



GLENN HEGAR TEXAS COMPTROLLER OF PUBLIC ACCOUNTS

P.O. Box 13528 • Austin, TX 78711-3528

October 24, 2016

Oran Hamilton
Superintendent
Lorenzo Independent School District
1003 Polk Avenue
Lorenzo, Texas 79343

Dear Superintendent Hamilton:

On July 26, 2016, the Comptroller issued written notice that Fiber Winds Holding, LLC (the applicant) submitted a completed application (Application #1142) for a limitation on appraised value under the provisions of Tax Code Chapter 313¹. This application was originally submitted on June 27, 2016, to the Lorenzo Independent School District (the school district) by the applicant.

This presents the results of the Comptroller's review of the application and determinations required:

- 1) under Section 313.025(h) to determine if the property meets the requirements of Section 313.024 for eligibility for a limitation on appraised value under Chapter 313, Subchapter C; and
- 2) under Section 313.025(d), to issue a certificate for a limitation on appraised value of the property and provide the certificate to the governing body of the school district or provide the governing body a written explanation of the comptroller's decision not to issue a certificate, using the criteria set out in Section 313.026.

Determination required by 313.025(h)

- | | |
|-------------------|---|
| Sec. 313.024(a) | Applicant is subject to tax imposed by Chapter 171. |
| Sec. 313.024(b) | Applicant is proposing to use the property for an eligible project. |
| Sec. 313.024 (d) | Applicant has requested a waiver to create the required number of new qualifying jobs and pay all jobs created that are not qualifying jobs a wage that exceeds the county average weekly wage for all jobs in the county where the jobs are located. |
| Sec. 313.024(d-2) | Not applicable to Application #1142. |

Based on the information provided by the applicant, the Comptroller has determined that the property meets the requirements of Section 313.024 for eligibility for a limitation on appraised value under Chapter 313, Subchapter C.

¹ All statutory references are to the Texas Tax Code, unless otherwise noted.

Certificate decision required by 313.025(d)

Determination required by 313.026(c)(1)

The Comptroller has determined that the project proposed by the applicant is reasonably likely to generate tax revenue in an amount sufficient to offset the school district maintenance and operations ad valorem tax revenue lost as a result of the agreement before the 25th anniversary of the beginning of the limitation period. See Attachment B.

Determination required by 313.026(c)(2)

The Comptroller has determined that the limitation on appraised value is a determining factor in the applicant's decision to invest capital and construct the project in this state. See Attachment C.

Based on these determinations, the Comptroller issues a certificate for a limitation on appraised value. This certificate is contingent on the school district's receipt and acceptance of the Texas Education Agency's determination per 313.025(b-1).

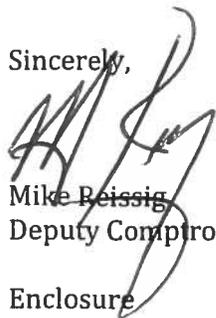
The Comptroller's review of the application assumes the accuracy and completeness of the statements in the application. If the application is approved by the school district, the applicant shall perform according to the provisions of the Texas Economic Development Act Agreement (Form 50-826) executed with the school district. The school district shall comply with and enforce the stipulations, provisions, terms, and conditions of the agreement, applicable Texas Administrative Code and Chapter 313, per TAC 9.1054(i)(3).

This certificate is no longer valid if the application is modified, the information presented in the application changes, or the limitation agreement does not conform to the application. Additionally, this certificate is contingent on the school district approving and executing the agreement by December 31, 2016.

Note that any building or improvement existing as of the application review start date of July 26, 2016, or any tangible personal property placed in service prior to that date may not become "Qualified Property" as defined by 313.021(2) and the Texas Administrative Code.

Should you have any questions, please contact Will Counihan, Director, Data Analysis & Transparency, by email at Will.Counihan@cpa.texas.gov or by phone at 1-800-531-5441, ext. 6-0758, or directly at 512 936-0758.

Sincerely,



Mike Reissig
Deputy Comptroller

Enclosure

cc: Will Counihan

Attachment A – Economic Impact Analysis

The following tables summarize the Comptroller’s economic impact analysis of Fiber Winds Holding, LLC (the project) applying to Lorenzo Independent School District (the district), as required by Tax Code, 313.026 and Texas Administrative Code 9.1055(d)(2).

Table 1 is a summary of investment, employment and tax impact of Fiber Winds Holding, LLC.

Applicant	Fiber Winds Holding, LLC
Tax Code, 313.024 Eligibility Category	Renewable Energy Electric Generation
School District	Lorenzo ISD
Estimated 2014-2015 Average Daily Attendance	264
County	Crosby
Proposed Total Investment in District	\$104,000,000
Proposed Qualified Investment	\$104,000,000
Limitation Amount	\$20,000,000
Qualifying Time Period (Full Years)	2017-2018
Number of new qualifying jobs committed to by applicant *	3
Number of new non-qualifying jobs estimated by applicant	0
Average weekly wage of qualifying jobs committed to by applicant	\$902
Minimum weekly wage required for each qualifying job by Tax Code, 313.021(5)(B)	\$755
Minimum annual wage committed to by applicant for qualified jobs	\$46,900
Minimum weekly wage required for non-qualifying jobs	\$686
Minimum annual wage required for non-qualifying jobs	\$35,647
Investment per Qualifying Job	\$34,666,667
Estimated M&O levy without any limit (15 years)	\$10,414,794
Estimated M&O levy with Limitation (15 years)	\$4,190,568
Estimated gross M&O tax benefit (15 years)	\$6,224,226
<i>* Applicant is requesting district to waive requirement to create minimum number of qualifying jobs pursuant to Tax Code, 313.025 (f-1).</i>	

Table 2 is the estimated statewide economic impact of Fiber Winds Holding, LLC (modeled).

