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August 6, 2018

Via Email: Deisy.Perez@cpa.texas.gov
And Hand Delivery

Ms. Deisy Perez
Research Analyst
Economic Development & Local Government
Data Analysis & Transparency Division
Texas Comptroller of Public Accounts
111 East 17th Street
Austin, Texas 78774

Re: Application No. 1270 Carthage ISD – BTA Gas Processing LLC

Dear Ms. Perez:

On behalf of our client, BTA Gas Processing LLC, I am responding to your email of July 31, 2018 requesting additional information for your review of Application No. 1270 with the Carthage ISD. I have set forth each of your inquiries below, followed by the response and any supplemental information. And I have attached the pages that were corrected or supplemented marked to show the amendment number and the date of the amendment.

1. No legal citations for the confidential materials were included.

Tab 5 and the cover page to Item 10 to Tab 5 (which was submitted separately as proprietary and confidential), has been amended to provide for a legal citation as requested. No change was made to the information originally submitted as Item 10 to Tab 5, so we have not re-submitted that information.

2. Application Page 1, Section 1.

The email address for Dr. Hambrick has been added to this page.

3. Application page 5, Section 9.

Section 9, Question 3 of the application has been amended in response to this comment to show 2018 as the stub year preceding the first full year of the qualifying time period.

4. Application page 7, Section 14.

We have updated the wage data, as requested. Panola County is part of the East Texas COG, and that error has been corrected. We have updated Tab 13 and Schedule C to reflect this new data.

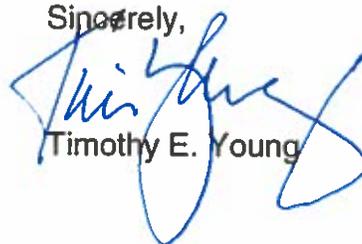
5. Tab 14 Schedules.

As noted in above, we have updated Schedule C with the new wage data. We have also corrected the response in to question C1 on Schedule C to reflect that the number of qualifying jobs is NOT less than the number of qualifying jobs required by statute. Additionally, Schedule D has been updated to reflect the current negotiations with Panola County. The agreement currently under negotiation is for a Chapter 312 Agreement with a net 60% effective abatement. We have resubmitted the Schedules in PDF and Excel formats.

The Panola County Commissioners Court has scheduled the consideration and designation of a Reinvestment Zone for the proposed project at its next regular meeting on August 7, 2018. We will update you on the status of the designation of the Reinvestment Zone after that meeting.

Electronic copies of the amended pages are transmitted with this letter along with a new signature page for the application. Hard copies will be hand-delivered to you as well. Please contact me if you need further information.

Sincerely,



Timothy E. Young

TEY/mee

cc: Stephanie Jones
Curt Tate
Al Noor
Sara Leon
Shelly Leung

Application for Appraised Value Limitation on Qualified Property

(Tax Code, Chapter 313, Subchapter B or C)

INSTRUCTIONS: This application must be completed and filed with the school district. In order for an application to be processed, the governing body (school board) must elect to consider an application, but — by Comptroller rule — the school board may elect to consider the application only after the school district has received a completed application. Texas Tax Code, Section 313.025 requires that any completed application and any supplemental materials received by the school district must be forwarded within seven days to the Comptroller of Public Accounts.

If the school board elects to consider the application, the school district must:

- notify the Comptroller that the school board has elected to consider the application. This notice must include:
 - the date on which the school district received the application;
 - the date the school district determined that the application was complete;
 - the date the school board decided to consider the application; and
 - a request that the Comptroller prepare an economic impact analysis of the application;
- provide a copy of the notice to the appraisal district;
- must complete the sections of the application reserved for the school district and provide information required in the Comptroller rules located at 34 Texas Administrative Code (TAC) Section 9.1054; and
- forward the original hard copy of the completed application to the Comptroller in a three-ring binder with tabs, as indicated on page 9 of this application, separating each section of the documents, in addition to an electronic copy on CD. See 34 TAC Chapter 9, Subchapter F.

The governing body may, at its discretion, allow the applicant to supplement or amend the application after the filing date, subject to the restrictions in 34 TAC Chapter 9, Subchapter F.

When the Comptroller receives the notice and required information from the school district, the Comptroller will publish all submitted application materials on its website. The Comptroller is authorized to treat some application information as confidential and withhold it from publication on the Internet. To do so, however, the information must be segregated and comply with the other requirements set out in the Comptroller rules. For more information, see guidelines on Comptroller's website.

