

Application for Appraised Value Limitation on Qualified Property

SECTION 14: Wage and Employment Information

1. What is the estimated number of permanent jobs (more than 1,600 hours a year), with the applicant or a contractor of the applicant, on the proposed qualified property during the last complete quarter before the application review start date (date your application is finally determined to be complete)?
 2. What is the last complete calendar quarter before application review start date:
 First Quarter Second Quarter Third Quarter Fourth Quarter of _____
(year)
 3. What were the number of permanent jobs (more than 1,600 hours a year) this applicant had in Texas during the most recent quarter reported to the Texas Workforce Commission (TWC)?
- Note:** For job definitions see TAC §9.1051 and Tax Code §313.021(3).
4. What is the number of new qualifying jobs you are committing to create?
 5. What is the number of new non-qualifying jobs you are estimating you will create?
 6. Do you intend to request that the governing body waive the minimum new qualifying job creation requirement, as provided under Tax Code §313.025(f-1)? Yes No
 - 6a. If yes, attach evidence in **Tab 12** documenting that the new qualifying job creation requirement above exceeds the number of employees necessary for the operation, according to industry standards.
 7. Attach in **Tab 13** the four most recent quarters of data for each wage calculation below, including documentation from the TWC website. The final actual statutory minimum annual wage requirement for the applicant for each qualifying job — which may differ slightly from this estimate — will be based on information from the four quarterly periods for which data were available at the time of the application review start date (date of a completed application). See TAC §9.1051(21) and (22).
 - a. Average weekly wage for all jobs (all industries) in the county is
 - b. 110% of the average weekly wage for manufacturing jobs in the county is
 - c. 110% of the average weekly wage for manufacturing jobs in the region is
 8. Which Tax Code section are you using to estimate the qualifying job wage standard required for this project? §313.021(5)(A) or §313.021(5)(B)
 9. What is the minimum required annual wage for each qualifying job based on the qualified property?
 10. What is the annual wage you are committing to pay for each of the new qualifying jobs you create on the qualified property?
 11. Will the qualifying jobs meet all minimum requirements set out in Tax Code §313.021(3)? Yes No
 12. Do you intend to satisfy the minimum qualifying job requirement through a determination of cumulative economic benefits to the state as provided by §313.021(3)(F)? Yes No
 - 12a. If yes, attach in **Tab 12** supporting documentation from the TWC, pursuant to §313.021(3)(F).
 13. Do you intend to rely on the project being part of a single unified project, as allowed in §313.024(d-2), in meeting the qualifying job requirements? Yes No
 - 13a. If yes, attach in **Tab 6** supporting documentation including a list of qualifying jobs in the other school district(s).

SECTION 15: Economic Impact

1. Complete and attach Schedules A1, A2, B, C, and D in **Tab 14**. Note: Excel spreadsheet versions of schedules are available for download and printing at URL listed below.
2. Attach an Economic Impact Analysis, if supplied by other than the Comptroller's Office, in **Tab 15**. (*not required*)
3. If there are any other payments made in the state or economic information that you believe should be included in the economic analysis, attach a separate schedule showing the amount for each year affected, including an explanation, in **Tab 15**.

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

Investment made before filing complete application with district	Year	School Year (YYYY-YYYY)	Tax Year (Fill in actual tax year 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	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 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)	2018-2019	2018	Not eligible to become Qualified Property					
Investment made after final board approval of application and before Jan. 1 of first complete tax year of qualifying time period				\$ 100,000,000.00	\$ -	\$ -	\$ -	\$ 100,000,000.00	
Complete tax years of qualifying time period	QTP1	2019-2020	2019	\$ 131,000,000.00	\$ -	\$ -	\$ -	\$ 131,000,000.00	
	QTP2	2020-2021	2020	\$ -	\$ -	\$ -	\$ -	\$ -	
Total Investment through Qualifying Time Period [ENTER this row in Schedule A2]				\$ 231,000,000.00	\$ -	\$ -	\$ -	\$ 231,000,000.00	
Total Qualified Investment (sum of green cells)				\$ 231,000,000.00	Enter amounts from TOTAL row above in Schedule A2				\$ 231,000,000.00