Year	Employment			Personal Income		
	Direct	Indirect + Induced	Total	Direct	Indirect + Induced	Total
2017	75	79	154	\$3,927,300	\$6,912,596	\$10,839,896
2018	3	10	13.2375	\$140,700	\$1,348,638	\$1,489,338
2019	3	7	10	\$140,700	\$1,074,641	\$1,215,341
2020	3	4	7	\$140,700	\$811,223	\$951,923
2021	3	3	6	\$140,700	\$621,918	\$762,618
2022	3	2	5	\$140,700	\$489,358	\$630,058
2023	3	1	4	\$140,700	\$390,005	\$530,705
2024	3	1	4	\$140,700	\$316,026	\$456,726
2025	3	1	4	\$140,700	\$272,204	\$412,904
2026	3	1	4	\$140,700	\$240,124	\$380,824
2027	3	1	4	\$140,700	\$214,064	\$354,764
2028	3	(0)	3	\$140,700	\$80,246	\$220,946
2029	3	(0)	3	\$140,700	\$18,919	\$159,619
2030	3	(1)	2	\$140,700	-\$24,369	\$116,331
2031	3	(0)	3	\$140,700	-\$46,045	\$94,655
2032	3	(0)	3	\$140,700	-\$60,032	\$80,668

Source: CPA, REMI, of Fiber Winds Holding, LLC

Table 3 examines the estimated direct impact on ad valorem taxes to the region if all taxes are assessed.

Table 3 Estimated Direct Ad Valorem Taxes without property tax incentives								
Year	Estimated Taxable Value for I&S	Estimated Taxable Value for M&O	Tax Rate ¹	Lorenzo ISD I&S Tax Levy	Lorenzo ISD M&O Tax Levy	Lorenzo ISD M&O and I&S Tax Levies	Crosby County Tax Levy	Estimated Total Property Taxes
				0.0000	1.0271		0.5200	
2018	\$104,000,000	\$104,000,000		\$0	\$1,068,184	\$1,068,184	\$540,800	\$1,608,984
2019	\$98,800,000	\$98,800,000		\$0	\$1,014,775	\$1,014,775	\$513,760	\$1,528,535
2020	\$93,600,000	\$93,600,000		\$0	\$961,366	\$961,366	\$486,720	\$1,448,086
2021	\$88,400,000	\$88,400,000		\$0	\$907,956	\$907,956	\$459,680	\$1,367,636
2022	\$83,200,000	\$83,200,000		\$0	\$854,547	\$854,547	\$432,640	\$1,287,187
2023	\$78,000,000	\$78,000,000		\$0	\$801,138	\$801,138	\$405,600	\$1,206,738
2024	\$72,800,000	\$72,800,000		\$0	\$747,729	\$747,729	\$378,560	\$1,126,289
2025	\$67,600,000	\$67,600,000		\$0	\$694,320	\$694,320	\$351,520	\$1,045,840
2026	\$62,400,000	\$62,400,000		\$0	\$640,910	\$640,910	\$324,480	\$965,390
2027	\$57,200,000	\$57,200,000		\$0	\$587,501	\$587,501	\$297,440	\$884,941
2028	\$52,000,000	\$52,000,000		\$0	\$534,092	\$534,092	\$270,400	\$804,492
2029	\$46,800,000	\$46,800,000		\$0	\$480,683	\$480,683	\$243,360	\$724,043
2030	\$41,600,000	\$41,600,000		\$0	\$427,274	\$427,274	\$216,320	\$643,594
2031	\$36,400,000	\$36,400,000		\$0	\$373,864	\$373,864	\$189,280	\$563,144
2032	\$31,200,000	\$31,200,000		\$0	\$320,455	\$320,455	\$162,240	\$482,695
			Total	\$0	\$10,414,794	\$10,414,794	\$5,272,800	\$15,687,594

Source: CPA, of Fiber Winds Holding, LLC

¹Tax Rate per \$100 Valuation

Table 4 examines the estimated direct impact on ad valorem taxes to the school district and Crosby County with all property tax incentives sought being granted using estimated market value from the application. The project has applied for a value limitation under Chapter 313, Tax Code and tax abatement with the Crosby County.

The difference noted in the last line is the difference between the totals in Table 3 and Table 4.

