POWELL & LEON, LLP

108 Wild Basin Road, Suite 100, Austin, TX 78746 T: (512) 494-1177 F: (512) 494-1188

November 28, 2018

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

Re: Application for a Chapter 313 Value Limitation Agreement between the Barbers Hill Independent School District and Enterprise Products Operating LLC (PDH3 Project)

First Year of Qualifying Time Period – 2022; First Year of Limitation – 2024

Dear Local Government Assistance and Economic Analysis Division:

The Barbers Hill 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 November 12, 2018. The Application was determined to be complete on November 27, 2018. The Applicant proposes to construct a Propane Dehydrogenation (PDH3) unit at the Mont Belvieu Manufacturing Complex in Chambers County, with a designated propylene production capacity of 1.654 billion pounds per year.

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 Chambers 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: mmccullough@chamberscad.org*
Mr. Mitch McCullough, Chief Appraiser, Chambers County Appraisal District

Via Electronic Mail: gpoole@bhisd.net
Dr. Greg Poole, Superintendent of Schools, Barbers Hill ISD

Via Electronic Mail: ctate@eprod.com
Mr. Curt Tate, Senior Tax Director, Enterprise Products Operating LLC

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

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Confidential—Not for Public Disclosure

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Re: Application for a Chapter 313 Value Limitation Agreement between the Barbers Hill Independent School District and Enterprise Products Operating LLC (PDH3 Project)

First Year of Qualifying Time Period – 2022; First Year of Limitation – 2024

Dear Local Government Assistance and Economic Analysis Division:

Attached please find the portions of the Application made to the Barbers Hill Independent School District Board of Trustees by Enterprise Products Operating LLC for which Enterprise Products Operating LLC seeks to assert confidentiality in accordance to Texas Government Code §552.101. The Applicant has provided, attached, the legal citations under which it seeks to protect confidential and proprietary information that, if released, would place Enterprise Products Operating LLC at a disadvantage in the competitive market conditions under which the company currently operates.

The District respectfully requests that the marked portions of the Application be separated from the publicly viewable portion of the Application and that these sections not be voluntarily released to the public.

Thanks so much for your kind attention to this matter.

Respectfully submitted,

Sara Hardner Leon

Enclosures

cc: *Via Electronic Mail: gpoole@bhisd.net*
Dr. Greg Poole, Superintendent of Schools, Barbers Hill ISD

Via Electronic Mail: ctate@eprod.com
Mr. Curt Tate, Senior Tax Director, Enterprise Products Operating LLC

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

Enterprise Products

P.O. Box 4018 Houston, Texas 77210-4018 713.880.6500
1100 Louisiana Houston, Texas 77210-4018 **www.epplp.com**

November 12, 2018

Barbers Hill ISD
Dr. Greg Poole
PO BOX 1108
Mont Belvieu, TX 77580

Re: **Application for Chapter 313 Value Limitation Agreement**

Dear Dr. Poole:

Enterprise Products Operating LLC ("Enterprise") is proposing a new Propane Dehydrogenation (PDH3) unit at our Mont Belvieu complex in Chambers County. This manufacturing unit will have the designated propylene production capacity of 1.654 billion pounds per year. The estimated total project investment is in excess of $1.229 Billion. We are respectfully requesting an agreement for limitation on appraised value on qualified property under Chapter 313, Tex. Tax Code.

We believe this proposed new PDH3 plant investment demonstrates our commitment to growing our economic presence in the Mont Belvieu area promoting economic growth and jobs for your community.

We appreciate your consideration of our application. Please feel free to contact me if you need any additional information by telephone at 713-381-8071 or by email at ctate@eprod.com.

Sincerely,

Curt Tate
Sr. Tax Director

Enclosures

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

November 12, 2018
Date Application Received by District

Greg
First Name

Poole
Last Name

Superintendent of Schools
Title

Barbers Hill Independent School District
School District Name

9600 EAGLE DR
Street Address

P O BOX 1108
Mailing Address

Mont Belvieu
City

TX
State

77580-1108
ZIP

281-576-2221
Phone Number

281-576-3410
Fax Number

Mobile Number (optional)

bmcmanus@bhisd.net
Email Address

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

SECTION 1: School DIstrict Information *(continued)*

3. Authorized School District Consultant ***(If Applicable)***

First Name: Sara
Last Name: Leon
Title: Attorney
Firm Name: Powell & Leon, LLP
Phone Number: (512) 494-1177
Fax Number: (512) 494-1188
Mobile Number *(optional)*:
Email Address: sleon@powell-leon.com

4. On what date did the district determine this application complete? . . . . . November 27, 2018

5. Has the district determined that the electronic copy and hard copy are identical? . . . . . ☑ Yes ☐ No

SECTION 2: Applicant Information

1. Authorized Company Representative ***(Applicant)***

First Name: Curt
Last Name: Tate
Title: Senior Tax Director
Organization: Enterprise Products Operating LLC
Street Address: 1100 Louisiana Street
Mailing Address: P.O. Box 4018
City: Houston
State: Texas
ZIP: 77210-4018
Phone Number: 713-381-8071
Fax Number: 713-887-7139
Mobile Number *(optional)*:
Business Email Address: ctate@eprod.com

2. Will a company official other than the authorized company representative be responsible for responding to future 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 information related to this application? . . . . . ☑ Yes ☐ No

SECTION 2: Applicant Information (continued)

4. Authorized Company Consultant *(If Applicable)*

First Name: Tim
Last Name: Young
Title: Attorney
Firm Name: Ikard Wynne LLP
Phone Number: 512-275-7894
Fax Number: 512-275-7333
Business Email Address: tim@ikardwynne.com

SECTION 3: Fees and Payments

1. Has an application fee been paid to the school district? ☑ Yes ☐ 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.

2. 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 ☑ No ☐ N/A
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)? ☐ Yes ☑ No ☐ N/A

SECTION 4: Business Applicant Information

1. What is the legal name of the applicant under which this application is made? Enterprise Products Operating LLC
2. List the Texas Taxpayer I.D. number of entity subject to Tax Code, Chapter 171 *(11 digits)* 12604305396
3. List the NAICS code 325120
4. Is the applicant a party to any other pending or active Chapter 313 agreements? ☑ Yes ☐ No

   4a. If yes, please list application number, name of school district and year of agreement

   See attachment 4(a) attached as Exhibit 1.

SECTION 5: Applicant Business Structure

1. Identify Business Organization of Applicant *(corporation, limited liability corporation, etc)* Limited Liability Company
2. Is applicant a combined group, or comprised of members of a combined group, as defined by Tax Code §171.0001(7)? ☑ Yes ☐ 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.
3. Is the applicant current on all tax payments due to the State of Texas? ☑ Yes ☐ No
4. Are all applicant members of the combined group current on all tax payments due to the State of Texas? ☑ Yes ☐ No ☐ N/A
5. 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**)*

   N/A

SECTION 6: Eligibility Under Tax Code Chapter 313.024

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

SECTION 7: Project Description

1. In **Tab 4**, attach a detailed description of the scope of the proposed project, including, at a minimum, the type and planned use of real and tangible personal property, the nature of the business, a timeline for property construction or installation, and any other relevant information.
2. Check the project characteristics that apply to the proposed project:
   - ☑ Land has no existing improvements
   - ☐ Land has existing improvements *(complete Section 13)*
   - ☐ Expansion of existing operation on the land *(complete Section 13)*
   - ☐ Relocation within Texas