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 B: Estimated Market And Taxable Value (of Qualified Property Only)

Targa Downstream LLC

Barbers Hill ISD

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	0	2018-2019	6/1/2018	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Each year prior to start of Value Limitation Period	0	2019-2020	2019	\$ -	\$ -	\$ 50,000,000.00	\$ 50,000,000.00	\$ 50,000,000.00	\$ 50,000,000.00
	1	2020-2021	2020	\$ -	\$ -	\$ 225,000,000.00	\$ 225,000,000.00	\$ 225,000,000.00	\$ 80,000,000.00
	2	2021-2022	2021	\$ -	\$ -	\$ 220,500,000.00	\$ 220,500,000.00	\$ 220,500,000.00	\$ 80,000,000.00
	3	2022-2023	2022	\$ -	\$ -	\$ 216,000,000.00	\$ 216,000,000.00	\$ 216,000,000.00	\$ 80,000,000.00
	4	2023-2024	2023	\$ -	\$ -	\$ 211,500,000.00	\$ 211,500,000.00	\$ 211,500,000.00	\$ 80,000,000.00
	5	2024-2025	2024	\$ -	\$ -	\$ 207,000,000.00	\$ 207,000,000.00	\$ 207,000,000.00	\$ 80,000,000.00
	6	2025-2026	2025	\$ -	\$ -	\$ 202,500,000.00	\$ 202,500,000.00	\$ 202,500,000.00	\$ 80,000,000.00
	7	2026-2027	2026	\$ -	\$ -	\$ 198,000,000.00	\$ 198,000,000.00	\$ 198,000,000.00	\$ 80,000,000.00
	8	2027-2028	2027	\$ -	\$ -	\$ 193,500,000.00	\$ 193,500,000.00	\$ 193,500,000.00	\$ 80,000,000.00
	9	2028-2029	2028	\$ -	\$ -	\$ 189,000,000.00	\$ 189,000,000.00	\$ 189,000,000.00	\$ 80,000,000.00
	10	2029-2030	2029	\$ -	\$ -	\$ 184,500,000.00	\$ 184,500,000.00	\$ 184,500,000.00	\$ 80,000,000.00
	11	2030-2031	2030	\$ -	\$ -	\$ 180,000,000.00	\$ 180,000,000.00	\$ 180,000,000.00	\$ 180,000,000.00
	12	2031-2032	2031	\$ -	\$ -	\$ 175,500,000.00	\$ 175,500,000.00	\$ 175,500,000.00	\$ 175,500,000.00
	13	2032-2033	2032	\$ -	\$ -	\$ 171,000,000.00	\$ 171,000,000.00	\$ 171,000,000.00	\$ 171,000,000.00
	14	2033-2034	2033	\$ -	\$ -	\$ 166,500,000.00	\$ 166,500,000.00	\$ 166,500,000.00	\$ 166,500,000.00
	15	2034-2035	2034	\$ -	\$ -	\$ 162,000,000.00	\$ 162,000,000.00	\$ 162,000,000.00	\$ 162,000,000.00
	16	2035-2036	2035	\$ -	\$ -	\$ 157,500,000.00	\$ 157,500,000.00	\$ 157,500,000.00	\$ 157,500,000.00
	17	2036-2037	2036	\$ -	\$ -	\$ 153,000,000.00	\$ 153,000,000.00	\$ 153,000,000.00	\$ 153,000,000.00
	18	2037-2038	2037	\$ -	\$ -	\$ 148,500,000.00	\$ 148,500,000.00	\$ 148,500,000.00	\$ 148,500,000.00
	19	2038-2039	2038	\$ -	\$ -	\$ 144,000,000.00	\$ 144,000,000.00	\$ 144,000,000.00	\$ 144,000,000.00
	20	2039-2040	2039	\$ -	\$ -	\$ 139,500,000.00	\$ 139,500,000.00	\$ 139,500,000.00	\$ 139,500,000.00
Additional years for 25 year economic impact as required by 313.026(c)(1)	21	2040-2041	2040	\$ -	\$ -	\$ 135,000,000.00	\$ 135,000,000.00	\$ 135,000,000.00	\$ 135,000,000.00
	22	2041-2042	2041	\$ -	\$ -	\$ 130,500,000.00	\$ 130,500,000.00	\$ 130,500,000.00	\$ 130,500,000.00
	23	2042-2043	2042	\$ -	\$ -	\$ 126,000,000.00	\$ 126,000,000.00	\$ 126,000,000.00	\$ 126,000,000.00
	24	2043-2044	2043	\$ -	\$ -	\$ 121,500,000.00	\$ 121,500,000.00	\$ 121,500,000.00	\$ 121,500,000.00
	25	2044-2045	2044	\$ -	\$ -	\$ 117,000,000.00	\$ 117,000,000.00	\$ 117,000,000.00	\$ 117,000,000.00

