Blake G. Powell Sara Hardner Leon Darrick W. Eugene Michelle Alcala Mackenzie Lewis Casandra Johnson William C. Bednar, Of Counsel



Jay Youngblood *Tyler, Texa*s

John J. Janssen, Ph.D. Corpus Christi, Texas

> Geneva L. Taylor Houston, Texas

Rick W. Powell Pittsburg/Lewisville, Texas

August 6, 2018

Via Electronic and Hand Delivery Local Government Assistance & Economic Analysis Texas Comptroller of Public Accounts 111 E. 17<sup>th</sup> Street Austin, Texas 78774

> Re: Application for a Chapter 313 Value Limitation Agreement between the Wink-

Loving Independent School District and Enterprise Products Operating LLC

First Year of Qualifying Time Period: 2019 First Year of Limitation: 2021

Dear Local Government Assistance and Economic Analysis Division:

The Wink-Loving Independent School District Board of Trustees approved the enclosed Application for Limitation on Appraised Value of Property for School District Maintenance and Operations Taxes at a duly called meeting held on February 13, 2018. The Application was determined to be complete on August 3, 2018. The proposed project is the construction of a new gas plant for processing well-head gas in Loving County, Texas.

Please note, the Application includes economic analysis as part of Tab 5 that the Applicant deems proprietary and confidential. The proprietary information will be forwarded under separate cover.

A copy is being provided to the Loving County Appraisal District by copy of this correspondence. The Board of Trustees believes this project will be beneficial to the District and looks forward to your review and certification of this Application.

Thanks so much for your kind attention to this matter.

Respectfully submitted,

Sara Hardner Leon

#### Enclosures

cc: Via Electronic Mail: <a href="mailto:cappraiser@co.loving.tx.us">cappraiser@co.loving.tx.us</a>
Ms. Sherlene Burrows, Chief Appraiser
Loving County Appraisal District

Via Electronic Mail: scarman@wlisd.net
Mr. Scotty Carman, Superintendent of Schools
Wink-Loving Independent School District

Via Electronic Mail: <a href="mailto:ctate@eprod.com">ctate@eprod.com</a> Mr. Curt Tate, Senior Tax Director Enterprise Products Operating LLC

Via Electronic Mail: tim@ikardnynne.com
Mr. Tim Young, Counsel for Applicant
Ikard Wynne LLP



P.O. Box 4018 Houston, Texas 77210-4018
1100 Louisiana Houston, Texas 77002 www.enterpriseproducts.com

February 8, 2018

Superintendent Scotty Carman Wink-Loving ISD 200 North Rosey Dodd Avenue Wink, Texas 79789

Re: Chapter 313 Application for Value Limitation

Dear Superintendent Carman:

Enterprise Products Operating LLC is evaluating the construction of a new manufacturing facility within the Wink-Loving ISD. The proposed project is new cryogenic natural gas processing plant capable of processing up to 900 MMSCFD of well-head gas. The estimated total investment cost is in excess of \$412 million.

We have submitted an economic analysis as part of Tab 5 of the application that will support the need for Value Limitation agreement with Wink-Loving ISD that we deem to be proprietary and confidential. Capital investments by the Applicant are allocated to projects 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 this project will not meet the required rate of return to move forward with the investment.

We believe this proposed investment demonstrates our commitment to growing our economic presence in the Wink-Loving ISD promoting economic growth and jobs for your community. We respectfully request consideration of the project for an Agreement for Value Limitation under Chapter 313 of the Texas Property Tax Code.

If you have any questions, please feel free to contact me by telephone at 713-381-8071 or by email at ctate@eprod.com.

Sincerely,

Curt Tate Sr. Tax Director

## 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 Phone Number Fax Number Mobile Number (optional) **Fmail Address** Yes No

#### SECTION 1: School District Information (continued)

3. Authorized School District Consultant (If Applicable)		
First Name	Last Name	
Title		
Firm Name		
Phone Number	Fax Number	
Mobile Number (optional)	Email Address	
4. On what date did the district determine this application complete?		
5. Has the district determined that the electronic copy and hard copy are iden	tical?	Yes No
SECTION 2: Applicant Information		
Authorized Company Representative (Applicant)		
First Name	Last Name	
Title	Organization	
Street Address		
Mailing Address		
City	State	ZIP
Phone Number	Fax Number	
Mobile Number (optional)	Business Email Address	
2. Will a company official other than the authorized company representative b information requests?		Yes No
2a. If yes, please fill out contact information for that person.		
First Name	Last Name	
Title	Organization	
Street Address		
Mailing Address		
City	State	ZIP
Phone Number	Fax Number	
Mobile Number (optional)	Business Email Address	
3. Does the applicant authorize the consultant to provide and obtain informati	on related to this application?	Yes No

Data Analysis and

#### Transparency Form 50-296-A **SECTION 2: Applicant Information (continued)** 4. Authorized Company Consultant (If Applicable) First Name Last Name Title Firm Name Phone Number Fax Number **Business Email Address SECTION 3: Fees and Payments** No The total fee shall be paid at time of the application is submitted to the school district. Any fees not accompanying the original application shall be considered supplemental payments. 1a. If yes, attach in Tab 2 proof of application fee paid to the school district. For the purpose of questions 2 and 3, "payments to the school district" include any and all payments or transfers of things of value made to the school district or to any person or persons in any form if such payment or transfer of thing of value being provided is in recognition of, anticipation of, or consideration for the agreement for limitation on appraised value. Will any "payments to the school district" that you may make in order to receive a property tax value limitation agreement result in payments that are not in compliance with Tax Code §313.027(i)? ..... Yes N/A Nο 3. If "payments to the school district" will only be determined by a formula or methodology without a specific amount being specified, could such method result in "payments to the school district" that are not in compliance with Tax Code §313.027(i)? No **SECTION 4: Business Applicant Information** What is the legal name of the applicant under which this application is made? List the NAICS code ..... No 4a. If yes, please list application number, name of school district and year of agreement **SECTION 5: Applicant Business Structure** 1. Identify Business Organization of Applicant (corporation, limited liability corporation, etc) 2. Is applicant a combined group, or comprised of members of a combined group, as defined by Tax Code §171.0001(7)? . . . . . . No 2a. If yes, attach in Tab 3 a copy of Texas Comptroller Franchise Tax Form No. 05-165, No. 05-166, or any other documentation from the Franchise Tax Division to demonstrate the applicant's combined group membership and contact information. Yes No Are all applicant members of the combined group current on all tax payments due to the State of Texas? ...... No N/A If the answer to question 3 or 4 is no, please explain and/or disclose any history of default, delinquencies and/or any material litigation, including litigation involving the State of Texas. (If necessary, attach explanation in Tab 3)