SECTION 8: Limitation as Determining Factor

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

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

SECTION 9: Projected Timeline

1. Application approval by school board . . . . . 4th Qtr 2018
2. Commencement of construction . . . . . 1st Qtr 2020
3. Beginning of qualifying time period . . . . . Deferral 2022
4. First year of limitation 2024
5. Begin hiring new employees . . . . . 1st Qtr 2023
6. Commencement of commercial operations . . . . . 3rd Qtr 2023
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)*? . . . . . ☑ Yes ☐ No

   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? . . . . . 3rd Qtr 2023

SECTION 10: The Property

1. Identify county or counties in which the proposed project will be located: Chambers County
2. Identify Central Appraisal District (CAD) that will be responsible for appraising the property: Chambers CAD
3. Will this CAD be acting on behalf of another CAD to appraise this property? . . . . . ☐ Yes ☑ No
4. List all taxing entities that have jurisdiction for the property, the portion of project within each entity and tax rates for each entity:

   County: Chambers County; .552689; 100% *(Name, tax rate and percent of project)*

   City: City of Baytown ETJ; 0.82203; 100% *(Name, tax rate and percent of project)*

   Hospital District: N/A *(Name, tax rate and percent of project)*

   Water District: N/A *(Name, tax rate and percent of project)*

   Other *(describe)*: N/A *(Name, tax rate and percent of project)*

   Other *(describe)*: N/A *(Name, tax rate and percent of project)*
5. Is the project located entirely within the ISD listed in Section 1? . . . . . ☑ Yes ☐ No

   5a. If no, attach in **Tab 6** additional information on the project scope and size to assist in the economic analysis.
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 **Tab 6** supporting documentation from the Office of the Governor.

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. For assistance in determining estimates of these minimums, access the Comptroller's website at **comptroller.texas.gov/economy/local/ch313/**.

1. At the time of application, what is the estimated minimum qualified investment required for this school district? 80,000,000.00
2. What is the amount of appraised value limitation for which you are applying? 80,000,000.00

   Note: 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. Attach a description of the qualified investment [See §313.021(1).] The description must include:
   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**);
   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
   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**).
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

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:
   - 1a. 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**);
   - 1b. a description of any new buildings, proposed new improvements or personal property which you intend to include as part of your qualified property (**Tab 8**); 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)? . . . . . ☐ Yes ☑ No
   - 2a. If yes, attach complete documentation including:
     - a. legal description of the land (**Tab 9**);
     - 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 (**Tab 9**);
     - c. owner (**Tab 9**);
     - d. the current taxable value of the land. Attach estimate if land is part of larger parcel (**Tab 9**); and
     - e. a detailed map showing the location of the land with vicinity map (**Tab 11**).
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 (**Tab 16**);
     - d. guidelines and criteria for creating the zone (**Tab 16**); 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? . . . . . _____

SECTION 13: Information on Property Not Eligible to Become Qualified Property

1. In **Tab 10**, attach a specific and detailed description of all **existing property**. 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 **Tab 10**, attach a specific and detailed description of all **proposed new property that will not become new improvements** 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;
   - c. 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): . . . . . $ 0.00
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.

6. Total estimated market value of proposed property not eligible to become qualified property *(that property described in response to question 2)*: . . . . . $ 0.00

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 cannot become qualified property on Schedule B.

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)? 0

2. What is the last complete calendar quarter before application review start date:

   ☐ First Quarter ☐ Second Quarter ☐ Third Quarter ☑ Fourth Quarter of 2018 (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)? 4,512

   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? 25

5. What is the number of new non-qualifying jobs you are estimating you will create? 0

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 1,190.75

   b. 110% of the average weekly wage for manufacturing jobs in the county is 2,426.88

   c. 110% of the average weekly wage for manufacturing jobs in the region is 1,273.36

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? 66,214.72

10. What is the annual wage you are committing to pay for each of the new qualifying jobs you create on the qualified property? 67,000.00

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**.

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 Greg Poole
Print Name *(Authorized School District Representative)*

Superintendent
Title

sign here
Signature *(Authorized School District Representative)*

11/13/2018
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
Signature *(Authorized Company Representative (Applicant))*

November 7, 2018
Date

NOTARY PUBLIC STATE OF TEXAS
KALA HAMMONS
Notary ID # 1882635
My Commission Expires
August 7, 2020

(Notary Seal)

GIVEN under my hand and seal of office this, the

7th day of November, 2018

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.

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	Maps that clearly show: a) Project vicinity 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 c) Qualified property including location of new buildings or new improvements d) Existing property e) Land location within vicinity map f) Reinvestment or Enterprise Zone within vicinity map, showing the actual or proposed boundaries and size **Note:** Electronic maps should be high resolution files. Include map legends/markers.
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	Description of Reinvestment or Enterprise Zone, including: a) evidence that the area qualifies as a enterprise zone as defined by the Governor's Office b) legal description of reinvestment zone* c) order, resolution or ordinance establishing the reinvestment zone* d) guidelines and criteria for creating the zone* *** To be submitted with application or before date of final application approval by school board**
17	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
Barbers Hill ISD No. 1272	Enterprise Products Operating, LLC	7/9/2018	2021
Carthage ISD No. 1270	BTA Gas Processing, LLC	6/26/2018	2021
Wink-Loving ISD No. 1278	Enterprise Products Operating, LLC	8/7/2018	2021

Tab # 2

Proof of Payment of Application Fee

Check for the Application fee requested

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)

Tab # 3

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

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TX2018 Ver. 9.0 05-165 (Rev.9-11/3)

Texas Franchise Tax Extension Affiliate List

■ Tcode 13298

■ 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. ENTERPRISE PRODUCTS OLPGP INC	12004832015	☐
2. ENTERPRISE GTMGP LLC	32011348052	☒
3. ENTERPRISE PRODUCTS OPERATING LLC	12604305396	☐
4. ENTERPRISE PRODUCTS TEXAS OPERATING LLC	32033241277	☐
5. CHUNCHULA PIPELINE CO LLC	17605733926	☐
6. HSC PIPELINE PARTNERSHIP LLC	12604307731	☐
7. SORRENTO PIPELINE COMPANY LLC	17605733884	☐
8. CAJUN PIPELINE COMPANY LLC	17605733942	☐
9. ENTERPRISE LOU-TEX NGL PIPELINE LP	17606156218	☐
10. PORT NECHES PIPELINE LLC	32033241426	☐
11. PORT NECHES GP LLC	14320514335	☐
12. GROVES RGP PIPELINE LLC	32033241269	☐
13. MAPLETREE LLC	32008535687	☐
14. MID-AMERICA PIPELINE COMPANY LLC	11326187801	☐
15. ENTERPRISE TERMINALS & STORAGE LLC	17316595366	☐
16. SEMINOLE PIPELINE COMPANY	17310998624	☐
17. OLEFINS TERMINAL LLC	10613112969	☐
18. ENTERPRISE NGL PIPELINE LLC	17605901721	☐
19. ENTERPRISE GAS PROCESSING LLC	32000814668	☐
20. ENTERPRISE NGL PRIVATE LINES & STOR	17605601230	☐
21. ENTERPRISE FRACTIONATION LLC	17605595838	☐

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.