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

Applicant Name Targa Downstream LLC

ISD Name Barbers Hill ISD

Form 50-296A

Revised Feb 2014

	Construction		Non-Qualifying Jobs		Qualifying Jobs			
	Column A	Column B	Column C	Column D	Column E			
Each year prior to start of Value Limitation Period <i>Insert as many rows as necessary</i>	Year	School Year (YYYY-YYYY)	Tax Year (Actual tax year) YYYY	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
0	2018-2019	2018	500 FTE	\$ 62,970.60	N/A	3	\$ 62,970.60	
Each year prior to start of Value Limitation Period <i>Insert as many rows as necessary</i>	0	2019-2020	2019	500 FTE	\$ 62,970.60	N/A	12	\$ 62,970.60
Value Limitation Period <i>The qualifying time period could overlap the value limitation period.</i>	1	2020-2021	2020	0	0	N/A	12	\$ 62,970.60
	2	2021-2022	2021	0	0	N/A	12	\$ 62,970.60
	3	2022-2023	2022	0	0	N/A	12	\$ 62,970.60
	4	2023-2024	2023	0	0	N/A	12	\$ 62,970.60
	5	2024-2025	2024	0	0	N/A	12	\$ 62,970.60
	6	2025-2026	2025	0	0	N/A	12	\$ 62,970.60
	7	2026-2027	2026	0	0	N/A	12	\$ 62,970.60
	8	2027-2028	2027	0	0	N/A	12	\$ 62,970.60
	9	2028-2029	2028	0	0	N/A	12	\$ 62,970.60
	10	2029-2030	2029	0	0	N/A	12	\$ 62,970.60
Years Following Value Limitation Period	11 through 26	2030-2045	2030-2045	0	0	N/A	12	\$ 62,970.60

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(-1)?

C1b. Will the applicant avail itself of the provision in 313.021(3)(F)?

<input checked="" type="checkbox"/>	Yes	<input type="checkbox"/>	No
<input type="checkbox"/>	Yes	<input checked="" type="checkbox"/>	No
<input type="checkbox"/>	Yes	<input checked="" type="checkbox"/>	No

Schedule D: Other Incentives (Estimated)

Applicant Name **Targa Downstream LLC**
 ISD Name **Barbers Hill 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:					
	City:					
Tax Code Chapter 312	County: Chambers (Application Pending)	2020	2029	\$ 1,017,178.00	Avg 44% Per Yr	\$ 565,887.00
	City:Mont Belvieu (Application Pending)	2020	2029	\$ 894,264.00	Avg 46% Per Yr	\$ 487,196.00
	Other:					
	County:					
	City:					
	Other:					
Local Government Code Chapters 380/381						
	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:						
TOTAL				\$ 1,911,442.00		\$ 1,053,083.00

