs	
	2018-2019	2018	150 FTE	52,000	0	0	0	0
	2019-2020	2019	650 FTE	52,000	0	0	0	0
	2020-2021	2020	1200 FTE	52,000				
1	2021-2022	2021	400 FTE	52,000	5	10	10	60,000
2	2022-2023	2022	N/A	N/A	30	10	10	60,000
3	2023-2024	2023	N/A	N/A	45	10	10	60,000
4	2024-2025	2024	N/A	N/A	45	10	10	60,000
5	2025-2026	2025	N/A	N/A	45	10	10	60,000
6	2026-2027	2026	N/A	N/A	45	10	10	60,000
7	2027-2028	2027	N/A	N/A	45	10	10	60,000
8	2028-2029	2028	N/A	N/A	45	10	10	60,000
9	2029-2030	2029	N/A	N/A	45	10	10	60,000
10	2030-2031	2030	N/A	N/A	45	10	10	60,000
11 through 25	2031-2046	2031-2045	N/A	N/A	45	10	10	60,000

Notes: See TAC 9.1051 for definition of non-qualifying jobs. Only include jobs on the project site in this school district.

C1. Are the cumulative number of qualifying jobs listed in Column D less than the number of qualifying jobs required by statute? (25 qualifying jobs in Subchapter B districts, 10 qualifying jobs in Subchapter C districts)
If yes, answer the following two questions:

C1a. Will the applicant request a job waiver, as provided under 313.025(f-1)?
 Yes No

C1b. Will the applicant avail itself of the provision in 313.021(3)(F)?
 Yes No

Schedule D: Other Incentives (Estimated)

Date: 2/14/2017
Applicant Name: Freeport LNG Development, LP and its affiliates
ISD Name: Brazosport ISD

State and Local Incentives for which the Applicant intends to apply (Estimated)						
Incentive Description	Taxing Entity (as applicable)	Beginning Year of Benefit	Duration of Benefit	Annual Tax Levy without Incentive	Annual Incentive	Annual Net Tax Levy
Tax Code Chapter 311	County: N/A City: N/A Other: N/A	2019	10 Years	Annual Avg. of \$5,638,000	see detail below	0
Tax Code Chapter 312	County: Brazoria County City: N/A Other: Brazosport College	2019	10 Years	Annual Avg. of \$3,106,000	see detail below	0
	Other: Velasco Drainage District	2019	10 Years	Annual Avg. of \$997,000	see detail below	0
	Other: Port Freeport	2019	10 Years	Annual Avg. of \$437,000	see detail below	0
Local Government Code Chapters 380/381	County: N/A City: N/A Other: N/A					
Freeport Exemptions	N/A					
Non-Annexation Agreements	N/A					
Enterprise Zone/Project	N/A					
Economic Development Corporation	N/A					
Texas Enterprise Fund	N/A					
Employee Recruitment	N/A					
Skills Development Fund	N/A					
Training Facility Space and Equipment	N/A					
Infrastructure Incentives	N/A					
Permitting Assistance	N/A					
Other:	N/A					
Other:	N/A					
Other:	N/A					
Other:	N/A					
TOTAL				10,178,000		0

Additional information on incentives for this project:

County Terms:	Freeport LNG Development, LP expects to receive an abatement structured as follows: 100% abatement for 10 years
College Terms:	Freeport LNG Development, LP expects to receive an abatement structured as follows: 100% abatement for 10 years
Drainage Terms:	Freeport LNG Development, LP expects to receive an abatement structured as follows: 100% abatement for 10 years
Port Terms:	Freeport LNG Development, LP expects to receive an abatement structured as follows: 100% abatement for 10 years

Freeport LNG Development, L.P.
Chapter 313 Application to Brazosport ISD
Cummings Westlake, LLC

TAB 17

Signature and Certification page, signed and dated by Authorized School District Representative and Authorized Company Representative (applicant)



Application for Appraised Value Limitation on Qualified Property

SECTION 16: Authorized Signatures and Applicant Certification

After the application and schedules are complete, an authorized representative from the school district and the business should review the application documents and complete this authorization page. Attach the completed authorization page in **Tab 17**. **NOTE:** If you amend your application, you will need to obtain new signatures and resubmit this page, Section 16, with the amendment request.

1. Authorized School District Representative Signature

I am the authorized representative for the school district to which this application is being submitted. I understand that this application is a government record as defined in Chapter 37 of the Texas Penal Code.

print here → Danny Massey
Print Name (Authorized School District Representative)

Superintendent
Title

sign here → [Signature]
Signature (Authorized School District Representative)

2/21/17
Date

2. Authorized Company Representative (Applicant) Signature and Notarization

I am the authorized representative for the business entity for the purpose of filing this application. I understand that this application is a government record as defined in Chapter 37 of the Texas Penal Code. The information contained in this application and schedules is true and correct to the best of my knowledge and belief.

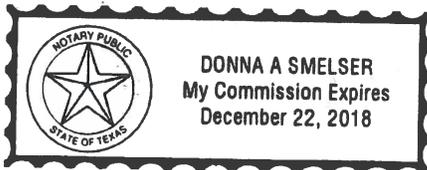
I hereby certify and affirm that the business entity I represent is in good standing under the laws of the state in which the business entity was organized and that no delinquent taxes are owed to the State of Texas.

print here → Wendy Clark
Print Name (Authorized Company Representative (Applicant))

Vice President of Accounting & Controller
Title

sign here → [Signature]
Signature (Authorized Company Representative (Applicant))

2/15/17
Date



[Signature]
Notary Seal

GIVEN under my hand and seal of office this, the
15 day of February, 2017

Texas
Notary Public in and for the State of Texas

My Commission expires: 12/22/2018

If you make a false statement on this application, you could be found guilty of a Class A misdemeanor or a state jail felony under Texas Penal Code Section 37.10.