#### Data Analysis and Transparency Form 50-296-A

#### Texas Comptroller of Public Accounts

2	ECTIO	N 6: Eligibility Under Tax Code Chapter 3 1 3.024				
	_	ou an entity subject to the tax under Tax Code, Chapter 171?		Yes		No
	(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	$\Box$	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	$\sqcap$	Yes	П	No
3.	Are yo	ou requesting that any of the land be classified as qualified investment?	П	Yes		No
4.	•	ny of the proposed qualified investment be leased under a capitalized lease?	H	Yes	Н	No
5.		ry of the proposed qualified investment be leased under an operating lease?	H	Yes	Н	No
		ou including property that is owned by a person other than the applicant?	H	Yes		No
7.	-	by property be pooled or proposed to be pooled with property owned by the applicant in determining the amount of	ш	.00		
		ualified investment?		Yes		No
S	ECTIO	N 7: Project Description				
1.		4, attach a detailed description of the scope of the proposed project, including, at a minimum, the type and planned use of nal property, the nature of the business, a timeline for property construction or installation, and any other relevant information		and tan	gible	
2.		the project characteristics that apply to the proposed project:  Land has no existing improvements  Land has existing improvements (complete Se	ection	13)		
	=	Expansion of existing operation on the land (complete Section 13)  Relocation within Texas		-,		
S	ECTIO	N 8: Limitation as Determining Factor				
1.	Does	the applicant currently own the land on which the proposed project will occur?		Yes		No
2.	Has th	ne applicant entered into any agreements, contracts or letters of intent related to the proposed project?	$\overline{\Box}$	Yes	$\overline{\Box}$	No
3.	Does	the applicant have current business activities at the location where the proposed project will occur?	П	Yes	П	No
4.	Has th	ne applicant made public statements in SEC filings or other documents regarding its intentions regarding the				
		sed project location?		Yes		No
5.	Has th	ne applicant received any local or state permits for activities on the proposed project site?		Yes		No
6.	Has th	ne applicant received commitments for state or local incentives for activities at the proposed project site?	$\Box$	Yes	$\Box$	No
7.	Is the	applicant evaluating other locations not in Texas for the proposed project?	П	Yes	$\overline{\Box}$	No
8.		ne applicant provided capital investment or return on investment information for the proposed project in comparison				
		ther alternative investment opportunities?		Yes		No
9.	Has th	ne applicant provided information related to the applicant's inputs, transportation and markets for the proposed project?		Yes		No
10		ou submitting information to assist in the determination as to whether the limitation on appraised value is a determining in the applicant's decision to invest capital and construct the project in Texas?		Yes		No
Ch		313.026(e) states "the applicant may submit information to the Comptroller that would provide a basis for an affirma	tive 4		natio	
	•	bsection (c)(2)." If you answered "yes" to any of the questions in Section 8, attach supporting information in Tab 5.			···atic	

S	ECTION 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)?				
	Note: Improvements made before that time may not be considered qualified property.				
8.	When do you anticipate the new buildings or improvements will be placed in service?				
S	ECTION 10: The Property				
1.	Identify county or counties in which the proposed project will be located				
	Identify Central Appraisal District (CAD) that will be responsible for appraising the property				
	Will this CAD be acting on behalf of another CAD to appraise this property? Yes No				
	List all taxing entities that have jurisdiction for the property, the portion of project within each entity and tax rates for each entity:				
	County: City:				
	(Name, tax rate and percent of project) (Name, tax rate and percent of project)				
	Hospital District: Water District: (Name, tax rate and percent of project)				
	Other (describe): Other (describe):				
	(Name, tax rate and percent of project)  (Name, tax rate and percent of project)				
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)? Yes No				
	6a. If yes, attach in <b>Tab 6</b> supporting documentation from the Office of the Governor.				
S	ECTION 11: Investment				
lim	<b>OTE:</b> The minimum amount of qualified investment required to qualify for an appraised value limitation and the minimum amount of appraised value itation 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 strict. For assistance in determining estimates of these minimums, access the Comptroller's website at <b>comptroller.texas.gov/economy/local/ch313/</b> .				
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?				
	<b>Note:</b> The property value limitation amount is based on property values available at the time of application and may change prior to the execution of any final agreement.				
3.	Does the qualified investment meet the requirements of Tax Code §313.021(1)? Yes No				
4.	<ul> <li>Attach a description of the qualified investment [See §313.021(1).] The description must include:</li> <li>a. a specific and detailed description of the qualified investment you propose to make on the property for which you are requesting an appraised value limitation as defined by Tax Code §313.021 (Tab 7);</li> <li>b. a description of any new buildings, proposed new improvements or personal property which you intend to include as part of your minimum qualified investment (Tab 7); and</li> <li>c. a detailed map of the qualified investment showing location of tangible personal property to be placed in service during the qualifying time period and buildings to be constructed during the qualifying time period, with vicinity map (Tab 11).</li> </ul>				
5.	Do you intend to make at least the minimum qualified investment required by Tax Code §313.023 (or §313.053 for Subchapter C school districts) for the relevant school district category during the qualifying time period? Yes No				
	For more information, visit our website: comptroller.texas.gov/economy/local/ch313/ Page 5				

S	SECTION 12: Qualified Property
1.	Attach a detailed description of the qualified property. [See §313.021(2)] (If qualified investment describes qualified property exactly, you may skip items a, b and c below.) The description must include:
	<ol> <li>a specific and detailed description of the qualified property for which you are requesting an appraised value limitation as defined by Tax Code §313.021 (Tab 8);</li> </ol>
	1b. a description of any new buildings, proposed new improvements or personal property which you intend to include as part of your qualified property ( <b>Tab 8</b> ); and
	1c. a map of the qualified property showing location of new buildings or new improvements with vicinity map (Tab 11).
2.	Is the land upon which the new buildings or new improvements will be built part of the qualified property described by §313.021(2)(A)?
	2a. If yes, attach complete documentation including:
	a. legal description of the land (Tab 9);
	<ul> <li>b. each existing appraisal parcel number of the land on which the new improvements will be constructed, regardless of whether or not all of the land described in the current parcel will become qualified property (<b>Tab 9</b>);</li> <li>c. owner (<b>Tab 9</b>);</li> </ul>
	d. the current taxable value of the land. Attach estimate if land is part of larger parcel ( <b>Tab 9</b> ); and
	e. a detailed map showing the location of the land with vicinity map ( <b>Tab 11</b> ).
3.	Is the land on which you propose new construction or new improvements currently located in an area designated as a reinvestment zone under Tax Code Chapter 311 or 312 or as an enterprise zone under Government Code Chapter 2303? Yes No
	3a. If yes, attach the applicable supporting documentation:
	a. evidence that the area qualifies as a enterprise zone as defined by the Governor's Office (Tab 16);
	b. legal description of reinvestment zone (Tab 16);
	c. order, resolution or ordinance establishing the reinvestment zone ( <b>Tab 16</b> );
	d. guidelines and criteria for creating the zone ( <b>Tab 16</b> ); and
	e. a map of the reinvestment zone or enterprise zone boundaries with vicinity map (Tab 11)
	3b. If no, submit detailed description of proposed reinvestment zone or enterprise zone with a map indicating the boundaries of the zone on which you propose new construction or new improvements to the Comptroller's office within 30 days of the application date. What is the anticipated date on which you will submit final proof of a reinvestment zone or enterprise zone?
S	SECTION 13: Information on Property Not Eligible to Become Qualified Property
4	In Tab 10 ottach a analific and detailed description of all eviation meanwhy. This includes buildings and improvements eviating as of the application
ı.	In <b>Tab 10</b> , attach a specific and detailed description of all <b>existing property</b> . This includes buildings and improvements existing as of the application review start date (the date the application is determined to be complete by the Comptroller). The description must provide sufficient detail to locate all existing property on the land that will be subject to the agreement and distinguish existing property from future proposed property.
2.	In <b>Tab 10</b> , attach a specific and detailed description of all <b>proposed new property that will not become new improvements</b> as defined by TAC 9.1051. This includes proposed property that: functionally replaces existing or demolished/removed property; is used to maintain, refurbish, renovate, modify or upgrade existing property; or is affixed to existing property; or is otherwise ineligible to become qualified property. The description must provide sufficient detail to distinguish existing property (question 1) and all proposed new property that cannot become qualified property from proposed qualified property that will be subject to the agreement (as described in Section 12 of this application).