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Texas Franchise Tax Extension Affiliate List

■ Tcode 13298

■ 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. ENTERPRISE HYDROCARBONS LP	17427797521	☐
2. 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

■ Tcode 13298

■ 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. CYPRESS GAS MARKETING LLC	17606192734	☐
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	☐
7. 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	13521670102	☐
15. ENTERPRISE MARINE SERVICES LLC	32036641424	☐
16. ENTERPRISE CRUDE GP LLC	17606569634	☐
17. ENTERPRISE REFINED PRODUCTS COMPANY LLC	12056619377	☐
18. ENTERPRISE TE PRODUCTS PIPELINE COMPANY LLC	12604310461	☐
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

■ Tcode 13298

■ 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. 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	☐
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	☐
18. ENTERPRISE REFINED PRODUCTS MARKETING CO. LLC	32042316094	☐
19. ENTERPRISE PRODUCTS PIPELINE COMPANY LLC	17602440707	☐
20. ENTERPRISE TE INVESTMENTS LLC	17604475172	☐
21. ENTERPRISE PELICAN PIPELINE LP	32036470576	☐

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TX2018 Ver. 9.0 05-165 (Rev.9-11/3)

Texas Franchise Tax Extension Affiliate List

■ Tcode 13298

■ 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. 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. ENTERPRISE HOUSTON SHIP CHANNEL GP LLC	32003152140	☐
7. ENTERPRISE BEAUMONT MARINE WEST LP	15221051855	☐
8. ENTERPRISE BEAUMONT MARINE WEST GP LLC	32044631995	☐
9. ENTERPRISE TERMINALING SERVICES GP LLC	32044313164	☐
10. ENTERPRISE TERMINALING SERVICES LP	32044313115	☐
11. ENTERPRISE NATURAL GAS PIPELINE LLC	32056290938	☐
12. RED RIVER CRUDE OIL LLC	32058406870	☐
13. RED RIVER CRUDE PIPELINE LLC	32058406896	☐
14. ENTERPRISE ACQUISITION HOLDINGS LLC	32057061049	☐
15. ENTERPRISE FIELD SERVICES (offshore) LLC	32057284526	☐
16. Enterprise Mont Belvieu Program Company	17601913076	☐
17. EFS Midstream LLC	32041922397	☐
18. Enterprise GTMGP LLC	32011348052	☒
19. Adamana Land Company LLC	260430539	☒
20. Norco-Taft Pipeline LLC	32038546837	☒
21. Enterprise White River Hub LLC	262204315	☒

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Tab # 4

Detailed Description of the Project

Proposed Project Description

Enterprise Products Operating LLC (Enterprise) currently operates its Mont Belvieu Manufacturing Complex in Chambers County. Enterprise proposes to construct a Propane Dehydrogenation (PDH3) unit at the Complex with a designated propylene production capacity of 1.654 billion pounds per year. A hydrogen byproduct will also be produced. Both the propylene and hydrogen products will be sent offsite via pipeline to enter the stream of commerce.

Manufacturing Process

Fresh propane feed is fed to the reactors, where dehydrogenation of propane takes place and propylene is formed as a product. The reactor effluent is compressed and cooled to separate a hydrogen rich off-gas, and the condensed hydrocarbon liquid which consists of mainly propylene and propane is then further processed by the cryogenic separation to obtain pure propylene product. The un-reacted propane is recycled to the reaction section. The hydrogen rich off-gas is sent a hydrogen recovery unit (PSA) to recover the hydrogen.

PDH Manufacturing proposed facility - List of Improvements

Plant Components

- Reactor section that converts propane feed to propylene
- Product separation system
- Utility systems to support process demands
- Cooling tower
- Hydrogen Recovery Unit (PSA)
- Ancillary tanks
- Emergency pumps and engines
- Process flare
- Wastewater treatment facilities.

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?**

   The Applicant has not entered into any agreement with respect to the proposed project.

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

   Attached as Tab #11 is a depiction of the proposed project site. There are no existing improvements at the proposed project site.

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

   Applicant has not made public statements regarding the potential development of the proposed project.

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 that can

and do move product to and from Texas. This allows potential manufacturing facilities to be located in St. Martin Parish, or Assumption Parish, Louisiana and the resulting manufactured product transported 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.

<u>Key Determining factors:</u>

- 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 AND SECTION 552.101 OF THE TEXAS GOVERNMENT 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 # 6

Description of how project is located in more than one district…

Not applicable to this proposed project

Tab # 7

Detailed Description of Qualified Investment

Proposed Project Description

Enterprise Products Operating LLC (Enterprise) currently operates its Mont Belvieu Manufacturing Complex in Chambers County. Enterprise proposes to construct a Propane Dehydrogenation (PDH3) unit at the Complex with a designated propylene production capacity of 1.654 billion pounds per year. A hydrogen byproduct will also be produced. Both the propylene and hydrogen products will be sent offsite via pipeline to enter the stream of commerce.

Manufacturing Process

Fresh propane feed is fed to the reactors, where dehydrogenation of propane takes place and propylene is formed as a product. The reactor effluent is compressed and cooled to separate a hydrogen rich off-gas, and the condensed hydrocarbon liquid which consists of mainly propylene and propane is then further processed by the cryogenic separation to obtain pure propylene product. The un-reacted propane is recycled to the reaction section. The hydrogen rich off-gas is sent a hydrogen recovery unit (PSA) to recover the hydrogen.

PDH Manufacturing proposed facility - List of Improvements

Plant Components

- Reactor section that converts propane feed to propylene
- Product separation system
- Utility systems to support process demands
- Cooling tower
- Hydrogen Recovery Unit (PSA)
- Ancillary tanks
- Emergency pumps and engines
- Process flare
- Wastewater treatment facilities.

Tab # 8

Detailed Description of Qualified Property

Proposed Project Description

Enterprise Products Operating LLC (Enterprise) currently operates its Mont Belvieu Manufacturing Complex in Chambers County. Enterprise proposes to construct a Propane Dehydrogenation (PDH3) unit at the Complex with a designated propylene production capacity of 1.654 billion pounds per year. A hydrogen byproduct will also be produced. Both the propylene and hydrogen products will be sent offsite via pipeline to enter the stream of commerce.

Manufacturing Process

Fresh propane feed is fed to the reactors, where dehydrogenation of propane takes place and propylene is formed as a product. The reactor effluent is compressed and cooled to separate a hydrogen rich off-gas, and the condensed hydrocarbon liquid which consists of mainly propylene and propane is then further processed by the cryogenic separation to obtain pure propylene product. The un-reacted propane is recycled to the reaction section. The hydrogen rich off-gas is sent a hydrogen recovery unit (PSA) to recover the hydrogen.

PDH Manufacturing proposed facility - List of Improvements

Plant Components

- Reactor section that converts propane feed to propylene
- Product separation system
- Utility systems to support process demands
- Cooling tower
- Hydrogen Recovery Unit (PSA)
- Ancillary tanks
- Emergency pumps and engines
- Process flare
- Wastewater treatment facilities.

Tab # 9

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).

431.0 ACRES

FIELD NOTES of a 431.0 acre tract of land situated in the Hannah Nash League, Abstract No.

20, Chambers County, Texas, being out of and a part of the residue of 2214 acres conveyed to Albert N. Nelson, Jr., by Albert N. Nelson, et ux, by deed dated December 31, 1959, and recorded in Volume 218 at Page 248 of the Deed Records of Chambers County, Texas, and a

13.354 acre tract of land conveyed to Albert N. Nelson, Jr., et al, by Chambers County, Texas, by deed dated September 1, 1995, and recorded in Volume 276 at Page 338 of the Official Public Records of Chambers County, Texas. This 431.0 acre tract of land is more particularly described by metes and bounds as follows, to-wit:

NOTE: Bearings indicated hereon are based on field ties to monumentation indicated in a survey map dated December 14, 2010, certified on December 15, 2010, prepared by Michael Chandler and titled, "SURVEY OF TWO TRACTS OF LAND SITUATED IN THE HANNAH NASH SURVEY A-20 CHAMBERS COUNTY, TEXAS".

