



Application for Appraised Value Limitation on Qualified Property

SECTION 1: School District Information (continued)

3. Authorized School District Consultant (If Applicable)

Form fields for authorized school district consultant: Fred Stormer, Attorney, Underwood Law Firm, P.C. Includes phone and email information.

- 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)

Form fields for authorized company representative: Kelly Meyer, Vice President, Development, Invenergy LLC. Includes address, phone, and email information.

- 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.

Form fields for contact information of other company official: First Name, Last Name, Title, Organization, Street Address, Mailing Address, City, State, ZIP, Phone Number, Fax Number, Business Email Address.

- 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 Dec 2015
 - 2. Commencement of construction 1st Qtr 2017
 - 3. Beginning of qualifying time period Dec 2015
 - 4. First year of limitation 2018
 - 5. Begin hiring new employees 3rd Qtr 2017
 - 6. Commencement of commercial operations 2nd Qtr 2018
 - 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)? Yes 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? 2nd Qtr 2018

SECTION 10: The Property

- 1. Identify county or counties in which the proposed project will be located Reagan County
- 2. Identify Central Appraisal District (CAD) that will be responsible for appraising the property Reagan County
- 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>Reagan County, .187366, 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>Hospital District, .228123, 100%</u> <small>(Name, tax rate and percent of project)</small>	Water District: <u>Reagan Water Supply, .011124, 100%</u> <small>(Name, tax rate and percent of project)</small>
Other (describe): <u>FM & LR, .023469, 100%</u> <small>(Name, tax rate and percent of project)</small>	Other (describe): <u>N/A</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? 20,000,000.00
 - 2. What is the amount of appraised value limitation for which you are applying? 25,000,000.00
- 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. 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**);
 - b. 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
 - c. 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

Date 11/16/2016
 Applicant Name Santa Rita Wind Energy LLC
 ISD Name Reagan County ISD

Form 50-296A
 Revised May 2014

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 New investment (original cost) in tangible personal property placed in service during this year that will become Qualified Property	Column B New investment made during this year in buildings or permanent nonremovable components of buildings that will become Qualified Property	Column C Other new investment made during this year that will <u>not</u> become Qualified Property [SEE NOTE]	Column D Other new investment made during this year that may become Qualified Property [SEE NOTE]	Column E Total Investment (Sum of Columns A+B+C+D)	
Investment made before filing complete application with district		Year preceding the first complete tax year of the qualifying time period (assuming no deferrals of qualifying time period)	2015	Not eligible to become Qualified Property				[The only other investment made before filing complete application with district that may become Qualified Property is land.]	
Investment made after filing complete application with district, but before final board approval of application	--								
Investment made after final board approval of application and before Jan. 1 of first complete tax year of qualifying time period									
Complete tax years of qualifying time period	QTP1	2016-2017	2016			-	-		
	QTP2	2017-2018	2017	226,200,000.00		-	-	226,200,000.00	
Total Investment through Qualifying Time Period [ENTER this row in Schedule A2]				226,200,000.00				226,200,000.00	
				Enter amounts from TOTAL row above in Schedule A2					
Total Qualified Investment (sum of green cells)				226,200,000.00					

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.

Schedule A2: Total Investment for Economic Impact (including Qualified Property and other investments)

Date **11/16/2016**

Amendment #2 Dated November 16, 2016

Applicant Name **Santa Rita Wind Energy LLC**

Form 50-296A

ISD Name **Reagan County ISD**

Revised May 2014

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 investment made during this year that will <u>not</u> 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*	--	TOTALS FROM SCHEDULE A1		Enter amounts from TOTAL row in Schedule A1 in the row below				
Each year prior to start of value limitation period** <i>Insert as many rows as necessary</i>	Pre-Year	2015-2016	2015	-	-	-	-	-
	1	2016-2017	2016					
	2	2017-2018	2017	226,200,000.00	-	-	-	226,200,000.00
Value limitation period***	3	2018-2019	2018	-	-	-	-	-
	4	2019-2020	2019			-	-	-
	5	2020-2021	2020			-	-	-
	6	2021-2022	2021			-	-	-
	7	2022-2023	2022			-	-	-
	8	2023-2024	2023			-	-	-
	9	2024-2025	2024			-	-	-
	10	2025-2026	2025			-	-	-
	11	2026-2027	2026			-	-	-
	12	2027-2028	2027			-	-	-
Total Investment made through limitation				226,200,000.00	-	-	-	226,200,000.00
Continue to maintain viable presence	13	2028-2029	2028					
	14	2029-2030	2029					
	15	2030-2031	2030					
	16	2031-2032	2031					
	17	2032-2033	2032					
Additional years for 25 year economic impact as required by 313.026(c)(1)	18	2033-2034	2033					
	19	2034-2035	2034					
	20	2035-2036	2035					
	21	2036-2037	2036					
	22	2037-2038	2037					
	23	2038-2039	2038					
	24	2039-2040	2039					
	25	2040-2041	2040					
	26	2041-2042	2041					
27	2042-2043	2042						

* 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 totals. Only include investments in the remaining rows of Schedule A2 that were not captured on Schedule A1.

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.