Additional information on incentives for this project:

Quarterly Census of Employment and Wages Original Data Value

Series Id: ENU4807140510

State: Texas
Area: Chambers County, Texas
Industry: Total, all industries
Owner: Private
Size: All establishment sizes
Type: Average Weekly Wage
Years: 2007 to 2017

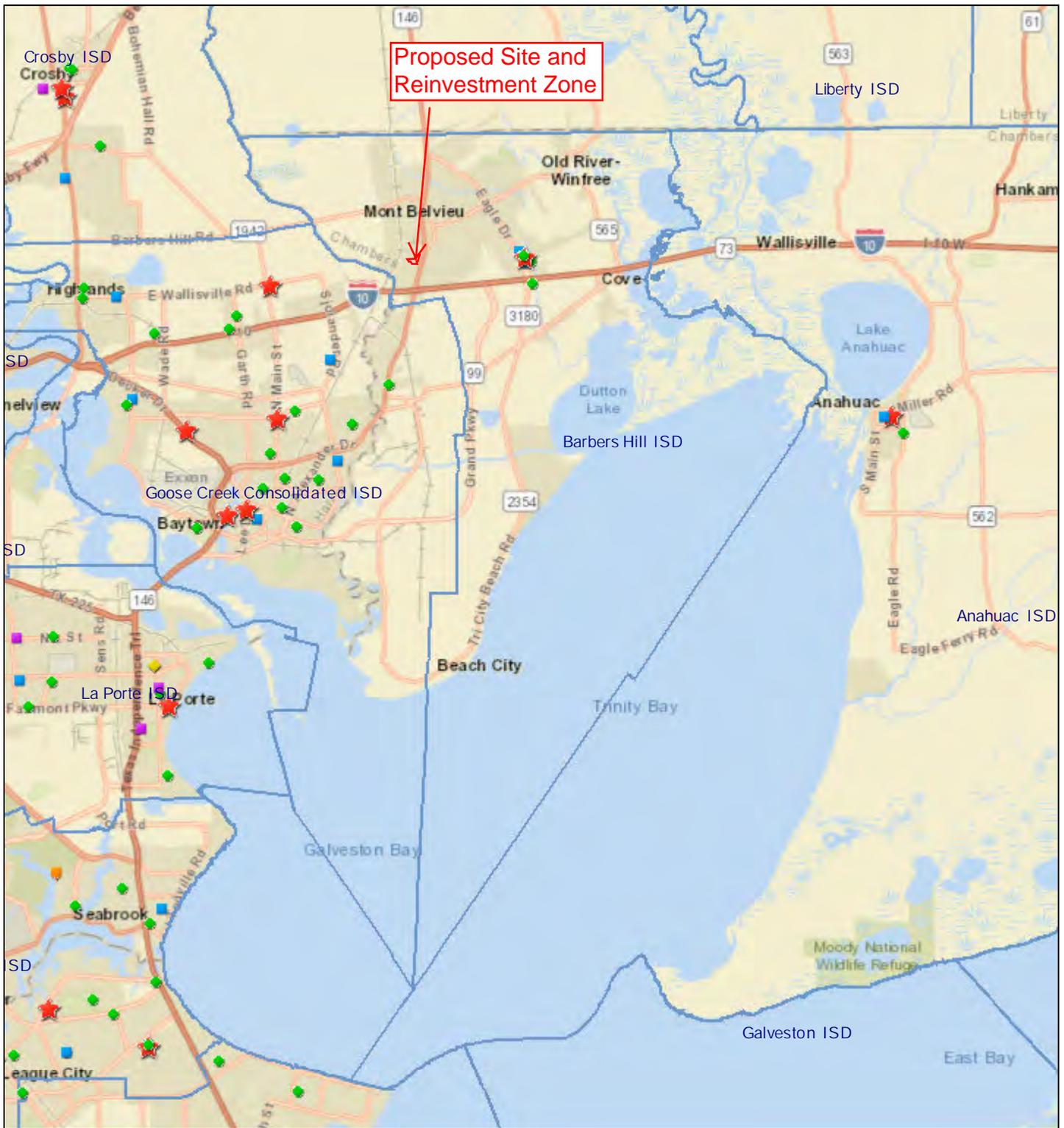
Year	Qtr1	Qtr2	Qtr3	Qtr4	Annual
2007	975	879	904	952	927
2008	965	873	882	946	916
2009	976	867	855	994	923
2010	923	857	929	1067	943
2011	953	921	955	1023	964
2012	1016	981	989	1092	1020
2013	1104	1105	1109	1214	1132
2014	1059	1091	1021	1203	1093
2015	1132	1073	1052	1277	1134
2016	1173	1261	1166	1218	1204
2017	1409	1123			