BEGINNING (P.O.B.-TRACT 1) at a capped iron rod found for the Southeast comer of this tract of land, a Southeast comer of said residue of 2214 acres, the Southwest comer of a 6.854 acre tract of land called Tract 1 conveyed to Missouri Pacific Railroad Company by Albert N. Nelson, Jr., et al, by deed dated August 31, 1995, and recorded in Volume 279 at Page 567 of the Official Public Records of Chambers County, Texas, the Northwest comer of a 1.576 acre easement conveyed to Missouri Pacific Railroad Company by Patti K. Kroll by deed dated August 3, 1995, and recorded in Volume 277 at Page 184 of the Official Public Records of Chambers County, Texas, and in the North line of 117.91 acres conveyed to Patti K. Kroll by Irene Ulrich Massey by deed dated July 3, 1990, and recorded in Volume 184 at Page 85 of the Official Public Records of Chambers County, Texas.

THENCE South 77°53'02" West with the South line of this tract of land, the South line of said residue of 2214 acres, and the North line of said 117.91 acres a distance of 3895.55 feet to a ½ inch iron rod found for the Southwest comer of this tract of land, a Southwest comer of said residue of 2214 acres, and the Southeast comer of a 32.35 acre tract of land called Tract 1 awarded to Coastal Industrial Water Authority by instrument dated February 23, 1973, and recorded in Volume 359 at Page 119 of the Deed Records of Chambers County, Texas. From this comer a 5/8 inch iron rod found for the Northwest comer of said 117.91 acres, and the

Northeast comer of 110.79 acres called Parcel "A" conveyed to Coastal Industrial Water Authority by Lillian U. Keyser, et al, by deed dated January 30, 1970, and recorded in Volume

312 at Page 473 of the Deed Records of Chambers County, Texas, bears South 77°53'02" West a distance of 43.87 feet ,

THENCE North 12°08'29" West with a West line of this tract of land, a West line of said residue of 2214 acres, and an East line of said 32.35 acres, at a distance of 1.57 feet found a 5/8 inch iron rod, in all a total distance of 69.21 feet to a Y2 inch iron rod found for an interior comer of this tract of land, an interior comer of said residue of 2214 acres, and a Northeast comer of said

32.35 acres.

THENCE South 77°51'31" West with a South line of this tract of land, a South line of said residue of 2214 acres, and a North line of said 32.35 acres a distance of 40.53 feet to a inch iron rod found for a Southwest comer of this tract of land, a Southwest comer of said residue of

2214 acres, and an interior comer of said 32.35 acres.

THENCE in a Northerly direction with a West line of this tract of land, a West line of said residue of 2214 acres, an East line of said 32.35 acres, and a curve to the right, having a central angle of 33°56'10", a radius of 735.00 feet, an arc length of 435.34 feet, and a chord bearing and distance of North 04°45'25" East 429.00 feet to a inch iron rod found for the point of tangency of this tract of land.

THENCE North 21°20'31" East with a West line of this tract of land, a West line of said residue of 2214 acres, and an East line of said 32.35 acres a distance of 4813.02 feet to a inch iron rod found for an angle comer of this tract of land, an angle comer of said residue of 2214 acres, the Northeast comer of said 32.35 acres, and the Southeast comer of a 6.05 acre tract of land conveyed to Coastal Industrial Water Authority by Vera Honsinger, et al, by deed dated June 4,

1971, and recorded in Volume 328 at Page 697 of the Deed Records of Chambers County, Texas.

THENCE North 21°27'31" East with a West line of this tract of land, a West line of said residue of 2214 acres, and an East line of said 6.05 acres a distance of 72.87 feet to a 2 inch iron pipe found for the Northwest corner of this tract of land, the Northwest comer of said residue of 2214 acres, the Southwest comer of a 5.999 acre tract of land conveyed to Shawn Pool by Robert W. Jay, et ux, by deed dated July 13, 2009, and recorded in Volume 1128 at Page 228 of the Official Public Records of Chambers County, Texas, in the North line of said Nash League, and in the South line of theW. B. Bass Survey, Abstract No. 596, Chambers County, Texas.

THENCE North 78°21'04" East with a North line of this tract of land, a North line of said residue of 2214 acres, the North line of said Nash League, the South line of said Bass Survey, and the South line of said 5.999 acres a distance of 823.17 feet to a 2 inch iron pipe found for a Northeast corner of this

tract of land, a Northeast corner of said residue of 2214 acres, and in the occupied West right of way line of Old Hatcherville Road.

THENCE South 31°56'22" East with an East line of this tract of land, an East line of said residue of 2214 acres, and the occupied West right of way line of Old Hatcherville Road a distance of

42.62 feet to a I inch iron pipe found for an interior comer of this tract of land, an interior comer

of said residue of 2214 acres, and an angle comer of Old Hatcherville Road.

THENCE North 77°52'50" East with a North line of this tract of land, a North line of said residue of2214 acres, the South right of way line of Old Hatcherville Road, and the South right of way line of New Hatcherville Road a distance of 2676.93 feet to a 5/8 inch iron rod found bent for the Northeast comer of this tract of land, the Northeast comer of said residue of 2214 acres, and an angle comer of said Hatcherville Road.

THENCE South 13°31'09" East with an East line of this tract of land, an East line of said residue of2214 acres, and the West right of way line of Hatcherville Road a distance of 1753.00 feet to a Yz inch iron rod found for a Southeast comer of this tract of land, a Southeast comer of said residue of2214 acres, and the North or Northeast comer of a 1.262 acre tract of land called Tract

3 conveyed to Missouri Pacific Railroad Company by Albert N. Nelson, Jr., et al, by deed dated August 31, 1995, and recorded in Volume 279 at Page 567 of the Official Public Records of Chambers County, Texas. From this comer a Yz inch iron rod found bent in the West right of way line of Hatcherville Road bears South 13°31'09" East a distance of 826.43 feet.

THENCE South 39°04'00" West with an East line of this tract of land, an East line of said residue of 2214 acres, the West line of said 1.262 acres, the West line of 0.3214 of an acre tract of land called Tract 2, and a 6.854 acre tract of land called Tract 1 conveyed to Missouri Pacific Railroad Company in said deed recorded in Volume 279 at Page 567 of the Official Public Records of Chambers County, Texas, a distance of 1931.82 feet to a Yz inch iron rod found for the point of curvature of this tract of land.

THENCE in a Southerly direction with an East line of this tract of land, an East line of said residue of 2214 acres, the West line of said 6.854 acres, an a curve to the left, having a central angle of 26°38'41", a radius of 1960.10 feet, an arc length of 911.52 feet, and a chord bearing and distance of South 25°44'39" West 903.33 feet to a Yz inch iron rod found for the point of tangency of this tract ofland.

THENCE South 12°25'19" West with an East line of this tract of land, an East line of said residue of 2214 acres, and the West line of said 6.854 acres a distance of 915.31 feet to the **PLACE OF BEGINNING,** containing within said boundaries 431.0 acres of land, more or less.