Table 4 Estimated Direct Ad Valorem Taxes with all property tax incentives sought								
Year	Estimated Taxable Value for I&S	Estimated Taxable Value for M&O	Tax Rate ¹	Lorenzo ISD I&S Tax Levy	Lorenzo ISD M&O Tax Levy	Lorenzo ISD M&O and I&S Tax Levies	Crosby County Tax Levy	Estimated Total Property Taxes
				0.0000	1.0271		0.5200	
2018	\$104,000,000	\$20,000,000		\$0	\$205,420	\$205,420	\$0	\$205,420
2019	\$98,800,000	\$20,000,000		\$0	\$205,420	\$205,420	\$0	\$205,420
2020	\$93,600,000	\$20,000,000		\$0	\$205,420	\$205,420	\$0	\$205,420
2021	\$88,400,000	\$20,000,000		\$0	\$205,420	\$205,420	\$0	\$205,420
2022	\$83,200,000	\$20,000,000		\$0	\$205,420	\$205,420	\$0	\$205,420
2023	\$78,000,000	\$20,000,000		\$0	\$205,420	\$205,420	\$0	\$205,420
2024	\$72,800,000	\$20,000,000		\$0	\$205,420	\$205,420	\$0	\$205,420
2025	\$67,600,000	\$20,000,000		\$0	\$205,420	\$205,420	\$0	\$205,420
2026	\$62,400,000	\$20,000,000		\$0	\$205,420	\$205,420	\$0	\$205,420
2027	\$57,200,000	\$20,000,000		\$0	\$205,420	\$205,420	\$0	\$205,420
2028	\$52,000,000	\$52,000,000		\$0	\$534,092	\$534,092	\$270,400	\$804,492
2029	\$46,800,000	\$46,800,000		\$0	\$480,683	\$480,683	\$243,360	\$724,043
2030	\$41,600,000	\$41,600,000		\$0	\$427,274	\$427,274	\$216,320	\$643,594
2031	\$36,400,000	\$36,400,000		\$0	\$373,864	\$373,864	\$189,280	\$563,144
2032	\$31,200,000	\$31,200,000		\$0	\$320,455	\$320,455	\$162,240	\$482,695
			Total	\$0	\$4,190,568	\$4,190,568	\$1,081,600	\$5,272,168
			Diff	\$0	\$6,224,226	\$6,224,226	\$4,191,200	\$10,415,426

Source: CPA, of Fiber Winds Holding, LLC

¹Tax Rate per \$100 Valuation

Disclaimer: This examination is based on information from the application submitted to the school district and forwarded to the comptroller. It is intended to meet the statutory requirement of Chapter 313 of the Tax Code and is not intended for any other purpose.

Attachment B – Tax Revenue before 25th Anniversary of Limitation Start

This represents the Comptroller’s determination that Fiber Winds Holding, LLC (project) is reasonably likely to generate, before the 25th anniversary of the beginning of the limitation period, tax revenue in an amount sufficient to offset the school district maintenance and operations ad valorem tax revenue lost as a result of the agreement. This evaluation is based on an analysis of the estimated M&O portion of the school district property tax levy directly related to this project, using estimated taxable values provided in the application.

	Tax Year	Estimated ISD M&O Tax Levy Generated (Annual)	Estimated ISD M&O Tax Levy Generated (Cumulative)	Estimated ISD M&O Tax Levy Loss as Result of Agreement (Annual)	Estimated ISD M&O Tax Levy Loss as Result of Agreement (Cumulative)
Limitation Pre-Years	2015	\$0	\$0	\$0	\$0
	2016	\$0	\$0	\$0	\$0
	2017	\$0	\$0	\$0	\$0
Limitation Period (10 Years)	2018	\$205,420	\$205,420	\$862,764	\$862,764
	2019	\$205,420	\$410,840	\$809,355	\$1,672,119
	2020	\$205,420	\$616,260	\$755,946	\$2,428,064
	2021	\$205,420	\$821,680	\$702,536	\$3,130,601
	2022	\$205,420	\$1,027,100	\$649,127	\$3,779,728
	2023	\$205,420	\$1,232,520	\$595,718	\$4,375,446
	2024	\$205,420	\$1,437,940	\$542,309	\$4,917,755
	2025	\$205,420	\$1,643,360	\$488,900	\$5,406,654
	2026	\$205,420	\$1,848,780	\$435,490	\$5,842,145
	2027	\$205,420	\$2,054,200	\$382,081	\$6,224,226
Maintain Viable Presence (5 Years)	2028	\$534,092	\$2,588,292	\$0	\$6,224,226
	2029	\$480,683	\$3,068,975	\$0	\$6,224,226
	2030	\$427,274	\$3,496,248	\$0	\$6,224,226
	2031	\$373,864	\$3,870,113	\$0	\$6,224,226
	2032	\$320,455	\$4,190,568	\$0	\$6,224,226
Additional Years as Required by 313.026(c)(1) (10 Years)	2033	\$267,046	\$4,457,614	\$0	\$6,224,226
	2034	\$213,637	\$4,671,251	\$0	\$6,224,226
	2035	\$213,637	\$4,884,888	\$0	\$6,224,226
	2036	\$213,637	\$5,098,524	\$0	\$6,224,226
	2037	\$213,637	\$5,312,161	\$0	\$6,224,226
	2038	\$213,637	\$5,525,798	\$0	\$6,224,226
	2039	\$213,637	\$5,739,435	\$0	\$6,224,226
	2040	\$213,637	\$5,953,072	\$0	\$6,224,226
	2041	\$213,637	\$6,166,708	\$0	\$6,224,226
	2042	\$213,637	\$6,380,345	\$0	\$6,224,226

\$6,380,345	is greater than	\$6,224,226
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Analysis Summary	
Is the project reasonably likely to generate tax revenue in an amount sufficient to offset the M&O levy loss as a result of the limitation agreement?	Yes

NOTE: The analysis above only takes into account this project’s estimated impact on the M&O portion of the school district property tax levy directly related to this project.