- 3. For the property not eligible to become qualified property listed in response to questions 1 and 2 of this section, provide the following supporting information in **Tab 10**:
  - a. maps and/or detailed site plan;
  - b. surveys;
  - appraisal district values and parcel numbers;
  - d. inventory lists;
  - e. existing and proposed property lists;
  - f. model and serial numbers of existing property; or
  - g. other information of sufficient detail and description.
- 4. Total estimated market value of existing property (that property described in response to question 1): . . . . . . . . . \$\_
- 5. In **Tab 10**, include an appraisal value by the CAD of all the buildings and improvements existing as of a date within 15 days of the date the application is received by the school district.

**Note:** Investment for the property listed in question 2 may count towards qualified investment in Column C of Schedules A-1 and A-2, if it meets the requirements of 313.021(1). Such property <u>cannot</u> become qualified property on Schedule B.

Data Analysis and Transparency Form 50-296-A

#### 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
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)?
	6a. If yes, attach evidence in <b>Tab 12</b> 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 <b>Tab 13</b> 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 . No manufacturing data is available for Loving
	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)?
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)?
	12a. If yes, attach in <b>Tab 12</b> 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?
	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**.

#### 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	Scothy Carman	Superintendent
	Print Name (Authorized School District Representative)	Title
sign here	Signature (Authorized School District Representative)	8-3- <i>i</i> 8  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	Senior Tax Director	
	Print Name (Authorized Company Representative (Applicant))	Title	
sign here	Signature (Authorized Company Representative (Applicant))	July 10, 2018	

KALA HAMMONS
Notary ID # 1882635
My Commission Expires
August 7, 2020

GIVEN under my hand and seal of office this, the

lotary Public in and for the State of Texas

My Commission expires:

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.

	APPLICATION TAB ORDER FOR REQUESTED ATTACHMENTS			
TAB	ATTACHMENT			
1	Pages 1 through 11 of Application			
2	Proof of Payment of Application Fee			
3	Documentation of Combined Group membership under Texas Tax Code 171.0001(7), history of tax default, delinquencies and/or material litigation (if applicable)			
4	Detailed description of the project			
5	Documentation to assist in determining if limitation is a determining factor			
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)			
7	Description of Qualified Investment			
8	Description of Qualified Property			
9	Description of Land			
10	Description of all property not eligible to become qualified property (if applicable)			
11	<ul> <li>Maps that clearly show:</li> <li>a) Project vicinity</li> <li>b) Qualified investment including location of tangible personal propertry to be placed in service during the qualifying time period and buildings to be constructed during the qualifying time period</li> <li>c) Qualified property including location of new buildings or new improvements</li> <li>d) Existing property</li> <li>e) Land location within vicinity map</li> <li>f) Reinvestment or Enterprise Zone within vicinity map, showing the actual or proposed boundaries and size</li> <li>Note: Electronic maps should be high resolution files. Include map legends/markers.</li> </ul>			
12	Request for Waiver of Job Creation Requirement and supporting information (if applicable)			
13	Calculation of three possible wage requirements with TWC documentation			
14	Schedules A1, A2, B, C and D completed and signed Economic Impact (if applicable)			
15	Economic Impact Analysis, other payments made in the state or other economic information (if applicable)			
16	<ul> <li>a) evidence that the area qualifies as a enterprise zone as defined by the Governor's Office</li> <li>b) legal description of reinvestment zone*</li> <li>c) order, resolution or ordinance establishing the reinvestment zone*</li> <li>d) guidelines and criteria for creating the zone*</li> </ul>			
17	*To be submitted with application or before date of final application approval by school board  Signature and Certification page, signed and dated by Authorized School District Representative and Authorized Company Representative (applicant)			

## Exhibit 1

## Attachment 4a.

School District & Application Number	Applying Entity	Application Date	First Full Tax Year
Barbers Hill ISD No. 166	Enterprise Products Operating LLC	9/1/2009	2010
Barbers Hill ISD No. 178	Enterprise Products Operating LLC	8/30/2010	2011
Barbers Hill ISD No. 192	Enterprise Products Operating, LLC	7/20/2010	2012
Barbers Hill ISD No. 253	Enterprise Products Operating, LLC	11/20/2012	2014
Barbers Hill ISD No. 254	Enterprise Products Operating, LLC	11/20/2012	2014
Barbers Hill ISD No. 278	Enterprise Products Operating, LLC	3/28/2013	2014
Barbers Hill ISD No. 349	Enterprise Products Operating, LLC	9/23/2013	2015
Barbers Hill ISD No. 363	Enterprise Products Operating, LLC	11/18/2013	2015
Barbers Hill ISD No. 364	Enterprise Products Operating, LLC	11/18/2013	2015
Yoakum ISD No. 187	Enterprise Hydrocarbons, L.P.	4/11/2011	2012
Pecos-Barstow-Toyah ISD No. 1122	Delaware Basin Gas Processing, LLC	2/1/2016	2017
Pecos-Barstow-Toyah ISD No. 1161	Enterprise Products Operating, LLC	11/29/2016	2019
Barbers Hill ISD No. 1162	Enterprise Products Operating, LLC	11/18/2016	2020
Barbers Hill ISD No. 1220	Enterprise Products Operating, LLC	9/27/2017	2021
La Porte ISD No.1238	Enterprise Navigator	2/16/2018	2021

# <u>Tab # 2</u>

**Proof of Payment of Application Fee** 

Proof of payment of filing fee received by the Comptroller of Public Accounts per TAC Rule §9.1054 (b)(5)

(Page Inserted by Office of Texas Comptroller of Public Accounts)

Documentation of Combined Group Membership under Texas Tax Code 171.0001(7)

TX2018 Ver. 9.0

05-165 (Rev.9-11/3)

#### Texas Franchise Tax Extension Affiliate List

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■ Reporting entity taxpayer number	Report year	Reporting entity taxpayer frame	
17605682198	2018	Enterprise Products Partners L.P.	