Tab # 10

Description of all property not eligible to become qualified property

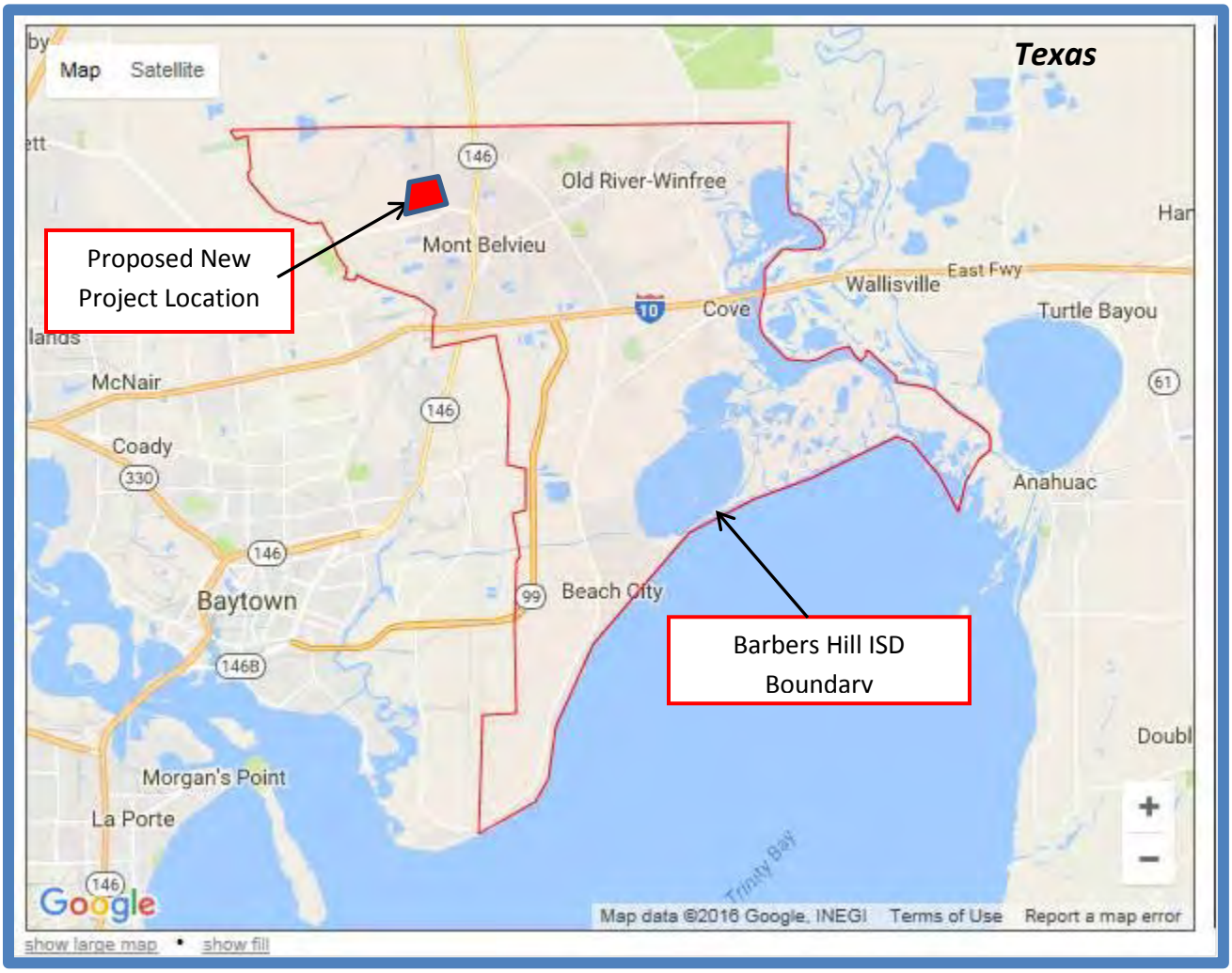
<u>Not Applicable</u> – All property will be eligible to become qualified property

Tab # 11

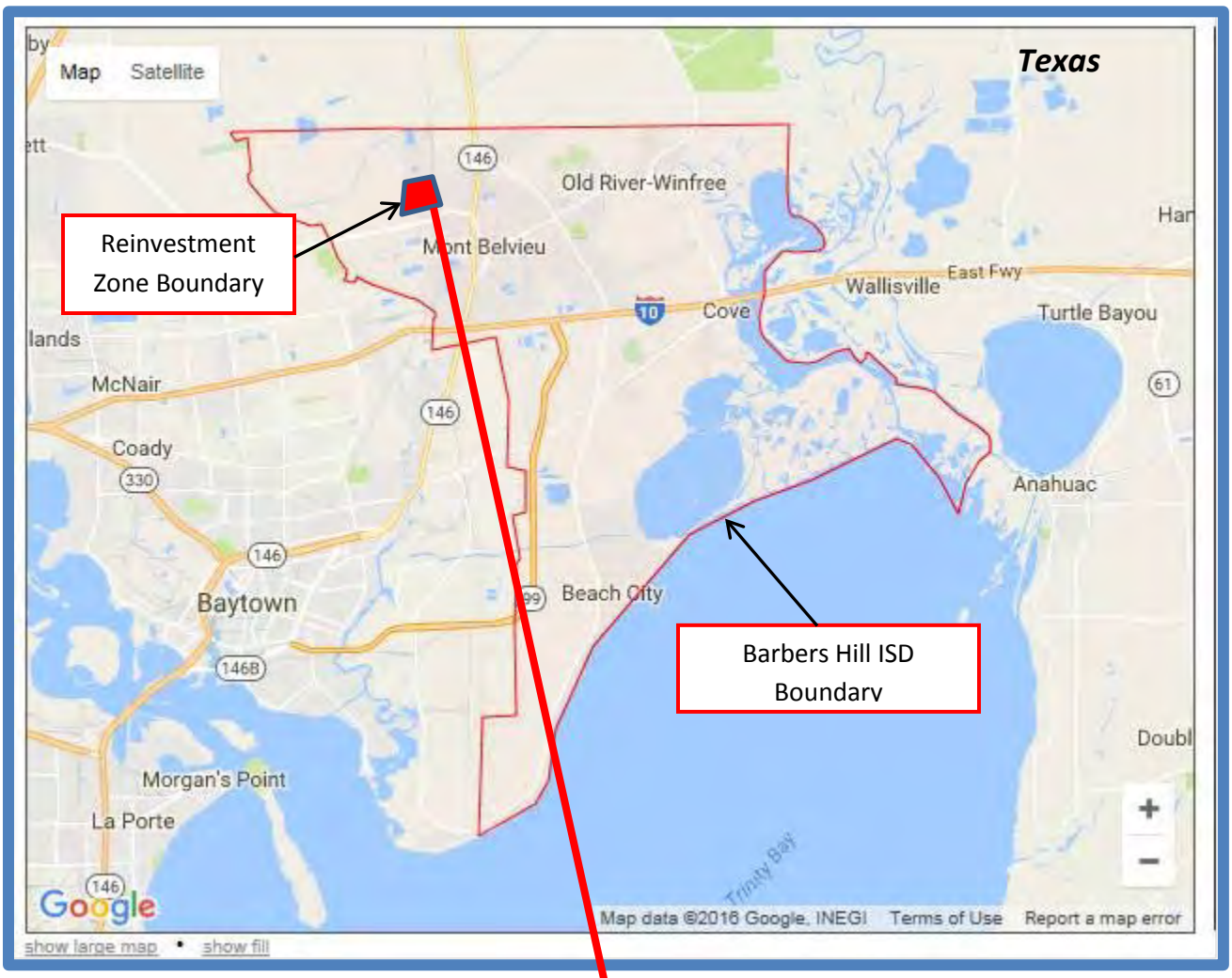
Maps that clearly show:

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) **NO Existing Property –** See Tab #10 and map labeled "Reinvestment Zone Map".
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 “Reinvestment Zone Map”