Source: CPA, Fiber Winds Holding, LLC

Disclaimer: This examination is based on information from the application submitted to the school district and forwarded to the comptroller. It is intended to meet the statutory requirement of Chapter 313 of the Tax Code and is not intended for any other purpose.

Attachment C – Limitation as a Determining Factor

Tax Code 313.026 states that the Comptroller may not issue a certificate for a limitation on appraised value under this chapter for property described in an application unless the comptroller determines that “the limitation on appraised value is a determining factor in the applicant's decision to invest capital and construct the project in this state.” This represents the basis for the Comptroller’s determination.

Methodology

Texas Administrative Code 9.1055(d) states the Comptroller shall review any information available to the Comptroller including:

- the application, including the responses to the questions in Section 8 (Limitation as a Determining Factor);
- public documents or statements by the applicant concerning business operations or site location issues or in which the applicant is a subject;
- statements by officials of the applicant, public documents or statements by governmental or industry officials concerning business operations or site location issues;
- existing investment and operations at or near the site or in the state that may impact the proposed project;
- announced real estate transactions, utility records, permit requests, industry publications or other sources that may provide information helpful in making the determination; and
- market information, raw materials or other production inputs, availability, existing facility locations, committed incentives, infrastructure issues, utility issues, location of buyers, nature of market, supply chains, other known sites under consideration.

Determination

The Comptroller has determined that the limitation on appraised value is a determining factor in the Fiber Winds Holding, LLC's decision to invest capital and construct the project in this state. This is based on information available, including information provided by the applicant. Specifically, the comptroller notes the following:

- Per the applicant in Tab 5 of the application:
 - a) Fiber Winds Holding, LLC and its associate parties have entered into representative agreements and contract for the development of a project phase with in Lorenzo ISD. These include; Grant of leases and easement covering approximately 11,000 acres with 28 landowners, bat study, threatened and endangered species studies, jurisdictional wetland study, contract with V-Bar data storage and verification, FCC & RF studies, D&O Insurance policy and public liability insurance, bird and bat conservation strategy and phase one environmental site assessment among others.
 - b) These contracts and initial investments are preliminary in nature as Fiber Winds Holding, LLC has determined that a value limitation agreement with Lorenzo ISD is an essential economic driver to allow for the return on investment necessary to finance and construct the wind energy project.
 - c) Tri Global energy's team has extensive experience in markets across the country. The management team evaluates all potential projects for feasibility, finance-ability and the economic returns they represent in comparison to other project opportunities across the country.
 - d) Fiber Winds project is currently in the assessment stage to determine whether the identified site in Lorenzo ISD represents the best location or whether redeployment of its development resources and capital to other markets in the United State is more advisable.
 - e) A 313 limitation of appraised value agreement is a key tax incentive agreement necessary to ensure the project is on a level playing field with other wind projects with similar incentives and with alternative forms of generation that receive their own forms of economic support.

- f) Without the requested limitation, the project will be unable to generate sufficient operating margins and net income to produce economically competitive energy and associated returns necessary to attract tax and sponsor equity investment.
- Per Comptroller research:
 - a. November 19, 2013, Lorenzo ISD submitted the appraised value limitation application on behalf of Fiber Winds Energy LLC to the Comptroller's office (application # 369).
 - b. June 22, 2016, the school district consultant submitted the agreement termination letter for Lorenzo ISD- Fiber Winds Holding, LLC #369 to the Comptroller's office. The applicant failed to meet the qualified investment requirement during the qualifying time period.
 - c. June 27, 2016, Fiber Winds Energy LLC submitted a new application seeking the appraised value limitation to Lorenzo ISD (Lorenzo ISD- Fiber Winds Holding, LLC #1142).
 - d. In a January 13, 2014, press release Tri Global noted that on December 30, 2013 Alstom Power, Inc. and Tri Global Energy, LLC entered into a turbine supply agreement under which Alstom would supply 4 ECO110 and 25 ECO122 wind turbines and provide 10 years of service and maintenance for the 80 MW Fiber Winds Energy project near Lorenzo and Ralls, Texas. And that the construction of the project was expected to begin in mid-year 2014, with commercial operations scheduled to commence in 2015. John Billingsley, CEO of Tri Global Energy, LLC said, "During the first 30 years following the commencement of commercial operations, Fiber Winds Energy is expected to pay \$39 million in wind royalties to local landowners and community investors. It is also projected to pay \$15 million in local school, county and hospital ad valorem taxes during this same period". Andy Geissbuehler, Head of Alstom's North American Wind Business said, "The Fiber Winds contract is a sign of continued progress and demonstrates our commitment to the U.S. wind market. We look forward to working with Tri Global Energy to build successful projects that increase U.S. energy production capacity through clean prove wind power as demonstrated by the Fiber Winds Project, which will reduce carbon emissions by 248,400 metric tons per year".
 - e. January 15, 2014, the *Dallas Business Journal* reported that Tri Global Energy was "gearing up" for the next wind project called Fiber Winds that would start construction the summer of 2015 near Lorenzo. In addition the company announced that the 80 MW project would use turbines built by Alstom Wind North America at its plant in Amarillo.
 - f. A June 6, 2014 online publication by Renewable Texas Energy Regional Center LLC (RTERC) provided an overview of Fiber Winds Energy LLC project pursuant of EB-5 visa investor program and limited partnership structure. The project requires 40 EB-5 investors. Each investor is required to pay a \$500,000 administrative fee partially used to compensate the RTERC in connection with administering the EB-5 investment, monitoring project execution, and supporting United States Citizenship and Immigration Services (USCIS) approvals.