Quarterly Census of Employment and Wages Original Data Value

Series Id: ENU480714051013

State: Texas
Area: Chambers County, Texas
Industry: Manufacturing
Owner: Private
Size: All establishment sizes
Type: Average Weekly Wage
Years: 2007 to 2017

Year	Qtr1	Qtr2	Qtr3	Qtr4	Annual
2007	1703	1251	1365	1271	1392
2008	1542	1344	1418	1283	1398
2009	1615	1313	1419	1576	1483
2010	1418	1305	1461	1599	1445
2011	1473	1537	1502	1737	1564
2012	1492	1634	1381	1597	1527
2013	1532	1725	1436	1732	1606
2014	1422	1779	1397	1915	1623
2015	1676	1749	1471	2023	1725
2016	1843	2479	1870	1958	2033
2017	2916	1859			

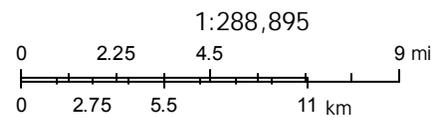


October 3, 2017

Current_Schools

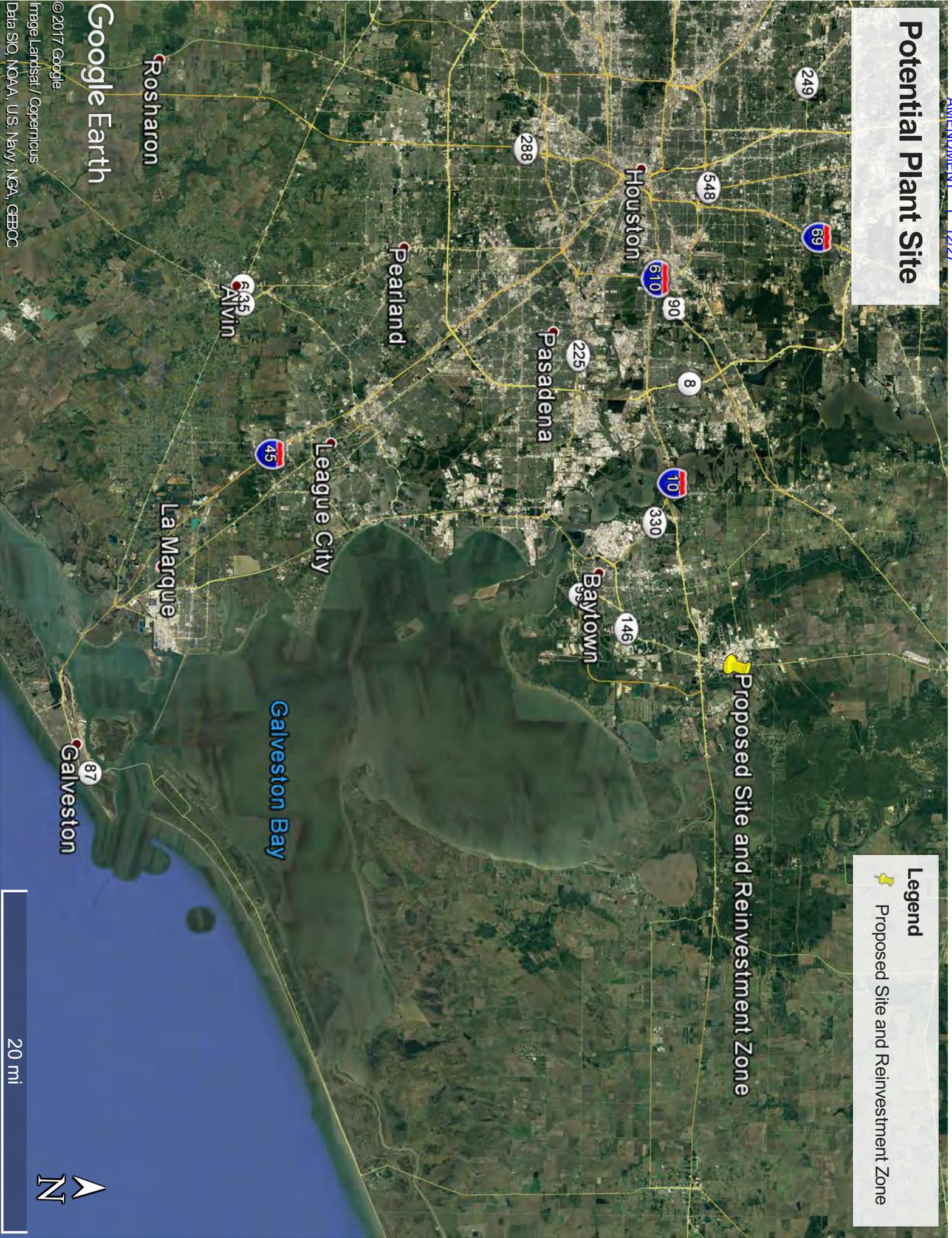
- Elementary School
- Middle School
- Junior High School
- ★ High School

- ◆ Academy/Charter School
- Other Schools
- Texas_Outline
- Current_Districts



Sources: Esri, HERE, DeLorme, USGS, Intermap, INCREMENT P, NRCan, Esri Japan, METI, Esri China (Hong Kong), Esri Korea, Esri (Thailand), MapmyIndia, NGCC, © OpenStreetMap contributors, and the GIS User Community