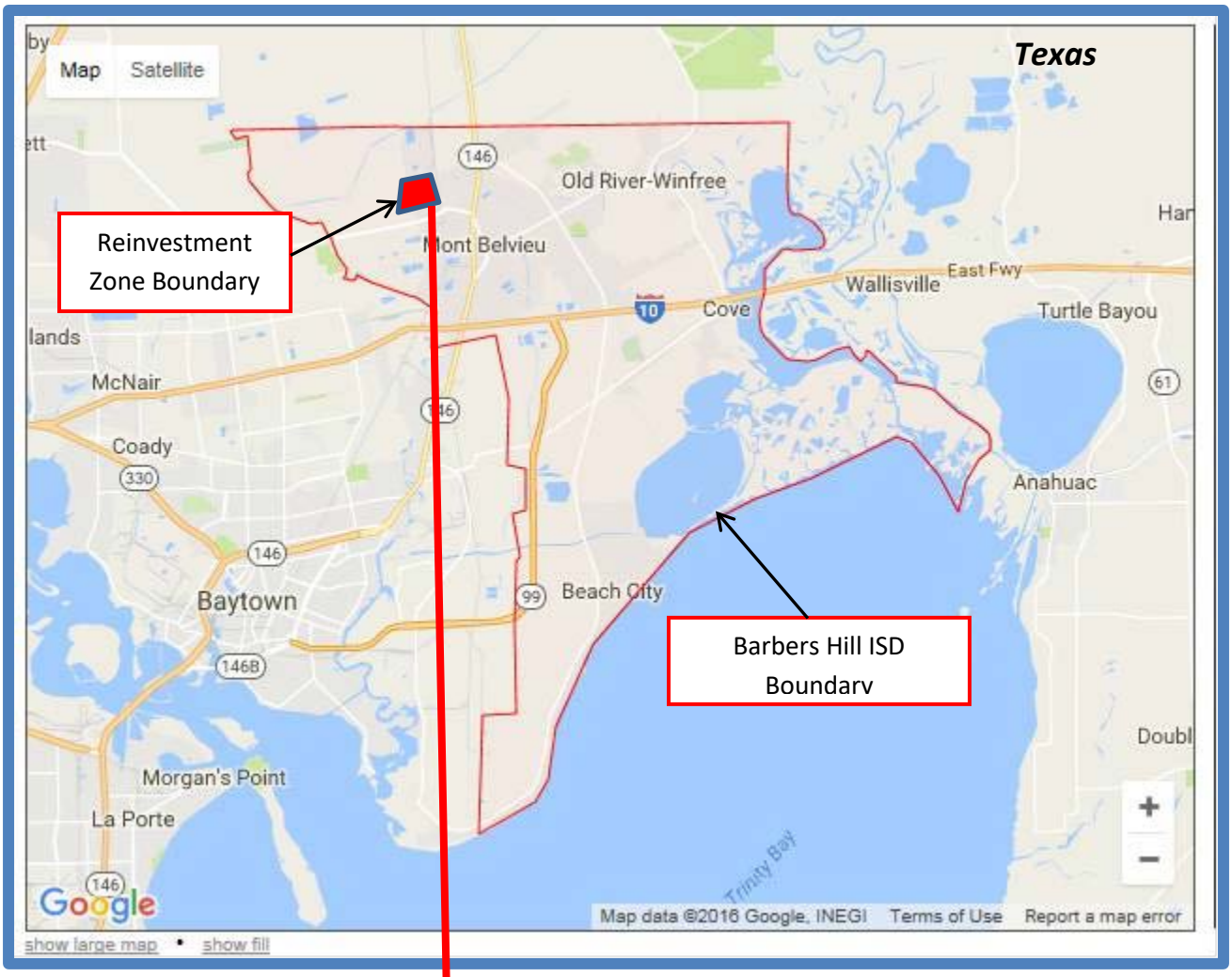
Project Vicinity Map

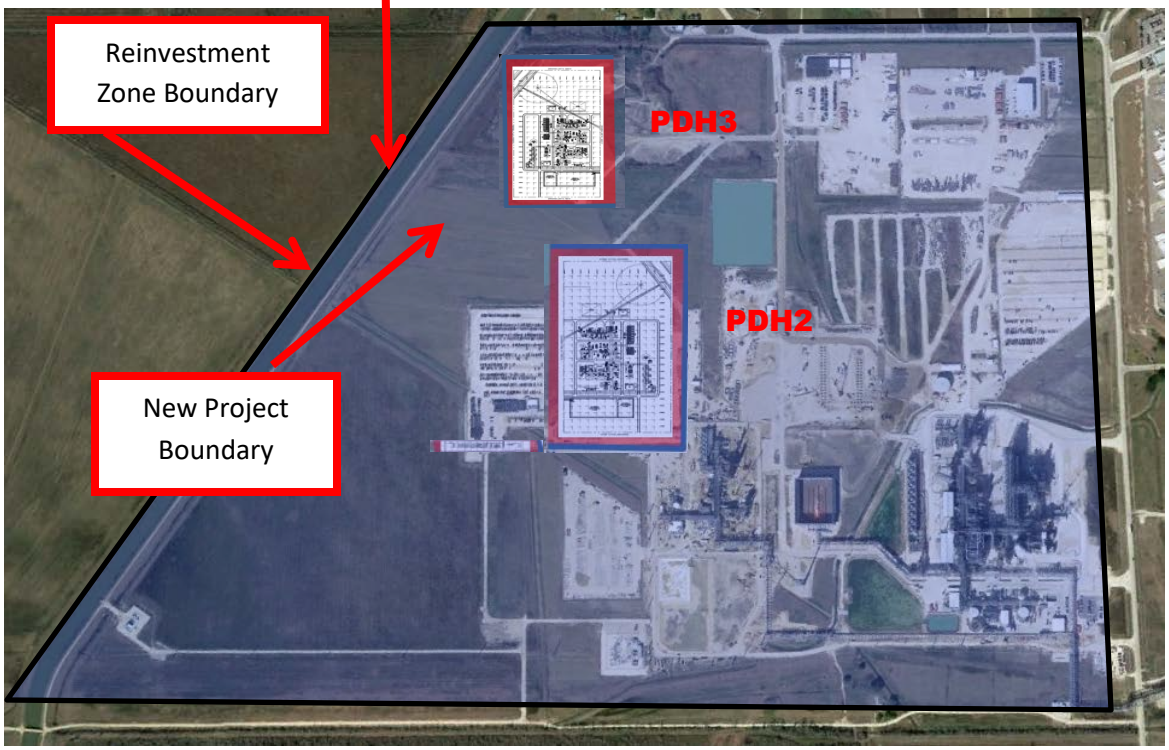


Reinvestment Zone Map



Qualified Investment / Qualified Property Map





Tab # 12

Request for Waiver of Job Creation Requirement and supporting information

N/A

Tab # 13

Calculation of three possible wage requirements with TWC documentation

Calculations of Wages for Chambers County

Based on Most Recent Data Available

Average Weekly Wage for all jobs (all Industries) in the County		
Year	**Period**	**Wages**
2018	1st Qtr	$1,340
2017	2nd Qtr	$1,092
2017	3rd Qtr	$1,146
2017	4th Qtr	$1,185
Average		**$1,190.75**

110% of Average Weekly Wage for Manufacturing jobs in the County		
Year	**Period**	**Wages**
2018	1st Qtr	$2,952
2017	2nd Qtr	$1,859
2017	3rd Qtr	$2,064
2017	4th Qtr	$1,950
Average Weekly Wage		**$2,206**
110% of Average Weekly Wage		**$2,426.88**