Schedule B: Estimated Market And Taxable Value (of Qualified Property Only) Amendment #2 Dated November 16, 2016

Date

11/16/2016

Applicant Name

Santa Rita Wind Energy LLC

Form 50-296A

ISD Name

Reagan County ISD

Revised May 2014

	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>	0	2015-2016	2015	-	-				
	1	2016-2017	2016						
	2	2017-2018	2017	-	-				
Value Limitation Period	1	2018-2019	2018	-	-	226,200,000	226,200,000	226,200,000	25,000,000
	2	2019-2020	2019	-	-	210,366,000	210,366,000	210,366,000	25,000,000
	3	2020-2021	2020	-	-	195,640,380	195,640,380	195,640,380	25,000,000
	4	2021-2022	2021	-	-	181,945,553	181,945,553	181,945,553	25,000,000
	5	2022-2023	2022	-	-	169,209,365	169,209,365	169,209,365	25,000,000
	6	2023-2024	2023	-	-	157,364,709	157,364,709	157,364,709	25,000,000
	7	2024-2025	2024	-	-	146,349,179	146,349,179	146,349,179	25,000,000
	8	2025-2026	2025	-	-	136,104,737	136,104,737	136,104,737	25,000,000
	9	2026-2027	2026	-	-	126,577,405	126,577,405	126,577,405	25,000,000
	10	2027-2028	2027	-	-	117,716,987	117,716,987	117,716,987	25,000,000
Continue to maintain viable presence	11	2028-2029	2028	-	-	111,831,138	111,831,138	111,831,138	111,831,138
	12	2029-2030	2029	-	-	106,239,581	106,239,581	106,239,581	106,239,581
	13	2030-2031	2030	-	-	100,927,602	100,927,602	100,927,602	100,927,602
	14	2031-2032	2031	-	-	95,881,222	95,881,222	95,881,222	95,881,222
	15	2032-2033	2032	-	-	91,087,161	91,087,161	91,087,161	91,087,161
Additional years for 25 year economic impact as required by 313.026(c)(1)	16	2033-2034	2033	-	-	88,354,546	88,354,546	88,354,546	88,354,546
	17	2034-2035	2034	-	-	85,703,909	85,703,909	85,703,909	85,703,909
	18	2035-2036	2035	-	-	83,132,792	83,132,792	83,132,792	83,132,792
	19	2036-2037	2036	-	-	80,638,808	80,638,808	80,638,808	80,638,808
	20	2037-2039	2037	-	-	78,219,644	78,219,644	78,219,644	78,219,644
	21	2038-2039	2038	-	-	75,873,055	75,873,055	75,873,055	75,873,055
	22	2039-2040	2039	-	-	73,596,863	73,596,863	73,596,863	73,596,863
	23	2040-2041	2040	-	-	71,388,957	71,388,957	71,388,957	71,388,957
	24	2041-2042	2041	-	-	69,247,288	69,247,288	69,247,288	69,247,288
	25	2042-2043	2042	-	-	67,169,870	67,169,870	67,169,870	67,169,870

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

11/16/2016

Applicant Name

Santa Rita Wind Energy LLC

Form 50-296A

ISD Name

Reagan County ISD

Revised May 2014

	Year	School Year (YYYY-YYYY)	Tax Year (Actual tax year) YYYY	Construction		Non-Qualifying Jobs	Qualifying Jobs	
				Column A	Column B	Column C	Column D	Column E
				Number of Construction FTE's or man-hours (specify)	Average annual wage rates for construction workers	Number of non-qualifying jobs applicant estimates it will create (cumulative)	Number of new qualifying jobs applicant commits to create meeting all criteria of Sec. 313.021(3) (cumulative)	Average annual wage of new qualifying jobs
Each year prior to start of Value Limitation Period <i>Insert as many rows as necessary</i>	0	2015-2016	2015					
	1	2016-2017	2016					
	2	2017-2018	2017	300 FTEs	\$ 50,000	1	8	\$ 42,775
Value Limitation Period <i>The qualifying time period could overlap the value limitation period.</i>	3	2018-2019	2018			1	8	\$ 42,775
	4	2019-2020	2019			1	8	\$ 42,775
	5	2020-2021	2020			1	8	\$ 42,775
	6	2021-2022	2021			1	8	\$ 42,775
	7	2022-2023	2022			1	8	\$ 42,775
	8	2023-2024	2023			1	8	\$ 42,775
	9	2024-2025	2024			1	8	\$ 42,775
	10	2025-2026	2025			1	8	\$ 42,775
	11	2026-2027	2026			1	8	\$ 42,775
	12	2027-2028	2027			1	8	\$ 42,775
Years Following Value Limitation Period	13 through 25	2028-2043	2028-2042			1	8	\$ 42,775

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 Yes No
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 11/16/2016
Applicant Name Santa Rita Wind Energy LLC
ISD Name Reagan County ISD

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Revised May 2014

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:					
	City:					
	Other:					
Tax Code Chapter 312	County: Reagan	2018	10 Years	\$ 476,907	\$ 405,371	\$ 71,536
	City:					
	Other: Hospital District	2018	10 Years	\$ 446,301	\$ 379,356	\$ 66,945
Local Government Code Chapters 380/381	County:					
	City:					
	Other:					
Freeport Exemptions						
Non-Annexation Agreements						
Enterprise Zone/Project						
Economic Development Corporation						
Texas Enterprise Fund						
Employee Recruitment						
Skills Development Fund						
Training Facility Space and Equipment						
Infrastructure Incentives						
Permitting Assistance						
Other:						
Other:						
Other:						
Other:						
TOTAL				\$ 923,207	\$ 784,726	\$ 138,481

Additional information on incentives for this project:



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 Mark D. Noland President
sign here [Signature] 11/18/16

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 Kelly Meyer Vice President
sign here [Signature] 16/Nov/16

GIVEN under my hand and seal of office this, the

16 day of November, 2016

Ruth M. Nadolny
Notary Public in and for the State of Illinois

My Commission expires: 3.8.2017



(Notary Seal)

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.