Supporting Information

- a) Section 8 of the Application for a Limitation on Appraised Value
- b) Attachments provided in Tab 5 of the Application for a Limitation on Appraised Value
- c) Additional information provided by the Applicant or located by the Comptroller

Disclaimer: This examination is based on information from the application submitted to the school district and forwarded to the comptroller. It is intended to meet the statutory requirement of Chapter 313 of the Tax Code and is not intended for any other purpose.

Supporting Information

**Section 8 of the Application for
a Limitation on Appraised Value**

SECTION 6: Eligibility Under Tax Code Chapter 313.024

1. Are you an entity subject to the tax under Tax Code, Chapter 171? Yes No
2. The property will be used for one of the following activities:
 - (1) manufacturing Yes No
 - (2) research and development Yes No
 - (3) a clean coal project, as defined by Section 5.001, Water Code Yes No
 - (4) an advanced clean energy project, as defined by Section 382.003, Health and Safety Code Yes No
 - (5) renewable energy electric generation Yes No
 - (6) electric power generation using integrated gasification combined cycle technology Yes No
 - (7) nuclear electric power generation Yes No
 - (8) a computer center that is used as an integral part or as a necessary auxiliary part for the activity conducted by applicant in one or more activities described by Subdivisions (1) through (7) Yes No
 - (9) a Texas Priority Project, as defined by 313.024(e)(7) and TAC 9.1051 Yes No
3. Are you requesting that any of the land be classified as qualified investment? Yes No
4. Will any of the proposed qualified investment be leased under a capitalized lease? Yes No
5. Will any of the proposed qualified investment be leased under an operating lease? Yes No
6. Are you including property that is owned by a person other than the applicant? Yes No
7. Will any property be pooled or proposed to be pooled with property owned by the applicant in determining the amount of your qualified investment? Yes No

SECTION 7: Project Description

1. In **Tab 4**, attach 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.
2. Check the project characteristics that apply to the proposed project:

<input type="checkbox"/> Land has no existing improvements	<input checked="" type="checkbox"/> Land has existing improvements <i>(complete Section 13)</i>
<input type="checkbox"/> Expansion of existing operation on the land <i>(complete Section 13)</i>	<input type="checkbox"/> Relocation within Texas

SECTION 8: Limitation as Determining Factor

1. Does the applicant currently own the land on which the proposed project will occur? Yes No
2. Has the applicant entered into any agreements, contracts or letters of intent related to the proposed project? Yes No
3. Does the applicant have current business activities at the location where the proposed project will occur? Yes No
4. Has the applicant made public statements in SEC filings or other documents regarding its intentions regarding the proposed project location? Yes No
5. Has the applicant received any local or state permits for activities on the proposed project site? Yes No
6. Has the applicant received commitments for state or local incentives for activities at the proposed project site? Yes No
7. Is the applicant evaluating other locations not in Texas for the proposed project? Yes No
8. Has the applicant provided capital investment or return on investment information for the proposed project in comparison with other alternative investment opportunities? Yes No
9. Has the applicant provided information related to the applicant's inputs, transportation and markets for the proposed project? Yes No
10. Are you submitting information to assist in the determination as to whether the limitation on appraised value is a determining factor in the applicant's decision to invest capital and construct the project in Texas? Yes No

Chapter 313.026(e) states "the applicant may submit information to the Comptroller that would provide a basis for an affirmative determination under Subsection (c)(2)." If you answered "yes" to any of the questions in Section 8, attach supporting information in Tab 5.

Supporting Information

**Attachments provided in Tab 5
of the Application for a
Limitation on Appraised Value**

Attachment 5

Documentation to assist in determining if limitation is a determining factor.

Chapter 313.026(e) states “the applicant may submit information to the Comptroller that would provide a basis for an affirmative determination under Subsection (c)(2).” If you answered “yes” to any of the questions in Section 8, attach supporting information in Tab 5.

Has the applicant entered into any agreements, contracts or letters of intent related to the proposed project?

Fiber Winds Holding, LLC was formed in 2014.

Since its formation Fiber Winds Holding, LLC and its associate parties have entered into the following representative agreements and contracts for the development of a project phase within Lorenzo ISD and intend to assign these assets to Fiber Winds Holding, LLC:

- Grants of leases and easements covering approximately 11,000 acres with 28 landowners.
- Avian Study and contract with Turner Biological Consulting
- Bat Study and contract with Turner Biological Consulting
- Threatened & Endangered Species Studies and contract with Turner Biological Consulting
- Jurisdictional Wetland Study and contract with Turner Biological Consulting
- Wind Data Measurement contract with Wireless Innovations for data transmission for 1 Met Tower
- Contract with V-Bar for data storage and verification of wind data
- FCC & RF Studies and contract with Evans Engineering
- D&O Insurance Policy & Public Liability insurance contract with MHBT Marsh & McLennan Agency LLC
- Bird and Bat Conservation Strategy (BBCS) and contract with Westwood Professional Services
- Phase One Environmental Site Assessment (ESA) and contract with Westwood Professional Services

Does the applicant have current business activities at the location where the proposed project will occur?