110% of Average Weekly Wage for Manufacturing jobs in the Region	
Houston-Galveston Area Council	
Rate per Hour	$28.94
Hours Per Week	40
Average Weekly Wage	**$1,157.60**
110% of Average Weekly Wage	**$1,273.36**

Minimum Required Annual(52 weeks) Wage	**$66,214.72**

Page 1 of 1 (40 results/page)

Year	Period	Area	Ownership	Division	Level	Ind Code	Industry	Avg Weekly Wages
2018	1st Qtr	Chambers County	Total All	00	0	10	Total, all industries	$1,340
2017	1st Qtr	Chambers County	Total All	00	0	10	Total, all industries	$1,323
2017	2nd Qtr	Chambers County	Total All	00	0	10	Total, all industries	$1,092
2017	3rd Qtr	Chambers County	Total All	00	0	10	Total, all industries	$1,146
2017	4th Qtr	Chambers County	Total All	00	0	10	Total, all industries	$1,185

Page 1 of 1 (40 results/page)

Year	Period	Area	Ownership	Division	Level	Ind Code	Industry	Avg Weekly Wages
2018	1st Qtr	Chambers County	Private	31	2	31-33	Manufacturing	$2,952
2017	1st Qtr	Chambers County	Private	31	2	31-33	Manufacturing	$2,916
2017	2nd Qtr	Chambers County	Private	31	2	31-33	Manufacturing	$1,859
2017	3rd Qtr	Chambers County	Private	31	2	31-33	Manufacturing	$2,064
2017	4th Qtr	Chambers County	Private	31	2	31-33	Manufacturing	$1,950

source:

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

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

COG	Wages Hourly	Wages 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

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

Date 11/6/2018

Applicant Name Enterprise Products Operating LLC

ISD Name Barbers Hill ISD

Form 50-296A

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
	Year	**School Year** (YYYY-YYYY)	**Tax Year** (Fill in actual tax year below) YYYY	New investment (original cost) in **tangible personal property** placed in service during this year that will become Qualified Property	New investment made during this year in **buildings or permanent nonremovable components of buildings** that will become Qualified Property	Other new investment made during this year that will not become Qualified Property [SEE NOTE]	Other new investment made during this year that may become Qualified Property [SEE NOTE]	**Total Investment** (Sum of Columns A+B+C+D)
Investment made before filing complete application with district		Year preceding the first complete tax year of the qualifying time period (assuming no deferrals of qualifying time period)		Not eligible to become Qualified Property			[The only other investment made before filing complete application with district that may become Qualified Property is land.]	
Investment made after filing complete application with district, but before final board approval of application								
Investment made after final board approval of application and before Jan. 1 of first complete tax year of qualifying time period	Pre		2019	-				**-**
Complete tax years of qualifying time period	QTP1	2020-2021	2020	98,340,000				**98,340,000**
	QTP2	2021-2023	2021	196,680,000				**196,680,000**
	QTP3	2022-2023	2022	442,530,000				**442,530,000**
	QTP4	2023-2024	2023	491,700,000				**491,700,000**
Total Investment through Qualifying Time Period [ENTER this row in Schedule A2]				**1,229,250,000**				**1,229,250,000**
				Enter amounts from TOTAL row above in Schedule A2				
Total Qualified Investment (sum of green cells)				**1,229,250,000**				**1,229,250,000**

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—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 11/6/2018
Applicant Name Enterprise Products Operating LLC
ISD Name Barbers Hill ISD

Form 50-296A
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
	Year	School Year (YYYY-YYYY)	Tax Year (Fill in actual tax year below) YYYY	New investment (original cost) in **tangible personal property** placed in service during this year that will become Qualified Property	New investment made during this year in **buildings or permanent nonremovable components of buildings** that will become Qualified Property	Other investment made during this year that will not become Qualified Property [SEE NOTE]	Other investment made during this year that will become Qualified Property {SEE NOTE]	**Total Investment** (A+B+C+D)
				Enter amounts from TOTAL row in Schedule A1 in the row below				
Total Investment from Schedule A1*	--	**TOTALS FROM SCHEDULE A1**						
Each year prior to start of value limitation period** *Insert as many rows as necessary*	Pre	2019-2020	2019	-				**-**
	QTP1	2020-2021	2020	98,340,000				**98,340,000**
	QTP2	2021-2022	2021	196,680,000				**196,680,000**
	QTP3	2022-2023	2022	442,530,000				**442,530,000**
	QTP4	2023-2024	2023	491,700,000				**491,700,000**
Value limitation period***	1	2024-2025	2024					
	2	2025-2026	2025					
	3	2026-2027	2026					
	4	2027-2028	2027					
	5	2028-2029	2028					
	6	2029-2030	2029					
	7	2030-2031	2030					
	8	2031-2032	2031					
	9	2032-2033	2032					
	10	2033-2034	2033					
Total Investment made through limitation				**1,229,250,000**				**1,229,250,000**
Continue to maintain viable presence	11	2034-2035	2034					
	12	2035-2036	2035					
	13	2036-2037	2036					
	14	2037-2038	2037					
	15	2038-2039	2038					
Additional years for 25 year economic impact as required by 313.026(c)(1)	16	2039-2040	2039					
	17	2040-2041	2040					
	18	2041-2042	2041					
	19	2042-2043	2042					
	20	2043-2044	2043					
	21	2044-2045	2044					
	22	2045-2046	2045					
	23	2046-2047	2046					
	24	2047-2048	2047					
	25	2048-2049	2048					

* 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)

Date 11/6/2018

Applicant Name Enterprise Products Operating LLC

ISD Name Barbers Hill ISD

Form 50-296A

Revised May 2014

	Year	School Year (YYYY-YYYY)	Tax Year (Fill in actual tax year) YYYY	Qualified Property: Estimated Market Value of Land	Qualified Property: Estimated Total Market Value of new buildings or other new improvements	Qualified Property: Estimated Total Market Value of tangible personal property in the new buildings or "in or on the new improvements"	Estimated Taxable Value: Market Value less any exemptions (such as pollution control) and before limitation	Estimated Taxable Value: Final taxable value for I&S after all reductions	Estimated Taxable Value: Final taxable value for M&O after all reductions
Each year prior to start of Value Limitation Period *Insert as many rows as necessary*	Pre	2019-2020	2019			-	-	-	-
	QTP1	2020-2021	2020			49,170,000	49,170,000	49,170,000	49,170,000
	QTP2	2021-2022	2021			98,340,000	98,340,000	98,340,000	98,340,000
	QTP3	2022-2023	2022			245,850,000	245,850,000	245,850,000	245,850,000
	QTP4	2023-2024	2023			614,625,000	614,625,000	614,625,000	614,625,000
Value Limitation Period	1	2024-2025	2024			1,204,665,000	1,186,595,025	1,186,595,025	80,000,000
	2	2025-2026	2025			1,180,080,000	1,162,378,800	1,162,378,800	80,000,000
	3	2026-2027	2026			1,155,495,000	1,138,162,575	1,138,162,575	80,000,000
	4	2027-2028	2027			1,130,910,000	1,113,946,350	1,113,946,350	80,000,000
	5	2028-2029	2028			1,106,325,000	1,089,730,125	1,089,730,125	80,000,000
	6	2029-2030	2029			1,081,740,000	1,065,513,900	1,065,513,900	80,000,000
	7	2030-2031	2030			1,057,155,000	1,041,297,675	1,041,297,675	80,000,000
	8	2031-2032	2031			1,032,570,000	1,017,081,450	1,017,081,450	80,000,000
	9	2032-2033	2032			1,007,985,000	992,865,225	992,865,225	80,000,000
	10	2033-2034	2033			983,400,000	968,649,000	968,649,000	80,000,000
Continue to maintain viable presence	11	2034-2035	2034			958,815,000	944,432,775	944,432,775	944,432,775
	12	2035-2036	2035			934,230,000	920,216,550	920,216,550	920,216,550
	13	2036-2037	2036			909,645,000	896,000,325	896,000,325	896,000,325
	14	2037-2038	2037			885,060,000	871,784,100	871,784,100	871,784,100
Additional years for 25 year economic impact as required by 313.026(c)(1)	15	2038-2039	2038			860,475,000	847,567,875	847,567,875	847,567,875
	16	2039-2040	2039			835,890,000	823,351,650	823,351,650	823,351,650
	17	2040-2041	2040			811,305,000	799,135,425	799,135,425	799,135,425
	18	2041-2042	2041			786,720,000	774,919,200	774,919,200	774,919,200
	19	2042-2043	2042			762,135,000	750,702,975	750,702,975	750,702,975
	20	2043-2044	2043			737,550,000	726,486,750	726,486,750	726,486,750
	21	2044-2045	2044			712,965,000	702,270,525	702,270,525	702,270,525
	22	2045-2046	2045			688,380,000	678,054,300	678,054,300	678,054,300
	23	2046-2047	2046			663,795,000	653,838,075	653,838,075	653,838,075
	24	2047-2048	2047			639,210,000	629,621,850	629,621,850	629,621,850
Notes:	25	2048-2049	2048			614,625,000	605,405,625	605,405,625	605,405,625