The Comptroller will independently determine whether the application has been completed according to the Comptroller's rules (34 TAC Chapter 9, Subchapter F). If the Comptroller finds the application is not complete, the Comptroller will request additional materials from the school district. Pursuant to 9.1053(a)(1)(C), requested information shall be provided within 20 days of the date of the request. When the Comptroller determines that the application is complete, it will send the school district a notice indicating so. The Comptroller will determine the eligibility of the project, issue a certificate for a limitation on appraised value to the school board regarding the application and prepare an economic impact evaluation by the 90th day after the Comptroller receives a complete application—as determined by the Comptroller.

The school board must approve or disapprove the application not later than the 150th day after the application review start date (the date the application is finally determined to be complete), unless an extension is granted. The Comptroller and school district are authorized to request additional information from the applicant that is reasonably necessary to issue a certificate, complete the economic impact evaluation or consider the application at any time during the application review period.

Please visit the Comptroller's website to find out more about the program at comptroller.texas.gov/economy/local/ch313/. There are links to the Chapter 313 statute, rules, guidelines and forms. Information about minimum limitation values for particular districts and wage standards may also be found at that site.

SECTION 1: School District Information

1. Authorized School District Representative

Date Application Received by District

First Name

Last Name

Title

School District Name

Street Address

Mailing Address

City

State

ZIP

Phone Number

Fax Number

Mobile Number (optional)

Email Address

2. Does the district authorize the consultant to provide and obtain information related to this application? Yes No

SECTION 9: Projected Timeline

- 1. Application approval by school board
2. Commencement of construction
3. Beginning of qualifying time period
4. First year of limitation
5. Begin hiring new employees
6. Commencement of commercial operations
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)?
8. When do you anticipate the new buildings or improvements will be placed in service?

SECTION 10: The Property

- 1. Identify county or counties in which the proposed project will be located
2. Identify Central Appraisal District (CAD) that will be responsible for appraising the property
3. Will this CAD be acting on behalf of another CAD to appraise this property?
4. List all taxing entities that have jurisdiction for the property, the portion of project within each entity and tax rates for each entity:
5. Is the project located entirely within the ISD listed in Section 1?
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)?

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.

- 1. At the time of application, what is the estimated minimum qualified investment required for this school district?
2. What is the amount of appraised value limitation for which you are applying?
3. Does the qualified investment meet the requirements of Tax Code §313.021(1)?
4. Attach a description of the qualified investment [See §313.021(1).] The description must include:
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?

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). *Permanent jobs attributable to affiliates of applicant
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**.

Tab # 5

Limitation is a Determining Factor

1. **Does the applicant currently own the land on which the proposed project will occur?**

Applicant owns the land upon which the facility identified in Tab 7 will be constructed. The land is described in Tab 9.

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

No

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

Attached as Tab 10 is a depiction of the proposed project site. The area shaded in yellow, designated as "New Project Boundary" is the location of the new proposed project. The areas outlined in red are existing assets located on the property but will not be part of the proposed project, therefore not eligible for value limitation.

4. **Has the applicant made public statements in SEC filings or other documents regarding its intentions regarding the proposed project location?**

No

5. **Has the applicant received any local or state permits for activities on the proposed project site?**

No.

6. **Has the applicant received commitments for state or local incentives for activities at the proposed project site?**

No.

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

Applicant is a leading midstream energy company with a large pipeline footprint in the United States. These pipelines provide substantial flexibility in plant location. Applicant has gas manufacturing locations in Texas, Louisiana, New Mexico, Colorado, and

Wyoming. Applicant also has significant interstate pipeline assets in Louisiana and New Mexico that can and do move product to and from Texas. This allows potential manufacturing facilities to be located in other states and the product moved to Applicant's facilities in Texas.

Capital investments are allocated to projects and locations based on expected economic return and property tax liabilities can make up a substantial ongoing cost of operation. The Chapter 313 Value Limitation, if granted, would make the location in Texas a feasible investment, as is further discussed in Item 10 to Tab 5.

8. Has the applicant provided capital investment or return on investment information for the proposed project in comparison with alternative investment opportunities?

Yes, see Item 10 to Tab 5, as referenced below in the answer to question 10.

9. Has the applicant provided information related to the applicant's inputs, transportation and market for the proposed project?

N/A

10. Are you submitting information to assist in the determinations 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?

See the attached Item 10 to Tab 5.

Key Determining factors:

- The Applicant has submitted in Item 10 to Tab 5 a discounted cash flow model (DCF) computing the proposed project's rate of return with the Chapter 313 appraised value limitation agreement and without the value limitation agreement. The DCF model shows that the rate of return with the valuation limitation agreement exceeds the minimum rate of return required by the Applicant to proceed with the proposed investment.
- An appraised value limitation agreement under Chapter 313 results in significant annual operating cost savings which would incentivize the Applicant to invest capital in the proposed project rather than making an alternative investment.