Potential Plant Site



Legend

 Proposed Site and Reinvestment Zone

Google Earth

© 2017 Google
Image Landsat / Copernicus
Data SIO, NOAA, U.S. Navy, NGA, GEBCO

20 mi

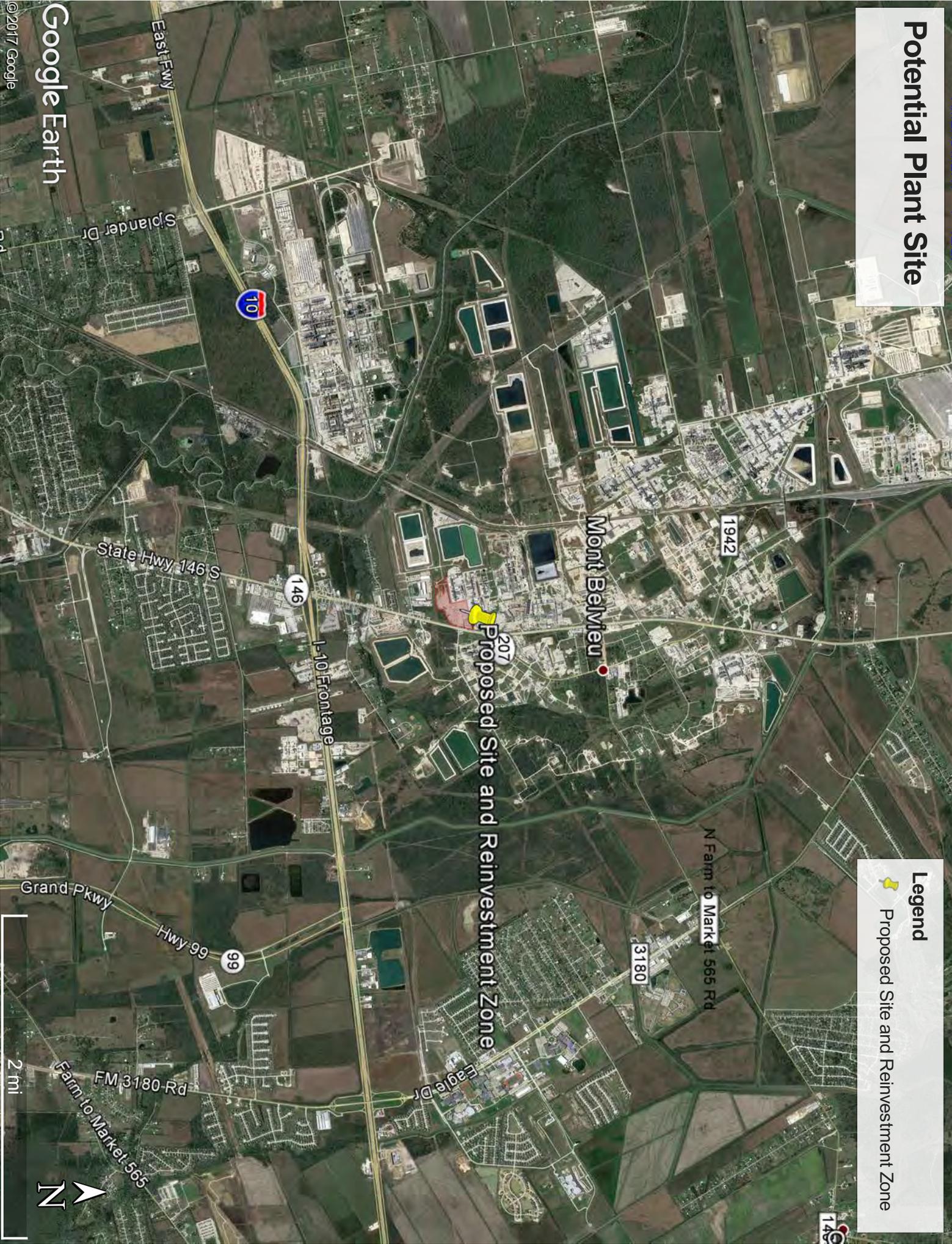


Potential Plant Site

Legend



Proposed Site and Reinvestment Zone



Google Earth

©2017 Google

Proposed Site And Reinvestment Zone

AMENDED

Legend

 Proposed Site and Reinvestment Zone

 Proposed Site and Reinvestment Zone

Google Earth
© 2017 Google



Barbers Hill ISD Map

AMENDED

- Legend**
-  Barbers Hill Independent School District
 -  Reinvestment Zone

Reinvestment Zone
Boundary
(red outline)

Barbers Hill ISD Boundary
(yellow outline)