	LEGAL NAME OF AFFILIATE	AFFILIATE'S TEXAS TAXPAYER NUMBER (If none, enter FEI number)	BLACKEN BOX IF AFFILIATE DOES NOT HAVE NEXUS IN TEXAS
1.			
	ENTERPRISE PRODUCTS OLPGP INC	<b>1</b> 2004832015	
2.		20011240050	
	ENTERPRISE GTMGP LLC	32011348052	
3.	ENTERPRISE PRODUCTS OPERATING LLC	12604305396	
4	ENTERPRISE PRODUCTS TEXAS OPERATING LLC	32033241277	
5.	CHUNCHULA PIPELINE CO LLC	<b>1</b> 7605733926	
6.	HSC PIPELINE PARTNERSHIP LLC	12604307731	• 🗆
7.		100000000000000000000000000000000000000	_
7.	SORRENTO PIPELINE COMPANY LLC	17605733884	•
8	CAJUN PIPELINE COMPANY LLC	17605733942	
0.			
9.	ENTERPRISE LOU-TEX NGL PIPELINE LP	<b>1</b> 7606156218	
10.	PORT NECHES PIPELINE LLC	32033241426	• 🗆
11.			
١١.	PORT NECHES GP LLC	14320514335	•
12.		_	
12.	GROVES RGP PIPELINE LLC	32033241269	-
13	MAPLETREE LLC	32008535687	
13.			
14.	MID-AMERICA PIPELINE COMPANY LLC	11326187801	
		*	
15.	ENTERPRISE TERMINALS & STORAGE LLC	<b>1</b> 7316595366	
16.		•	
	SEMINOLE PIPELINE COMPANY	17310998624	<del>                                     </del>
17.		•	
	OLEFINS TERMINAL LLC	10613112969	
18.	ENTERPRISE NGL PIPELINE LLC	<u>17605901721</u>	
19.	ENTERPRISE GAS PROCESSING LLC	32000814668	
20.	ENTERPRISE NGL PRIVATE LINES & STOR	17605601230	
21.	ENTERPRISE FRACTIONATION LLC	17605595838	

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#### **Texas Franchise Tax Extension Affiliate List**

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I Code			
■ Reporting entity taxpayer number	■ Report year	Reporting entity taxpayer name	
17605682198	2018	Enterprise Products Partners L.P.	
17605682198	2018	Enterprise Products Partners L.P.	

LEGAL NAME OF AFFILIATE	AFFILIATE'S TEXAS TAXPAYER NUMBER (If none, enter FEI number)	BLACKEN BOX IF AFFILIATE DOES NOT HAVE NEXUS IN TEXAS
1.	17427707521	• □
ENTERPRISE HYDROCARBONS LP	17427797521	
Z. TECO GAS GATHERING LLC	17427219112	• □
3. TECO GAS PROCESSING LLC	17427531029	
4. DEP HOLDINGS LLC	32024280920	
5. DIXIE PIPELINE COMPANY LLC	15808648065	
6. BELVIEU ENVIRONMENTAL FUEL LLC	32033241293	• □
7. ENTERPRISE TERMINALLING LLC	32033241392	• □
8. ENTERPRISE GAS LIQUIDS LLC	17605827744	
9. BELLE ROSE NGL PIPELINE LLC	17605980204	•□
10. ENTERPRISE GTM HOLDINGS LP	32019523714	
11. ENTERPRISE GC LLC	17603908272	• 🗆
12. ENTERPRISE TEXAS PIPELINE LLC	32033274252	
13. ENTERPRISE INTRASTATE LLC	■ 32018625346	
14. ENTERPRISE FIELD SERVICES LLC	17605434558	
15. Acadian Gas LLC	17606192692	
16. Enterprise Lou-Tex Propylene P/L LLC	17606182511	• □
17. Sabine Propylene Pipeline LLC	17606524878	
18. Tejas-Magnolia Energy LLC	17604816557	
19. TXO-ACADIAN GAS PIPELINE LLC	17606192437	
20. MCN ACADIAN GAS PIPELINE LLC	17606193369	
21.  CYPRESS GAS PIPELINE LLC	32000444169	

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#### Texas Franchise Tax Extension Affiliate List

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Reporting entity taxpayer number	■ Report year	Reporting entity taxpayer name	
17605682198	2018	Enterprise Products Partners L.P.	

	LEGAL NAME OF AFFILIATE	AFFILIATE'S TEXAS TAXPAYER NUMBER (If none, enter FEI number)	BLACKEN BOX IF AFFILIATE DOES NOT HAVE NEXUS IN TEXAS
1.	CVDDECC CAS MADVETING LIC	<b>1</b> 7606192734	• □
2.	CYPRESS GAS MARKETING LLC	17000192701	
2.	EVANGELINE GULF COAST GAS LLC	17606195190	
3.			
	MCN PELICAN INTERSTATE GAS LLC	32000444037	
4.	DUNCAN ENERGY PARTNERS LP	32035074254	
5	SOUTH TEXAS NGL PIPELINES LLC	12057125515	• 🗆
6.			•
	MONT BELVIEU CAVERNS LLC	32025100366	<del>                                     </del>
7.		- 22026560152	
	DEP OFFSHORE PORT SYSTEM LLC	32036569153	
8.	ENTERPRISE OFFSHORE PORT SYSTEM LLC	32034730849	
9.	BELVIEU ENVIRONMENTAL FUELS GP LLC	14320468979	
10.	ENTERPRISE PRODUCTS PARTNERS LP	17605682198	
11.	ENTERPRISE PRODUCTS MARKETING COMPANY LLC	32040663711	
12.			
	ENTERPRISE BIG THICKET PIPELINE SYSTEM LLC	32040849898	
13.	ENTERPRISE GP LLC	32003429126	
14.	ENTERPRISE NGL PIPELINES II LLC	<b>1</b> 3521670102	
14.			
15.	ENTERPRISE MARINE SERVICES LLC	32036641424	
16.		17606560624	• 🗆
	ENTERPRISE CRUDE GP LLC	17606569634	<del>                                     </del>
17.	A CONTRACTOR OF THE CONTRACTOR	12056619377	
-	ENTERPRISE REFINED PRODUCTS COMPANY LLC ENTERPRISE TE PRODUCTS PIPELINE COMPANY LLC	■ 12604310461	
18.	ENTERPRISE IE PRODUCIS FIFEDINE COMPANI DEC	12001010101	
19.	TEPPCO O/S PORT SYSTEM LLC	32034730971	
20.	ENTERPRISE CRUDE PIPELINE LLC	17707047704	• □
21.	ENTERPRISE SEAWAY LP	32036094699	• 🗆

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#### **Texas Franchise Tax Extension Affiliate List**

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ENTERPRISE REFINED PRODUCTS MARKETING CO. LLC

ENTERPRISE PRODUCTS PIPELINE COMPANY LLC

ENTERPRISE TE INVESTMENTS LLC

ENTERPRISE PELICAN PIPELINE LP

■ Reporting entity taxpayer number		■ Report year	Reporting entity taxpayer name	
	7605682198	2018	Enterprise Products Partners L.P.	
	LEGAL NAME OF AFFILIATE		AFFILIATE'S TEXAS TAXPAYER NUMBER (If none, enter FEI number)	BLACKEN BOX IF AFFILIATE DOES NOT HAVE NEXUS IN TEXAS
1.	ENTERPRISE TE PARTNERS LP		17602910584	
2.	ENTERPRISE CRUDE OIL LLC		32033266233	•
3.	ENTERPRISE PRODUCTS BBCT LLC		15106562265	
4.	DEAN PIPELINE COMPANY LLC		32033266241	
5.	PANOLA PIPELINE COMPANY LLC		32033266225	
6.	QUANAH PIPELINE COMPANY LLC	•	32033266258	
7.	WILCOX PIPELINE COMPANY LLC	•	32033266217	
8.	TCTM LP		32036219791	
9.	CHAPARRAL PIPELINE COMPANY LLC		32033266266	
10.	ENTERPRISE LOUISIANA PIPELINE LLC		32040255385	
11.	RIO GRANDE PIPELINE COMPANY	•	17314849120	
12.	ENTERPRISE MIDSTREAM COMPANIES LLC	•	32033266191	<b>■</b> □
13.	CTCO OF TEXAS LLC		32019601221	
14.	ENTERPRISE LOGISTIC SERVICES LLC		12735713096	
15.	JMRS TRANSPORT SERVICES, Inc		17606894404	
16.	CHANNELVIEW FLEETING SERVICES, LLC	•	32041556773	- □
17.	ENTERPRISE GATHERING LLC	•	32041546337	• □

Note: To file an extension request for a reporting entity and its affiliates, Form 05-164 (Texas Franchise Tax Extension Request) must be submitted with this affiliate list. The filing of this list by itself does not constitute a properly filed Extension Request. Do not file this form when requesting a second extension.