- The property tax burden for the Applicant's proposed project is significant. The property tax burden has a direct impact on the proposed project's economic viability and the decision to invest in Texas.
- The ability to enter into a Chapter 313 appraised value limitation agreement with the school district is a determining factor to invest in this project.
- Capital investments by the Applicant are based on expected economic return on investment. Property tax liabilities can make up a substantial ongoing cost of operation that directly impacts the rate of return on the investment in the proposed project. Without the tax incentive the economics of this project will be less competitive with other capital intensive projects and the viability of the proposed project becomes uncertain.
- Tax incentives play an important role in attracting capital intensive manufacturing facilities due to the high property tax burden in Texas.
- The Applicant is evaluating various manufacturing projects for development and where to commit substantial long term investment based on economic rate of return on investment in the proposed projects. The economic benefits provided by a Chapter 313 appraised value limitation agreement is an important component in this analysis.

AT THE REQUEST OF THE APPLICANT, SUPPORTING DOCUMENTS IN ITEM 10 TO TAB 5 ARE CONSIDERED PROPRIETARY AND CONFIDENTIAL PURSUANT TO SECTION 313.028 OF THE TEXAS TAX CODE, DUE TO THE NATURE OF THE FINANCIAL INFORMATION AND ANALYSIS SUBMITTED. Applicant has separately submitted Proprietary and Confidential Discounted Cash Flow Models comparing the rate of return on investment in the proposed project with and without a Chapter 313 Appraised Value Limitation Agreement. These models are confidential.

Tab # 13

Calculation of three possible wage requirements with TWC documentation

Calculations of Wages for Panola County

Based on Most Recent Data Available

Average Weekly Wage for all jobs (all Industries) in the County		
Year	Period	Wages
2017	1st Qtr	\$843
2017	2nd Qtr	\$879
2017	3rd Qtr	\$892
2017	4th Qtr	\$938
Average		\$888.00

110% of Average Weekly Wage for Manufacturing jobs in the County		
Year	Period	Wages
2017	1st Qtr	\$827
2017	2nd Qtr	\$785
2017	3rd Qtr	\$793
2017	4th Qtr	\$843
Average Weekly Wage		\$812
110% of Average Weekly Wage		\$893.20

110% of Average Weekly Wage for Manufacturing jobs in the Region	
East Texas Council of Governments	
Rate per Hour	\$21.07
Hours Per Week	40
Average Weekly Wage	\$842.80
110% of Average Weekly Wage	\$927.08

Minimum Required Annual(52 weeks) Wage	\$48,208.16
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Calculations of Wages for Panola County

Based on Most Recent Data Available

Page 1 of 1 (40 results/page)

Year	Period	Area	Ownership	Division	Level	Ind Code	Industry	Avg Weekly Wages
2017	4th Qtr	Panola County	Private	00	0	10	Total, all industries	\$938
2017	3rd Qtr	Panola County	Private	00	0	10	Total, all industries	\$892
2017	1st Qtr	Panola County	Private	00	0	10	Total, all industries	\$843
2017	2nd Qtr	Panola County	Private	00	0	10	Total, all industries	\$879

Year	Period	Area	Ownership	Division	Level	Ind Code	Industry	Avg Weekly Wages
2017	4th Qtr	Panola County	Private	31	2	31-33	Manufacturing	\$843
2017	1st Qtr	Panola County	Private	31	2	31-33	Manufacturing	\$827
2017	3rd Qtr	Panola County	Private	31	2	31-33	Manufacturing	\$793
2017	2nd Qtr	Panola County	Private	31	2	31-33	Manufacturing	\$785

source:

