

## Attachment A - Economic Impact Analysis

The following tables summarize the Comptroller's economic impact analysis of Targa Pipeline Mid-Continent Westtexas LLC (project) applying to Reagan County Independent School District (district), as required by Tax Code, 313.026 and Texas Administrative Code 9.1055(d)(2).

**Table 1** is a summary of investment, employment and tax impact of Targa Pipeline Mid-Continent Westtexas LLC.

Applicant	Targa Pipeline Mid-Continent Westtexas LLC
Tax Code, 313.024 Eligibility Category	Manufacturing
School District	Reagan County ISD
2017-2018 Average Daily Attendance	752
County	Reagan County
Proposed Total Investment in District	\$110,000,000
Proposed Qualified Investment	\$110,000,000
Limitation Amount	\$30,000,000
Qualifying Time Period (Full Years)	2020-2021
Number of new qualifying jobs committed to by applicant	10
Number of new non-qualifying jobs estimated by applicant	0
Average weekly wage of qualifying jobs committed to by applicant	\$865.70
Minimum weekly wage required for each qualifying job by Tax Code, 313.021(5)( B)	\$865.70
Minimum annual wage committed to by applicant for qualified jobs	\$45,016.40
Minimum weekly wage required for non-qualifying jobs	\$1,137.25
Minimum annual wage required for non-qualifying jobs	\$59,137
Investment per Qualifying Job	\$11,000,000
Estimated M&O levy without any limit (15 years)	\$14,990,250
Estimated M&O levy with Limitation (15 years)	\$7,198,016
Estimated gross M&O tax benefit (15 years)	\$7,792,234

**Table 2** is the estimated statewide economic impact of Targa Pipeline Mid-Continent Westtexas LLC (modeled).

Year	Employment			Personal Income		
	Direct	Indirect + Induced	Total	Direct	Indirect + Induced	Total
2019	150	248	398	\$6,752,460	\$26,247,540	\$33,000,000
2020	10	71	81	\$450,164	\$8,549,836	\$9,000,000
2021	10	63	73	\$450,164	\$7,549,836	\$8,000,000
2022	10	52	62	\$450,164	\$6,549,836	\$7,000,000
2023	10	45	55	\$450,164	\$6,549,836	\$7,000,000
2024	10	42	52	\$450,164	\$6,549,836	\$7,000,000
2025	10	41	51	\$450,164	\$6,549,836	\$7,000,000
2026	10	41	51	\$450,164	\$6,549,836	\$7,000,000
2027	10	42	52	\$450,164	\$6,549,836	\$7,000,000
2028	10	44	54	\$450,164	\$7,549,836	\$8,000,000
2029	10	45	55	\$450,164	\$7,549,836	\$8,000,000
2030	10	45	55	\$450,164	\$8,549,836	\$9,000,000
2031	10	46	56	\$450,164	\$8,549,836	\$9,000,000
2032	10	47	57	\$450,164	\$8,549,836	\$9,000,000
2033	10	48	58	\$450,164	\$9,549,836	\$10,000,000

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

Year	Estimated Taxable Value for I&S	Estimated Taxable Value for M&O	Tax Rate*	Reagan County ISD I&S Tax Levy	Reagan County ISD M&O Tax Levy	Reagan County M&O and I&S Tax Levies	Reagan County Tax Levy	Santa Rita Water District Tax Levy	Estimated Total Property Taxes
				<b>0.1200</b>	<b>1.1500</b>		<b>0.5483</b>	<b>0.0056</b>	
2020	\$110,000,000	\$110,000,000		\$132,000	\$1,265,000	\$1,397,000	\$603,163	\$6,127	\$2,006,290
2021	\$106,700,000	\$106,700,000		\$128,040	\$1,227,050	\$1,355,090	\$585,068	\$5,943	\$1,946,101
2022	\$103,400,000	\$103,400,000		\$124,080	\$1,189,100	\$1,313,180	\$566,973	\$5,759	\$1,885,913
2023	\$100,100,000	\$100,100,000		\$120,120	\$1,151,150	\$1,271,270	\$548,878	\$5,576	\$1,825,724
2024	\$96,800,000	\$96,800,000		\$116,160	\$1,113,200	\$1,229,360	\$530,783	\$5,392	\$1,765,535
2025	\$93,500,000	\$93,500,000		\$112,200	\$1,075,250	\$1,187,450	\$512,689	\$5,208	\$1,705,347
2026	\$90,200,000	\$90,200,000		\$108,240	\$1,037,300	\$1,145,540	\$494,594	\$5,024	\$1,645,158
2027	\$86,900,000	\$86,900,000		\$104,280	\$999,350	\$1,103,630	\$476,499	\$4,840	\$1,584,969
2028	\$83,600,000	\$83,600,000		\$100,320	\$961,400	\$1,061,720	\$458,404	\$4,657	\$1,524,780
2029	\$80,300,000	\$80,300,000		\$96,360	\$923,450	\$1,019,810	\$440,309	\$4,473	\$1,464,592
2030	\$77,000,000	\$77,000,000		\$92,400	\$885,500	\$977,900	\$422,214	\$4,289	\$1,404,403
2031	\$73,700,000	\$73,700,000		\$88,440	\$847,550	\$935,990	\$404,119	\$4,105	\$1,344,214
2032	\$70,400,000	\$70,400,000		\$84,480	\$809,600	\$894,080	\$386,024	\$3,921	\$1,284,026
2033	\$67,100,000	\$67,100,000		\$80,520	\$771,650	\$852,170	\$367,929	\$3,737	\$1,223,837
2034	\$63,800,000	\$63,800,000		\$76,560	\$733,700	\$810,260	\$349,835	\$3,554	\$1,163,648
			<b>Total</b>	<b>\$1,564,200</b>	<b>\$14,990,250</b>	<b>\$16,554,450</b>	<b>\$7,147,482</b>	<b>\$72,605</b>	<b>\$23,774,537</b>

Source: CPA, Targa Pipeline Mid-Continent Westtexas LLC

\*Tax Rate per \$100 Valuation