32042316094

17602440707

17604475172

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#### Texas Franchise Tax Extension Affiliate List

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■ Reporting entity taxpayer number	■ Report year	Reporting entity taxpayer name		
17605682198	2018	Enterprise Products Partners L.P.		
			BLACKEN BOX IF	

	LEGAL NAME OF AFFILIATE	AFFILIATE'S TEXAS TAXPAYER NUMBER (If none, enter FEI number)	BLACKEN BOX IF AFFILIATE DOES NOT HAVE NEXUS IN TEXAS
1.			
''	ENTERPRISE GATHERING II LLC	32041737100	
2.			
	ENTERPRISE EF78 LLC	■ 32051233677	
3.			
	ENTERPRISE HOUSTON SHIP CHANNEL LP	■ 17418029207	
4.	ENTERPRISE BEAUMONT MARINE WEST SPLT PRODUCTS	32044233248	
5	ENTERPRISE APPELT LLC	32049430864	• 🗆
6.			
٠.	ENTERPRISE HOUSTON SHIP CHANNEL GP LLC	32003152140	
7.			•
	ENTERPRISE BEAUMONT MARINE WEST LP	15221051855	
8.	ENTERPRISE BEAUMONT MARINE WEST GP LLC	32044631995	
•	ENTERPRISE TERMINALING SERVICES GP LLC	32044313164	
9.	ENTERFRICE I BRITING DECEMBER OF THE		
0.	ENTERPRISE TERMINALING SERVICES LP	32044313115	
1.		•	
	ENTERPRISE NATURAL GAS PIPELINE LLC	32056290938	
2.			■ □
	RED RIVER CRUDE OIL LLC	32058406870	
3.	RED RIVER CRUDE PIPELINE LLC	32058406896	
		20057061040	
4.	ENTERPRISE ACQUISITION HOLDINGS LLC	32057061049	
	THEODOLOGIC PRINTING CERTIFICATION AND AND AND AND AND AND AND AND AND AN	32057284526	
5.	ENTERPRISE FIELD SERVICES (offshore) LLC		
16.	Enterprise Mont Belvieu Program Company	17601913076	
17.		•	
	EFS Midstream LLC	32041922397	
18.	Enterprise GTMGP LLC	32011348052	■ X
		0.50400530	च्च
19.	Adamana Land Company LLC	<b>2</b> 60430539	<b>■</b> X
20.	Norco-Taft Pipeline LLC	32038546837	■ X
20. 21.			■ X
۷1.	Enterprise White River Hub LLC	262204315	

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## **Detailed Description of the project**

#### **Proposed Project Description**

The proposed project is the construction of a new gas plant capable of processing up to 900MMSCFD of well-head gas in Loving County, Texas. The plant will include inlet compression, inlet treating and dehydration, a cryogenic plant and a stabilizer system with truck loading capabilities.

The project is a cryogenic natural gas processing plant that will process raw natural gas by removing contaminants or impurities and creating pipeline-quality residue gas and natural gas liquids. Natural gas liquids are a mixture of products such as ethane, propane, normal butane, isobutane and natural gasoline.

Raw natural gas produced at the well-head contains varying amounts of natural gas liquids ("NGLs"). This rich natural gas in its raw form is usually not acceptable for transportation in the nation's major natural gas pipeline systems or for commercial use as a fuel. Natural gas processing plants remove the NGLs from the natural gas stream, enabling the natural gas to meet transmission pipeline and commercial quality specifications.

#### Summary of plant feed stock and finished products

- 1. Feedstock Source: Raw Natural Gas produced at the well-head and transported through gathering systems from various producers in the Permian Basin.
- 2. Final Products Produced:
  - a. Mixed NGL's: The mixed NGL's will be transported via pipeline from the plant to multiple markets for storage and further fractionation.
  - b. Natural Gas: The residue gas will be compressed and delivered to a newly constructed pipeline adjacent to the facility to be delivered to multiple markets.

#### 3. Interconnections

a. The plant will be interconnected via newly constructed pipelines to allow the final products to be delivered to the market.

# The new cryogenic plant facility will consist of the following components:

- Inlet Slug Catchers
- Inlet Separation and Filtration
- Amine treating for CO2 Removal
- TEG dehydration for H2O Removal
- Thermal Oxidizers
- Molecular Sieve Dehydration
- GSP Cryogenic Gas Plants
- Residue Recompression units
- Heat Medium Systems
- Flare System (common for all trains)
- Water supply, drain systems, waste water
- Utilities (fuel, air, R.O. water)

# Description of how project is located in more than one district...

Not applicable to this proposed project

#### **Limitation as a Determining Factor**

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

Applicant has not yet purchased the land on which the proposed project will occur. Applicant will supplement the Application once the land has been identified and purchased.

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?

No.

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 PROPRIETY AND CONFIDENTIAL DUE TO THE NATURE OF THE FINANCIAL INFORMATION AND ANALYSIS SUBMITTED. Applicant has separately submitted Propriety 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.

## **Description of Qualified Property**

The proposed Gas Plant project will construct a new gas plant capable of processing up to 900MMSCFD of well-head gas. The plant will include inlet compression, inlet treating and dehydration, a cryogenic plant and a stabilizer system with truck loading capabilities.

The project is a cryogenic natural gas processing plant that will process raw natural gas by removing contaminants or impurities and creating pipeline-quality residue gas and natural gas liquids.

#### The new cryogenic plant facility will consist of the following components:

- Inlet Slug Catchers
- Inlet Separation and Filtration
- Amine treating for CO2 Removal
- TEG dehydration for H2O Removal
- Thermal Oxidizers
- Molecular Sieve Dehydration
- GSP Cryogenic Gas Plants
- Residue Recompression units
- Heat Medium Systems
- Flare System (common for all trains)
- Water supply, drain systems, waste water
- Utilities (fuel, air, R.O. water)

## **Description of Land**

The Land upon which the new buildings or new improvements will be built WILL NOT be a part of the qualified property described by §313.021(2)(A).