<http://www.tracer2.com/cgi/dataanalysis/AreaSelection.asp?tableName=Industry>

<https://tracer2.com/admin/uploadedPublications/COGWages.pdf>

**2017 Manufacturing Average Wages by Council of Government Region
Wages for All Occupations**

COG	Wages	
	Hourly	Annual
Texas	\$26.24	\$54,587
1. Panhandle Regional Planning Commission	\$23.65	\$49,190
2. South Plains Association of Governments	\$19.36	\$40,262
3. NORTEX Regional Planning Commission	\$23.46	\$48,789
4. North Central Texas Council of Governments	\$26.80	\$55,747
5. Ark-Tex Council of Governments	\$18.59	\$38,663
6. East Texas Council of Governments	\$21.07	\$43,827
7. West Central Texas Council of Governments	\$21.24	\$44,178
8. Rio Grande Council of Governments	\$18.44	\$38,351
9. Permian Basin Regional Planning Commission	\$26.24	\$54,576
10. Concho Valley Council of Governments	\$19.67	\$40,924
11. Heart of Texas Council of Governments	\$21.53	\$44,781
12. Capital Area Council of Governments	\$31.49	\$65,497
13. Brazos Valley Council of Governments	\$17.76	\$39,931
14. Deep East Texas Council of Governments	\$17.99	\$37,428
15. South East Texas Regional Planning Commission	\$34.98	\$72,755
16. Houston-Galveston Area Council	\$28.94	\$60,202
17. Golden Crescent Regional Planning Commission	\$26.94	\$56,042
18. Alamo Area Council of Governments	\$22.05	\$48,869
19. South Texas Development Council	\$15.07	\$31,343
20. Coastal Bend Council of Governments	\$28.98	\$60,276
21. Lower Rio Grande Valley Development Council	\$17.86	\$37,152
22. Texoma Council of Governments	\$21.18	\$44,060
23. Central Texas Council of Governments	\$19.30	\$40,146
24. Middle Rio Grande Development Council	\$24.07	\$50,058

Source: Texas Occupational Employment and Wages

Data published: July 2018

Data published annually, next update will be July 31, 2019

Note: Data is not supported by the Bureau of Labor Statistics (BLS).

Wage data is produced from Texas OES data, and is not to be compared to BLS estimates.

Data intended for TAC 313 purposes only.

Tab # 14

**Schedule A1, A2, B, C and D completed
and signed economic impact**

PROPERTY INVESTMENT AMOUNTS

(Estimated Investment in each year. Do not put cumulative totals.)

				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 not 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	School Year (YYYY-YYYY)	Tax Year (fill in actual tax year below) YYYY					
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)						
Investment made after final board approval of application and before Jan. 1 of first complete tax year of qualifying time period	Pre		2018	2,500,000				2,500,000
Complete tax years of qualifying time period		QTP1	2019	102,500,000				102,500,000
		QTP2	2020	20,000,000				20,000,000
Total Investment through Qualifying Time Period [ENTER this row in Schedule A2]				125,000,000				125,000,000
Total Qualified Investment (sum of green cells)				125,000,000				125,000,000

Enter amounts from TOTAL row above in Schedule A2

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 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 **7/31/2018**
 Applicant Name **BTA Gas Processing LLC**
 ISD Name **Carthage ISD**

AMENDMENT #1 - 7/31/2018
 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 investment made during this year that will not become Qualified Property (SEE NOTE)	Column D Other investment made during this year that will become Qualified Property (SEE NOTE)	Column E Total Investment (A+B+C+D)			
Total Investment from Schedule A1*				TOTALS FROM SCHEDULE A1							
	Pre	2017-2018	2018	2,500,000				2,500,000			
	QTP1	2018-2019	2019	102,500,000				102,500,000			
	QTP 2	2019-2020	2020	20,000,000				20,000,000			
	1	2020-2021	2021								
	2	2021-2022	2022								
	3	2022-2023	2023								
	4	2023-2024	2024								
	5	2024-2025	2025								
	6	2025-2026	2026								
	7	2026-2027	2027								
	8	2027-2028	2028								
	9	2028-2029	2029								
	10	2029-2030	2030								
	Total Investment made through limitation			125,000,000							
	Continue to maintain viable presence										
	11	2030-2031	2031								
	12	2031-2032	2032								
	13	2032-2033	2033								
	14	2033-2034	2034								
	15	2034-2035	2035								
	16	2035-2036	2036								
	17	2036-2037	2037								
	18	2037-2038	2038								
	19	2038-2039	2039								
	20	2039-2040	2040								
	21	2040-2041	2041								
	22	2041-2042	2042								
	23	2042-2043	2043								
	24	2043-2044	2044								
	25	2044-2045	2045								