The business activities these agreements and contracts listed above will determine with greater certainty and granularity the feasibility of completing development of an economic renewable energy project within the Lorenzo ISD.

These contracts and initial investments are preliminary in nature as Fiber Winds Holding, LLC has determined that a value limitation agreement with Lorenzo ISD is an essential economic driver to allow for the return on investment necessary to finance and construct the wind energy project.

Is the applicant evaluating other locations not in Texas for the proposed project?

Tri Global Energy's team has extensive experience in markets across the country. Based on this experience the management team evaluates all potential projects for feasibility, finance-ability, and the economic returns they represent in comparison to other project opportunities across the country.

The Fiber Winds Project is currently in such a period of assessment to determine whether the identified site in Lorenzo ISD represents the best location or whether redeployment of its development resources and capital to other power markets in the United States is more advisable.

A 313 Limitation of Appraised Value Agreement is a key tax incentive agreement necessary to ensure the Project is on a level playing field with other wind projects with similar incentives and with alternative forms of generation that receive their own forms of economic support. Without the requested limitation, the Project will be unable to generate sufficient operating margins and net income to produce economically competitive energy and associated returns necessary to attract tax and sponsor equity investment. Such third-party investment is mandatory to finance the projected capital costs of approximately 150M needed to purchase wind turbines and other infrastructure and to fund the construction and closing costs of the facility.

Are you submitting information to assist in the determination as to whether the limitation on appraised value is a determining factor in the applicant's decision to invest capital and construct the project in Texas?

The information provided in this Attachment and throughout the application has been assembled to provide the reviewer with the best possible data on which to make an assessment and determination of the critical nature of the limitation on appraised value to the feasibility of Fiber Winds Holding, LLC.

ATTACHMENT 6

Description of how project is located in more than one district, including list of percentage in each district and, if determined to be a single unified project, documentation from the Office of the Governor (if applicable).

5a. if no, attach in Tab 6 additional information on the project scope and size to assist in the economic analysis.

All of the planned Qualified Property for the Project is located solely in Lorenzo ISD.

Lorenzo ISD	100%
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Supporting Information

Additional information
provided by the Applicant or
located by the Comptroller



NEWS FROM TRI GLOBAL ENERGY

TRI GLOBAL ENERGY, LLC SELECTS ALSTOM FOR 80MW FIBER WINDS PROJECT

Fiber Winds Energy will supply electricity to approximately 24,000 American homes

DALLAS, Texas, January 13, 2014 - On December 30, 2013 Alstom Power, Inc. and Tri Global Energy, LLC entered into a turbine supply agreement under which Alstom will supply 4 ECO110 and 25 ECO122 wind turbines and provide 10 years of service and maintenance for the 80 MW Fiber Winds Energy project near Lorenzo and Ralls, Texas. This agreement, achieved prior to December 31, 2013 secures a “safe harbor” position on the Production Tax Credit (PTC) for Fiber Winds Energy.

Following a financial closing, construction of the project is expected to begin in mid-year 2014, with commercial operations scheduled to commence in 2015. Tri Global Energy recently acquired 100% ownership of Fiber Winds Energy and intends to be the plant operator, providing local employment and services, expanding upon the original Tri Global Energy business model as a community developer for local landowners and investors.

“During the first 30 years following the commencement of commercial operations, Fiber Winds Energy is expected to pay \$39 million in wind royalties to local landowners and community investors. It is also projected to pay \$15 million in local school, county and hospital ad valorem taxes during this same period”, said John B. Billingsley, CEO of Tri Global Energy, LLC.

Andy Geissbuehler, Head of Alstom’s North American Wind Business said, “The Fiber Winds contract is a sign of continued progress and demonstrates our commitment to the U.S. wind market. We look forward to working with Tri Global Energy to build successful projects that increase U.S. energy production capacity through clean, proven wind power, as demonstrated by the Fiber Winds project, which will reduce carbon emissions by 248,400 metric tons per year”.

###

About Alstom

 Alstom is a global leader in the world of power generation, power transmission and rail infrastructure, setting the benchmark for innovative and environmentally friendly technologies. Alstom builds the fastest train and the highest capacity automated metro in the world, provides turnkey integrated power plant solutions and associated services for a wide variety of energy sources, including hydro, nuclear, gas, coal and wind, and it offers a wide range of solutions for power transmission, with a focus on smart grids. The Group employs 93,000 people in around 100 countries. It had sales of over €20 billion and booked close to €24 billion in orders in 2012/13.

About Alstom Wind North America

Alstom Wind has a global supply and manufacturing footprint. Alstom Wind North America has corporate offices in Richmond, VA; a manufacturing facility in Amarillo, TX; and research turbines in Boulder, CO and Lubbock, TX.

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Mobile: +1-347-821-8455

Website: www.alstom.com/us

fallon.mcloughlin@transport.alstom.com

About Tri Global Energy

Tri Global Energy is a leading renewable energy company in the U.S. headquartered in Dallas. Its TGE Wind division owns and develops utility-scale wind projects in Texas and New Mexico. In 2014, TGE Wind concluded 520 megawatts of wind transactions and will commercialize approximately 2,000 megawatts cumulatively by the end of 2017. The company's TGE Solar division provides solar energy solutions, and its management team have developed, financed, engineered, constructed and operated over 1,000 solar projects for utilities, large corporations, schools and churches, and municipalities and residences. Recently Tri Global Energy joined some of America's largest companies at the White House for the American Business Act on Climate Pledge, committing to support the global challenge of climate change.