#### **EXHIBIT "A"**

#### **P&M JONES FAMILY RANCH, INC.**

#### **DESCRIPTION FOR A PROPOSED SITE**

BEING A 100.00 ACRE (4,356,368 SQUARE FEET) PROPOSED SITE LOCATED IN THE TEXAS AND PACIFIC RAILWAY COMPANY SURVEY, ABSTRACT NO. 91, SECTION NO. 47, BLOCK 54 T2, BEING CONVEYED TO P&M JONES FAMILY RANCH, INC., RECORDED IN VOLUME 75, PAGE 857 OF THE OFFICIAL PUBLIC RECORDS OF LOVING COUNTY, TEXAS (O.P.R.L.C.TX.), SAID 100.00 ACRE SITE BEING MORE PARTICULARLY DESCRIBED BY METES AND BOUNDS AS FOLLOWS:

**BEGINNING** at a 5/8-inch iron rod with a yellow cap stamped "SAM LLC" set in said Section 47 for the most easterly northeast corner of the herein described site, same being in the west line of a called 15.53 acre tract of land also known as County Road 300 (120-foot wide right-of-way), recorded in Document No. 2014-1766, O.P.R.L.C.TX., from which a 2-inch iron rod with an aluminum cap stamped "RPLS 5627" found at the northeast corner of said Section 47 bears, North 61°57'16" East, a distance of 2359.88 feet, said **POINT OF BEGINNING**, having grid coordinates of N=11537635.56, E=2067895.34.

THENCE, over and across said Section 47 the following six (6) courses and distances:

**South 21°35'43" East**, along the west line of said County Road 300, a distance of 1,654.58 feet to a 5/8-inch iron rod with a yellow cap stamped "SAM LLC" set for the southeast corner of the herein described site;

**North 90°00'00" West**, leaving said west line of said County Road 300, a distance of 2,909.85 feet to a 5/8-inch iron rod with a yellow cap stamped "SAM LLC" set for the southwest corner of the herein described site:

**North 00°00'00" East**, a distance of 1,747.11 feet to a 5/8-inch iron rod with a yellow cap stamped "SAM LLC" set for the northwest corner of the herein described site;

**North 90°00'00" East**, a distance of 1,782.74 feet to a 5/8-inch iron rod with a yellow cap stamped "SAM LLC" set for the most northerly northeast corner of the herein described site;

**South 21°33'57" East**, a distance of 384.51 feet to a 5/8-inch iron rod with a yellow cap stamped "SAM LLC" set for an inner ell corner of the herein described site;

**North 68°26'03" East**, a distance of 405.18 feet to the POINT OF BEGINNING, containing 100.00 acres (4,356,368 square feet) of land, more or less.

This description contains a total of 100.00 acres (4,356,368 square feet) of land, more or less.

#### <u>Notes</u>

- The distribution of the NGS core of the NGS co
- 2) Description is based upon observable field evidence, prior surveys, and documents of record.
- 3) For additional information, see attached plat (Exhibit "A") in conjunction with and considered an integral part of this description.
- 4) Date of Boundary Survey: Month of June of 2018.

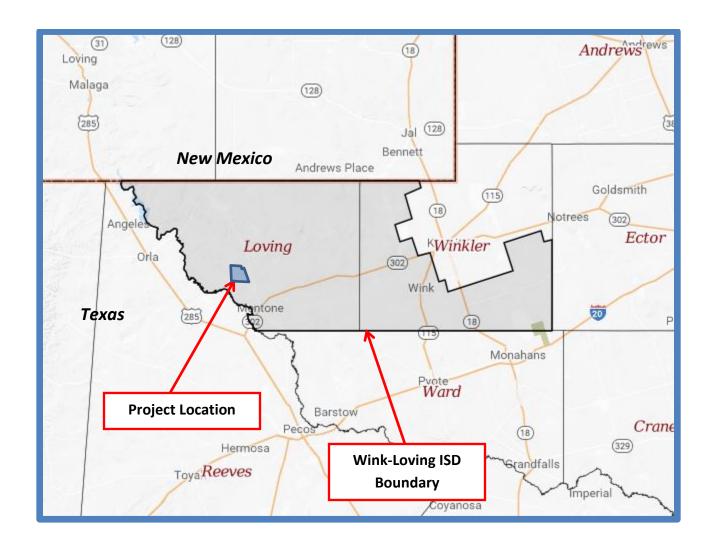
# Description of all property not eligible to become qualified property

become quaimed property							
Not Applicable – All property will be eligible to become qualified property							

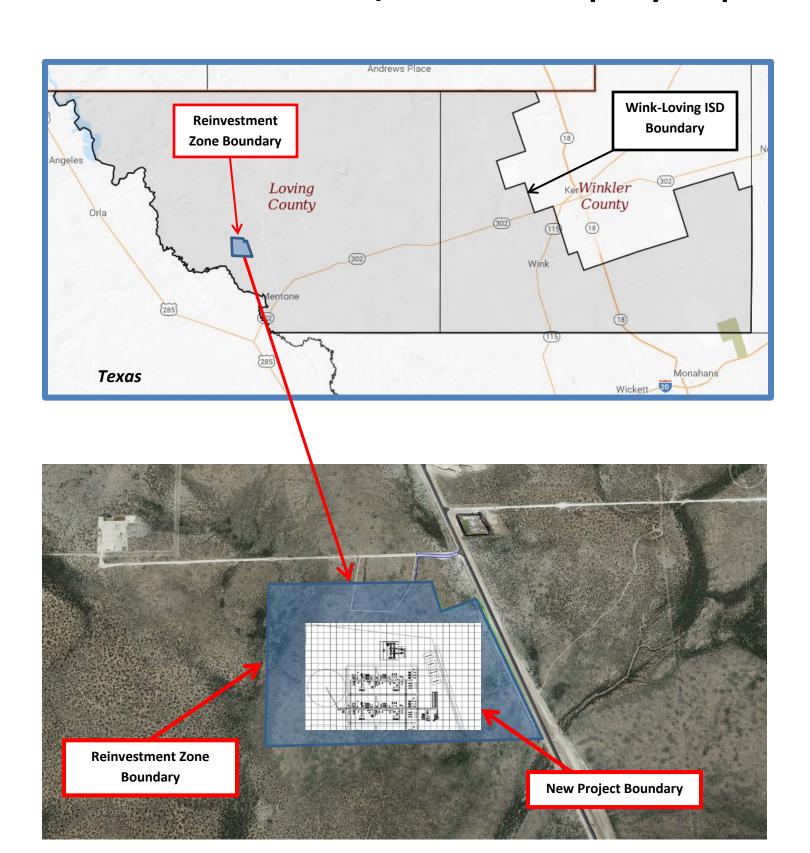
## Maps that clearly show:

- a) Project Vicinity See following map labeled "Project Vicinity Map"
- b) Qualified Investment See following map labeled "Qualified Investment / Qualified Property Map"
- c) Qualified Property See following map labeled "Qualified Investment / Qualified Property Map"
- d) Existing Property There is no existing property on the land.
- e) Land location and vicinity map See following map labeled "Project Vicinity Map"
- f) Reinvestment Zone within vicinity map, showing the actual or proposed boundaries and size – See following map labeled "Proposed Reinvestment Zone Map"