10 mi

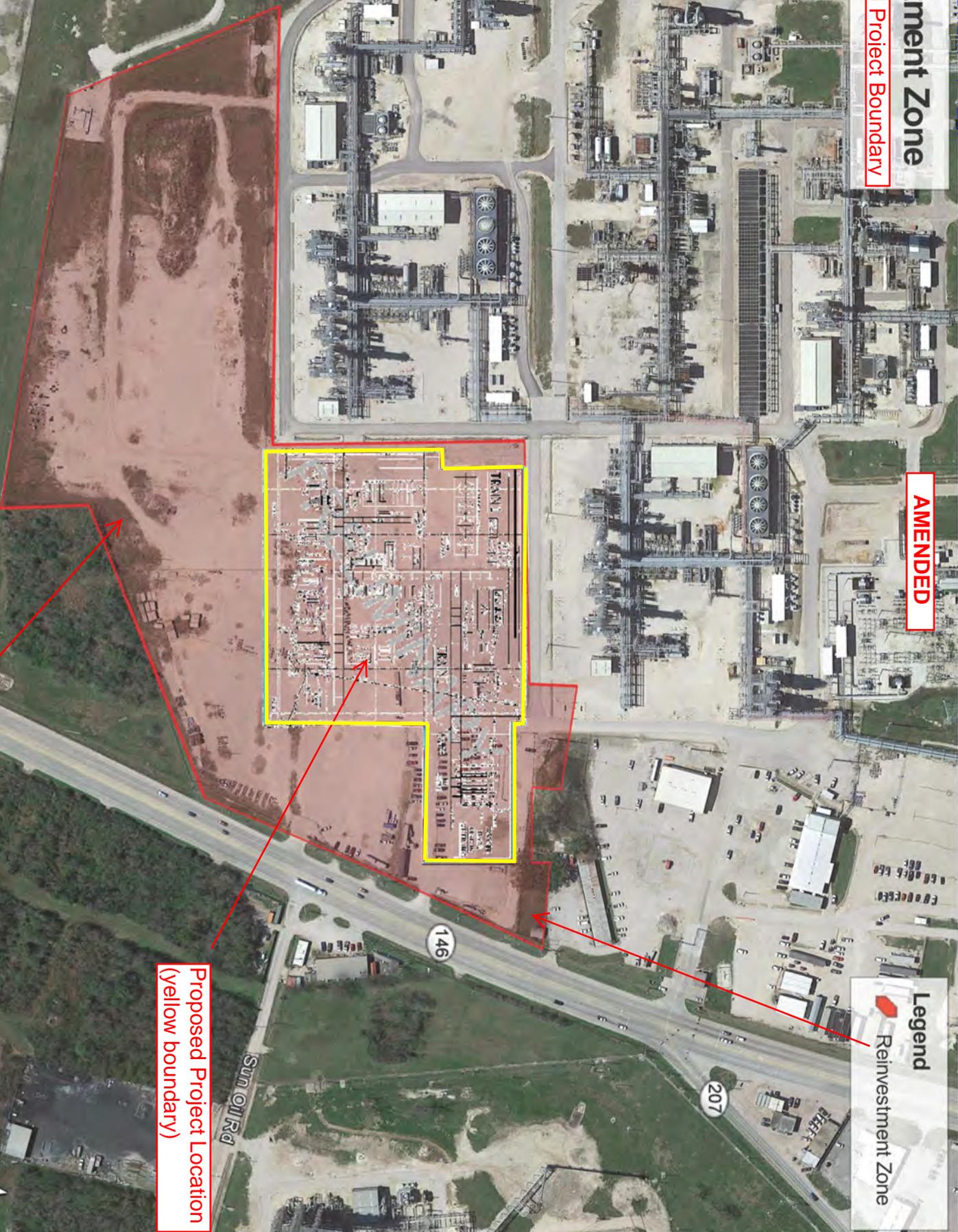


Reinvestment Zone

With Proposed Project Boundary

AMENDED

Legend
Reinvestment Zone



Reinvestment Zone
(red boundary)

Proposed Project Location
(yellow boundary)

Google Earth

© 2017 Google

900 ft



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

Dr. Greg Poole
Print Name (Authorized School District Representative)

Superintendent of Schools
Title

sign here

[Handwritten Signature]
Signature (Authorized School District Representative)

1-4-18
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

John Thompson
Print Name (Authorized Company Representative (Applicant))

VP Tax
Title

sign here

[Handwritten Signature]
Signature (Authorized Company Representative (Applicant))

12/21/17
Date



(Notary Seal)

GIVEN under my hand and seal of office this, the

21st day of December, 2017

[Handwritten Signature]
Notary Public in and for the State of Texas

My Commission expires: Nov. 25, 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.