MEDIA CONTACT

Have questions about Tri Global Energy? Interested in interviewing an executive? Please contact us with your requests.



DBJ CONFIDENTIAL

DBJ CONFIDENTIAL

Tri Global puts up 1st turbine tower - after the wind dies down

Jan 15, 2014, 2:10pm CST

Updated Jan 16, 2014, 10:59am CST

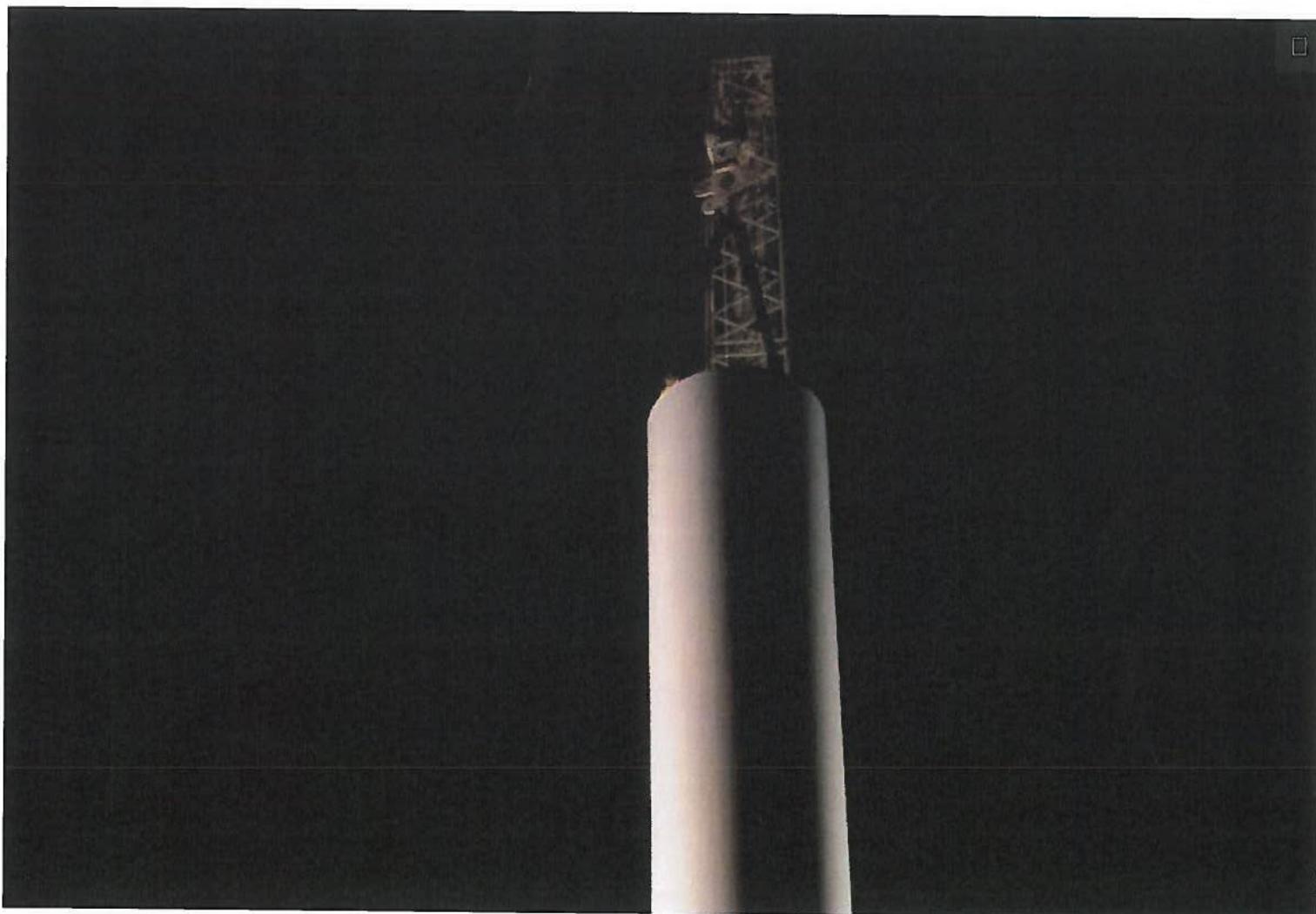
Nicholas Sakelaris

Staff Writer

Dallas Business Journal



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Workers waited until the wind died down Tuesday night to erect Tri Global Energy's first... more

STEVEN CHAPMAN

The tower structure for Tri Global Energy's first wind turbine was hoisted into place Tuesday night in Crosby County just east of Lubbock.

Workers waited until nightfall because the wind was blowing as high as 35 mph during the day, too dangerous to be using cranes. Talk about irony.

The Pleasant Hill Wind Energy project will generate 20 megawatts of wind power when completed late this

year.

This first turbine comes almost five years to the day that [John Billingsley Jr.](#) founded Tri Global Energy in Dallas.

The company already is gearing up for the next wind project, called Fiber Winds, that will start construction this summer near Lorenzo. The company announced this week that the 80 MW project will use turbines built by Alstom Wind North America at its plant in Amarillo.