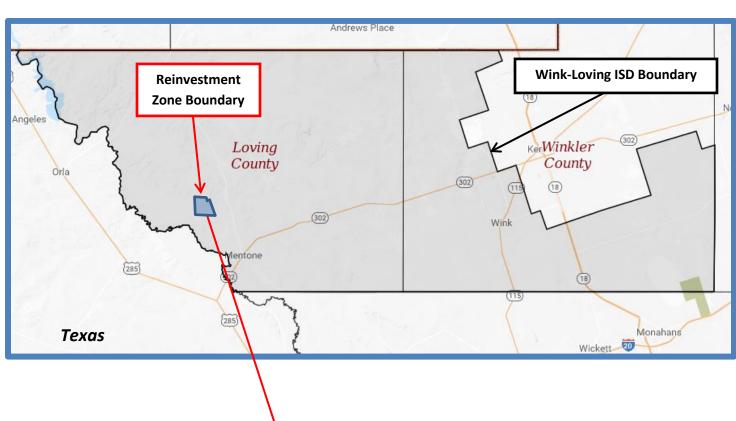
## **Project Vicinity Map**



## **Qualified Investment / Qualified Property Map**



## **Reinvestment Zone Map**





# Request for Waiver of Job Creation Requirement and supporting information

Not Applicable – No request will be made for a waiver of Job Creation

Calculation of three possible wage requirements with TWC documentation

## **Calculations of Wages for Loving County**

### **Based on Most Recent Data Available**

Average Weekly Wage				
for all j	obs (all Industries) in the	County		
Year	Period	Wages		
2017	4th Qtr	\$842		
2017	3rd Qtr	\$862		
2017	2nd Qtr	\$847		
2017	1st Qtr	\$989		
Ave	rage	\$885.00		

110% of Average Weekly Wage				
for Man	ufacturing jobs in the C	County		
Year	Period	Wages		
2017	4th Qtr			
2017	3rd Qtr			
2017	2nd Qtr			
2017	1st Qtr			
Average Wee	ekly Wage			
110% of Average Weekly Wage				
Data Not Availab	ole for Loving County Manufa	acturing wages		

110% of Average Weekly Wage				
for Manufacturing jobs in the Region				
Permian Basin Regional Planning Commission				
Rate per Hour	\$26.00			
Hours Per Week	40			
Average Weekly Wage	\$1,040.00			
110% of Average Weekly Wage	\$1,144.00			

Minimum Required Annual(52 weeks) Wage	\$59,488.00
--	-------------

## Quarterly Employment and Wages (QCEW)

Year	Period	Area	Ownership	Division	Level	Ind Code	Industry	Avg Weekly Wages
2017	4th Qtr	Loving County	Total All	00	0	10	Total, all industries	\$842
2017	2nd Qtr	Loving County	Total All	00	0	10	Total, all industries	\$847
2017	1st Qtr	Loving County	Total All	00	0	10	Total, all industries	\$989
2017	3rd Qtr	Loving County	Total All	00	0	10	Total, all industries	\$862

#### source:

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

# 2016 Manufacturing Average Wages by Council of Government Region Wages for All Occupations

	Wag	ges
COG	Hourly	Annual
Texas	\$25.41	\$52,850
1. Panhandle Regional Planning Commission	\$22.52	\$46,834
2. South Plains Association of Governments	\$18.27	\$38,009
3. NORTEX Regional Planning Commission	\$24.14	\$50,203
4. North Central Texas Council of Governments	\$26.06	\$54,215
5. Ark-Tex Council of Governments	\$19.07	\$39,663
6. East Texas Council of Governments	\$20.52	\$42,677
7. West Central Texas Council of Governments	\$20.31	\$42,242
8. Rio Grande Council of Governments	\$19.32	\$40,188
9. Permian Basin Regional Planning Commission	\$26.00	\$54,079
10. Concho Valley Council of Governments	\$18.78	\$39,066
11. Heart of Texas Council of Governments	\$21.14	\$43,962
12. Capital Area Council of Governments	\$30.06	\$62,522
13. Brazos Valley Council of Governments	\$17.66	\$36,729
14. Deep East Texas Council of Governments	\$18.06	\$37,566
15. South East Texas Regional Planning Commission	\$33.42	\$69,508
16. Houston-Galveston Area Council	\$27.52	\$57,246
17. Golden Crescent Regional Planning Commission	\$26.38	\$54,879
18. Alamo Area Council of Governments	\$21.67	\$45,072
19. South Texas Development Council	\$15.02	\$31,235
20. Coastal Bend Council of Governments	\$27.85	\$57,921
21. Lower Rio Grande Valley Development Council	\$17.55	\$36,503
22. Texoma Council of Governments	\$20.98	\$43,648
23. Central Texas Council of Governments	\$18.65	\$38,783
24. Middle Rio Grande Development Council	\$23.05	\$47,950

Source: Texas Occupational Employment and Wages

Data published: July 2017

Data published annually, next update will be July 31, 2018

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.

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

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

Date

Applicant Name Enterprise Products Operating LLC.

2/8/2018

ISD Name Wink-Loving ISD

Revised May 2014

PROPERTY INVESTMENT AMOUNTS (Estimated Investment in each year. Do not put cumulative totals.) Column A Column B Column C Column D Column E New investment made during this year in New investment (original cost) in tangible Other new investment made during this year that Other new investment made during this year that buildings or permanent nonremovable Total Investment Tax Year personal property placed in service during this will not become Qualified Property [SEE may become Qualified Property (Sum of Columns A+B+C+D) components of buildings that will become **School Year** (Fill in actual tax year NOTE) NOTE] year that will become Qualified Property Qualified Property (YYYY-YYYY) YYYY Year below) [The only other investment made before filing Investment made before filing complete Not eligible to become Qualified Property complete application with district that may application with district become Qualified Property is land.] Year preceding the first complete tax year of the Investment made after filing complete qualifying time application with district, but before final board period (assuming approval of application no deferrals of qualifying time Investment made after final board approval of period) application and before Jan. 1 of first complete 16,480,000 16,480,000 tax year of qualifying time period 2018 Pre QTP1 2018-2019 2019 267,800,000 267.800.000 Complete tax years of qualifying time period QTP2 2019-2020 2020 127,720,000 127,720,000 Total Investment through Qualifying Time Period [ENTER this row in Schedule A2] 412,000,000 412,000,000 Enter amounts from TOTAL row above in Schedule A2 Total Qualified Investment (sum of green cells) 412,000,000 412,000,000

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

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

Only tangible personal property that is specifically described in the application can become qualified property.

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

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

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.

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Applicant Name Enterprise Products Operating LLC.

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PROPERTY INVESTMENT AMOUNTS (Estimated Investment in each year. Do not put cumulative totals.) Column B Column C Column D Column E Column A New investment made during this year in New investment (original cost) in tangible Other investment made during this year that buildings or permanent nonremovable Other investment made during this year that Total Investment Tax Year personal property placed in service during will not become Qualified Property [SEE School Year components of buildings that will become will become Qualified Property (SEE NOTE) (A+B+C+D) (Fill in actual tax year this year that will become Qualified Property NOTF1 Qualified Property (YYYY-YYYY) Year Enter amounts from TOTAL row in Schedule A1 in the row below Total Investment from Schedule A1\* **TOTALS FROM SCHEDULE A1** Pre 2017-2018 16.480.000 16.480.000 Each year prior to start of value limitation period\*\* QTP1 2018-2019 2019 267,800,000 267,800,000 Insert as many rows as necessary QTP 2 2019-2020 2020 127,720,000 127,720,000 1 2020-2021 2021 2 2022 2021-2022 3 2022-2023 2023 4 2023-2024 2024 5 2024-2025 2025 Value limitation period\*\*\* 2025-2026 2026 6 2026-2027 2027 2027-2028 2028 8 9 2029 2028-2029 10 2030 2029-2030 Total Investment made through limitation 412,000,000 412,000,000 11 2030-2031 2031 12 2031-2032 2032 Continue to maintain viable presence 13 2032-2033 2033 2033-2034 2034 15 2034-2035 2035 16 2035-2036 2036 17 2036-2037 2037 18 2037-2038 2038 19 2039 2038-2039 2039-2040 2040 Additional years for 25 year economic impact as required by 313.026(c)(1) 21 2041 2040-2041 22 2041-2042 2042 23 2042-2043 2043 24 2043-2044 2044 2044-2045

- \* 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 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, 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.
- 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)

2/8/2018

Applicant Name Enterprise Products Operating LLC.