* 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 #1 - 7/31/2018

Date

7/31/2018

Applicant Name

BTA Gas Processing LLC

Form 50-296A

ISD Name

Carthage 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 18S 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>	Pre	2017-2018	2018			2,500,000	2,500,000	2,500,000	2,500,000
	QTP1	2018-2019	2019			105,000,000	105,000,000	105,000,000	105,000,000
	QTP21	2019-2020	2020			125,000,000	125,000,000	125,000,000	125,000,000
	1	2020-2021	2021			122,500,000	121,030,000	121,030,000	30,000,000
	2	2021-2022	2022			120,000,000	118,560,000	118,560,000	30,000,000
	3	2022-2023	2023			117,500,000	116,090,000	116,090,000	30,000,000
	4	2023-2024	2024			115,000,000	113,620,000	113,620,000	30,000,000
	5	2024-2025	2025			112,500,000	111,150,000	111,150,000	30,000,000
	6	2025-2026	2026			110,000,000	108,680,000	108,680,000	30,000,000
	7	2026-2027	2027			107,500,000	106,210,000	106,210,000	30,000,000
Value Limitation Period	8	2027-2028	2028			105,000,000	103,740,000	103,740,000	30,000,000
	9	2028-2029	2029			102,500,000	101,270,000	101,270,000	30,000,000
	10	2029-2030	2030			100,000,000	98,800,000	98,800,000	30,000,000
	11	2030-2031	2031			97,500,000	96,330,000	96,330,000	96,330,000
	12	2031-2032	2032			95,000,000	93,860,000	93,860,000	93,860,000
	13	2032-2033	2033			92,500,000	91,390,000	91,390,000	91,390,000
	14	2033-2034	2034			90,000,000	88,920,000	88,920,000	88,920,000
	15	2034-2035	2035			87,500,000	86,450,000	86,450,000	86,450,000
	16	2035-2036	2036			85,000,000	83,980,000	83,980,000	83,980,000
	17	2036-2037	2037			82,500,000	81,510,000	81,510,000	81,510,000
Continue to maintain viable presence	18	2037-2038	2038			80,000,000	79,040,000	79,040,000	79,040,000
	19	2038-2039	2039			77,500,000	76,570,000	76,570,000	76,570,000
	20	2039-2040	2040			75,000,000	74,100,000	74,100,000	74,100,000
	21	2040-2041	2041			72,500,000	71,630,000	71,630,000	71,630,000
	22	2041-2042	2042			70,000,000	69,160,000	69,160,000	69,160,000
	23	2042-2043	2043			67,500,000	66,690,000	66,690,000	66,690,000
	24	2043-2044	2044			65,000,000	64,220,000	64,220,000	64,220,000
	25	2044-2045	2045			62,500,000	61,750,000	61,750,000	61,750,000
	Additional years for 25 year economic impact as required by 313.026(c)(1)								

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

7/31/2018

AMENDMENT #1 - 7/31/2018

Applicant Name

BTA Gas Processing LLC

Form 50-296A

ISD Name

Carthage ISD

Revised May 2014

	Construction		Non-Qualifying Jobs		Qualifying Jobs		
	Column A	Column B	Column C	Column D	Column E		
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
Pre	2017-2018	2018	150 FTE	50,000			50,000
QTP1	2018-2019	2019	150FTE	50,000			50,000
Each year prior to start of Value Limitation Period <i>Insert as many rows as necessary</i>	QTP2	2019-2020	2020	80 FTE	50,000		50,000
	1	2020-2021	2021				50,000
	2	2021-2022	2022				50,000
	3	2022-2023	2023				50,000
	4	2023-2024	2024				50,000
	5	2024-2025	2025				50,000
	6	2025-2026	2026				50,000
	7	2026-2027	2027				50,000
	8	2027-2028	2028				50,000
	9	2028-2029	2029				50,000
	10	2029-2030	2030				50,000
Years Following Value Limitation Period	11 through 25	2030-2045	2045				50,000

Value Limitation Period
*The qualifying time period could overlap the
value limitation period.*

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
 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)

7/31/2018

AMENDMENT #1 - 7/31/2018

Date
Applicant Name

BTA Gas Processing LLC

Form 50-296A

ISD Name

Carthage ISD

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: Panola	2020	10 Years	911,402	546,841	364,561
	City:	N/A	N/A	N/A	N/A	N/A
	Other:					
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:						
TOTAL				911,402	546,841	364,561

Additional information on incentives for this project:

The Panola County Annual Percentage of Abatement is: 60%

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 →

J. Glenn Hambrick, Ed.D.
Print Name (Authorized School District Representative)

Superintendent
Title

sign here →

J. Glenn Hambrick
Signature (Authorized School District Representative)

August 1, 2018
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 →

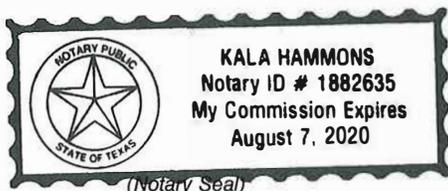
Curt Tate
Print Name (Authorized Company Representative (Applicant))

Senior Tax Director
Title

sign here →

Curt Tate
Signature (Authorized Company Representative (Applicant))

July 31, 2018
Date



GIVEN under my hand and seal of office this, the

31st day of July 2018

Kala Hammons
Notary Public in and for the State of Texas

My Commission expires: 8/7/2020

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.