Overall, Tri Global Energy boasts 16 wind projects totaling 640,000 leased acres throughout the Texas Panhandle and even spreading into New Mexico. When completed in the next decade, the wind farms will generate a total of 6,600 MW of electricity, enough to power 1.9 million homes.

The majority of that power will serve the [Electric Reliability Council of Texas](#) (ERCOT) grid [through the new transmission lines built by Oncor and other utilities.](#)

All of Tri Global Energy's wind farms are community-based wind farms where all the landowners get royalties and become investors in the project. That includes the [1,100-megawatt Hale Community Energy wind farm proposed in Hale County](#), the biggest community wind farm in the world.

INDUSTRIES [ENERGY](#)

TOPICS [WIND ENERGY](#) [ENERGY INC.](#)

SUGGESTED READING

NEWS

PEOPLE

JOBS

Contact: Susie Lomelino
Email: media@triglobalenergy.com
Phone: 972-707-3088 or 214-564-3285

INDUSTRY NEWS WORTH YOUR ATTENTION...

Obama on Climate Change: The Trends Are ‘Terrifying’

New York Times

Sen. Chuck Grassley: Trump can get rid of wind energy ‘over my dead body’

Yahoo News Report

Which State Is a Big Renewable Energy Pioneer? Texas

Wall Street Journal

Pope urges Christians to save planet from "debris, desolation and filth"

Reuters

7 Charts That Show Wind Power is Surging in the US and Abroad

Green Tech Media

U.S. Government Subsidized Large Utility Wind Energy Project



Texas is the largest producer of wind energy in the U.S.

Tri Global Energy is the top utility-scale wind farm developer in West Texas with 16 projects

U.S. Government strongly supports wind farm projects with incentives and tax subsidies

Overview

Fiber Winds Energy, LLC is a 79.5 Megawatt ("MW") wind energy project located on large tracts of private farmland in the "panhandle" of Texas. The project site lies approximately sixteen miles northeast of Lubbock, Texas. Fiber Winds Energy is the second phase of a larger utility-scale wind energy project named the Crosby County Wind Farm ("CCWF") that is being developed by Tri Global Energy, LLC, a Dallas, Texas based company. When completed, Fiber Winds Energy will connect to an existing 115 kV power transmission line that crosses through the project site and is operated by the Southwest Power Pool, one of the largest transmission operators in the U.S.

EB-5 Project Highlights

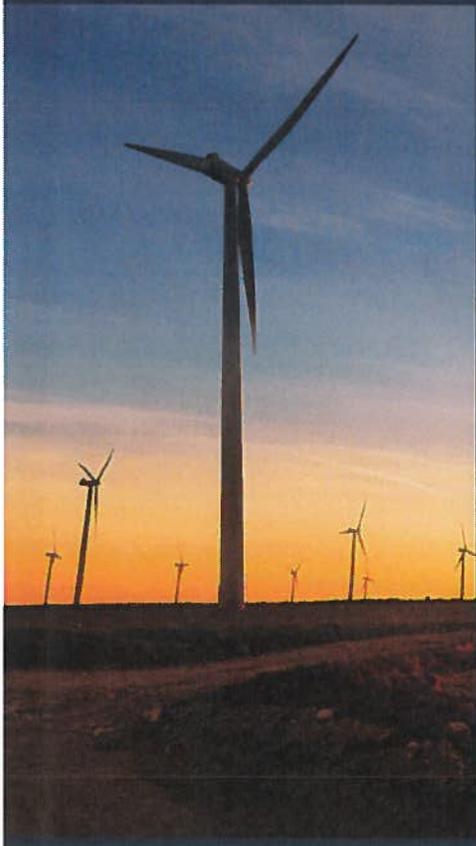
- Fiber Winds is located in a rural area and qualifies as a Targeted Employment Area (TEA)
- As a result of the qualified TEA, each investor in the project qualifies for the reduced investment threshold of \$500,000 each
- Project is seeking \$20 Million in EB-5 financing (i.e. – 40 investors at \$500,000 each)
- Project requires 400 jobs and produces 643 qualifying jobs, thereby creating a 62% job buffer – assures 1-829 immigration approval for investors
- U.S. Government subsidy is \$87 million
- Developer is experienced at creating successful wind energy projects, with plans to establish sixteen such projects in West Texas
- Tri Global Energy's first wind energy project utilized Chinese manufactured SANY turbines

Limited Partnership Structure

Qualified investors who complete the subscription process and are accepted by the project's General Partner will receive a unit of Limited Partnership interest in the project partnership, in accordance with United States Citizenship and Immigration Service (USCIS) policy regarding EB-5 investments.

Administrative Fee

Each EB-5 investor is required to pay a \$50,000 Administrative Fee, which will partially compensate the Renewable Texas Energy Regional Center in connection with administering the EB-5 Investment, monitoring project execution, and supporting USCIS approvals.



Preferred Return

One-half percent (0.5%) simple interest per annum, based on each investor's initial investment amount.

EB-5 Immigration

If accepted by the project partnership, each investor will be required to prepare and submit their EB-5 Petition to the USCIS. Investors should consult, in-depth, with a qualified U.S. immigration attorney regarding the investor's individual case, as well as how to best pursue filing their EB-5 Petition. We have established a network of qualified immigration attorneys and would be happy to provide a referral or assist investors in selecting an attorney to represent the investor in their EB-5 Petition (I-526) and subsequent removal of conditions (I-829).