ISD Name Wink-Loving ISD

Date

Form 50-296A Revised May 2014

**Qualified Property Estimated Taxable Value** Estimated Total Market Value of tangible personal Market Value less any Tax Year Estimated Total Market property in the new exemptions (such as School Year (Fill in actual tax | Estimated Market Value of Value of new buildings or buildings or "in or on the pollution control) and Final taxable value for I&S Final taxable value for M&O (YYYY-YYYY) vear) YYYY Land other new improvements new improvements" before limitation after all reductions after all reductions Pre 2017-2018 2018 16,480,000 16,480,000 16,480,000 Each year prior to start of 2018-2019 2019 Value Limitation Period QTP1 284,280,000 284,280,000 284,280,000 Insert as many rows as necessary QTP21 2019-2020 2020 412,000,000 412,000,000 412,000,000 1 2020-2021 2021 398,914,880 25,000,000 403,760,000 398,914,880 2 2021-2022 2022 395,520,000 390,771,782 25,000,000 390,771,782 3 2022-2023 2023 387,280,000 382,628,685 382,628,685 25,000,000 4 2023-2024 2024 379,040,000 374,485,587 374,485,587 25.000.000 5 2024-2025 2025 366.342.490 25.000.000 370,800,000 366,342,490 Value Limitation Period 2025-2026 2026 358,199,392 362,560,000 358,199,392 25,000,000 2026-2027 2027 354,320,000 350,056,294 350,056,294 25,000,000 8 2027-2028 2028 346,080,000 341.913.197 341,913,197 25.000.000 9 2029 2028-2029 337,840,000 333,770,099 333,770,099 25,000,000 10 2030 2029-2030 329,600,000 325,627,002 325,627,002 25,000,000 11 2030-2031 2031 321,360,000 317,483,904 317,483,904 317,483,904 12 2031-2032 2032 313,120,000 309.340.806 309.340.806 309.340.806 Continue to maintain 13 2032-2033 2033 304,880,000 301,197,709 301,197,709 301,197,709 viable presence 14 2033-2034 2034 293,054,611 296,640,000 293,054,611 293,054,611 15 2034-2035 2035 288,400,000 284,911,514 284,911,514 284,911,514 16 2035-2036 2036 276.768.416 276.768.416 280.160.000 276.768.416 17 2036-2037 2037 271,920,000 268,625,318 268,625,318 268,625,318 18 2037-2038 2038 263,680,000 260,482,221 260,482,221 260,482,221 19 2038-2039 2039 255,440,000 252,339,123 252,339,123 252,339,123 Additional years for 20 2039-2040 2040 25 year economic impact 247,200,000 244,196,026 244,196,026 244,196,026 as required by 21 2040-2041 2041 238,960,000 236,052,928 236,052,928 236,052,928 313.026(c)(1) 22 2041-2042 2042 227,909,830 227,909,830 230,720,000 227,909,830 23 2042-2043 2043 222,480,000 219,766,733 219,766,733 219,766,733 24 2043-2044 2044 214,240,000 211,623,635 211,623,635 211,623,635 25 2044-2045 206.000.000 203.480.538 203,480,538 203,480,538

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
Applicant Name
ISD Name

# 2/8/2018 Enterprise Products Operating LLC. Wink-Loving ISD

Notes: See TAC 9.1051 for definition of non-qualifying jobs.

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

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Yes

No

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				Construction		Construction Non-Qualifying Jobs Qualifying		ng 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	500 FTE	65,000			65,000
Each year prior to start of	QTP1	2018-2019	2019	500 FTE	65,000			65,000
Value Limitation Period Insert as many rows as necessary	QTP2	2019-2020	2020	500 FTE	65,000		10	65,000
	1	2020-2021	2021				10	65,000
	2	2021-2022	2022				10	65,000
	3	2022-2023	2023				10	65,000
	4	2023-2024	2024				10	65,000
Value Limitation Period The qualifying time period could overlap the	5	2024-2025	2025				10	65,000
value limitation period.	6	2025-2026	2026				10	65,000
	7	2026-2027	2027				10	65,000
	8	2027-2028	2028				10	65,000
	9	2028-2029	2029				10	65,000
	10	2029-2030	2030				10	65,000
Years Following Value Limitation Period	11 through 25	2030-2045	2045				10	65,000

Only include jobs on the project site in this school district.

Are the cumulative number of qualifying jobs listed in Column D less than the number of qualifying jobs required by statute?

(25 Yes No lf yes, answer the following two questions:

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

#### Schedule D: Other Incentives (Estimated)

Form 50-296A

Date 2/8/2018

Applicant Name Enterprise Products Operating LLC.

ISD Name Wink-Loving ISD Revised May 2014

In continue Description	Taxing Entity	cal Incentives for which the Beginning Year of		Annual Tax Levy		A 151 / T 1
Incentive Description	(as applicable)	Benefit	Duration of Benefit	without Incentive	Annual Incentive	Annual Net Tax Levy
	County:					
Tax Code Chapter 311	City:					
	Other:					
	County: Loving					
Tax Code Chapter 312	City:					
	Other:					
	County: Loving	2020	10 Years	2,089,376	1,358,094	1,358,094
Local Government Code Chapters 380/381	City:					
	Other:					
Freeport Exemptions						
Non-Annexation Agreements						
Enterprise Zone/Project						
Economic Development Corporation						
Texas Enterprise Fund						
Employee Recruitment						
Skills Development Fund						
Training Facility Space and Equipment						
Infrastructure Incentives						
Permitting Assistance						
Other:						
Other:						
Other:						
Other:						
	•	•	TOTAL	2,089,376	1,358,094	1,358,094

Additional information on incentives for this project:						

# Economic Impact Analysis, other payments made in the state of other economic information

**Not Applicable** 

## **Description of Reinvestment Zone**

## **Guidelines and Criteria for Creating A Reinvestment Zone**

The reinvestment zone will be designated by the Loving County Commissioners Court under Chapter 312 of the Texas Tax Code, and which will also adopt Guidelines and Criteria for Tax Abatement. Applicant will provide copies upon adoption.

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

#### Texas Comptroller of Public Accounts

#### 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	Scathy Carman	Superintendent
	Print Name (Authorized School District Representative)	Title 0
sign here	Signature (Authorized School District Representative)	8-3-18 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	Curt Tate	Senior Tax Director	
	Print Name (Authorized Company Representative (Applicant))	Title	
sign here	Signature (Authorized Company Representative (Applicant))	July 10, 2018	

KALA HAMMONS
Notary ID # 1882635
My Commission Expires
August 7, 2020

GIVEN under my hand and seal of office this, the

lotary Public in and for the State of Texas

My Commission expires:

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.