Market value in future years is good faith estimate of future taxable value for the purposes of property taxation.

Schedule C: Employment Information

Date 11/6/2018
Applicant Name Enterprise Products Operating LLC
ISD Name Barbers Hill ISD

Form 50-296A
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				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	2019-2020	2019				-	67,000
Each year prior to start of Value Limitation Period *Insert as many rows as necessary*	QTP1	2020-2021	2020	1,500 FTE	67,000		-	67,000
	QTP2	2021-2022	2021	1,500 FTE	67,000		-	67,000
	QTP3	2022-2023	2022	1,500 FTE	67,000		-	67,000
	QTP4	2023-2024	2023	1,500 FTE	67,000		10	67,000
Value Limitation Period *The qualifying time period could overlap the value limitation period.*	1	2024-2025	2024				25	67,000
	2	2025-2026	2025				25	67,000
	3	2026-2027	2026				25	67,000
	4	2027-2028	2027				25	67,000
	5	2028-2029	2028				25	67,000
	6	2029-2030	2029				25	67,000
	7	2030-2031	2030				25	67,000
	8	2031-2032	2031				25	67,000
	9	2032-2033	2032				25	67,000
	10	2033-2034	2033				25	67,000
Years Following Value Limitation Period	11 through 25	2034-2058	2034-2058				25	67,000

Notes: See TAC 9.1051 for definition of non-qualifying jobs.
Only include jobs on the project site in this school district.

C1. Are the cumulative number of qualifying jobs listed in Column D less than the number of qualifying jobs required by statute? (25 qualifying jobs in Subchapter B districts, 10 qualifying jobs in Subchapter C districts) ☐ 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)

Date 11/6/2018

Applicant Name Enterprise Products Operating LLC

ISD Name Barbers Hill ISD

Form 50-296A

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: Chambers					
	City: City of Baytown ETJ					
	Other:					
Local Government Code Chapters 380/381	County: Chambers	2024	10 Years	6,437,871	3,218,936	3,218,936
	City:					
	Other:					
Freeport Exemptions						
Non-Annexation Agreements	City of Baytown ETJ	2024	10 Years	9,754,167	4,168,931	5,585,236
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	-	-	-

Additional information on incentives for this project:

The Chambers County Annual Percentage of Abatement is: 50%. The City of Baytown ETJ Annual Percentage of Abatement is: 42.74%

Tab # 15

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

Not Applicable

Tab # 16

Description of Reinvestment Zone

Order Renewing Enterprise Products Operating LLC 2013 Reinvestment Zone 2013 dated July 10, 2018 is attached

Guidelines and Criteria for creating Reinvestment Zone are also attached.

ORDER RENEWING
ENTERPRISE PRODUCTS OPERATING LLC 2013
REINVESTMENT ZONE

On July 10, 2018, at a regular, public meeting of the Commissioners Court of CHAMBERS COUNTY, TEXAS ("the Court"), the Court conducted a hearing on the application of ENTERPRISE PRODUCTS OPERATING LLC ("Enterprise") for renewal of the ENTERPRISE PRODUCTS OPERATING LLC 2013 REINVESTMENT ZONE ('the Zone").

The Court finds and declares that:

1. The Court has adopted tax abatement guidelines and policies which are now in effect, thereby electing to become eligible to participate in tax abatement and economic development agreements in accordance with the Texas Tax Code ("the Code").

2. On February 26, 2013, the Court designated the Zone by Order to affect tax abatement on qualified investments. In accordance with Chapter 312.203 of the Code, the designation of a reinvestment zone for tax abatement expires five (5) years after the date of designation.

3. The Zone expired on February 25, 2018. Chapter 312.203 of the Code allows for a reinvestment zone to be renewed for a period of 5 years.

4. The request for renewal/re-designation of the Zone was timely submitted by Enterprise and received by the Court.

5. All notices and legal requirements have been given and/or satisfied prior to the consideration by the Court of the renewal of the Zone. Specifically, notice of today's hearing was published in the manner required by law and notice was timely given to the presiding officer of other taxing units of government as required by law.

6. The renewal of the Zone will contribute to the retention or expansion of primary employment and will attract major investment in the Zone that will be a benefit to the property to be included in the Zone and will contribute to the economic development of the County and surrounding area.

7. The improvements sought to be made are feasible and practical and will be a benefit to the land to be included in the Zone.

8. The area requested to be renewed as a reinvestment zone meets the criteria for designation as such in one of more ways as specifically provided by law.

9. The Zone shall take effect upon the effective date of this Order and expire five (5) years thereafter. The Zone may be renewed by the Court for one or more subsequent terms of five (5) years or less.

Therefore, upon motion made by Commissioner Senac seconded by Commissioner Nelson and affirmatively passed, be it RESOLVED and ORDERED by the Court that the 527.514-acre tract of land, more or less, described in the attached Exhibit "ZONE DESCRIPTION" is hereby renewed and re-designated as the ENTERPRISE PRODUCTS OPERATING LLC 2013 REINVESTMENT ZONE and is eligible for manufacturing / industrial tax abatement.

PASSED and ADOPTED July 10, 2018.

CHAMBERS COUNTY, TEXAS

By:

JUDGE JIMMY SYLVIA,
Chambers County Judge

ATTEST:

HEATHER H. HAWTHORNE, County Clerk

NOTICE OF PUBLIC HEARING REGARDING RENEWAL/REDESIGNATION OF THE ENTERPRISE PRODUCTS OPERATING LLC 2013 REINVESTMENT ZONE

Notice is given that ENTERPRISE PRODUCTS OPERATING LLC ("ENTERPRISE") has applied to the Commissioners Court of CHAMBERS COUNTY, TEXAS ("the Court") for the renewal of the Enterprise Products Operating LLC 2013 Reinvestment Zone ("the Zone") in accordance with Chapter 312.203 of the Texas Tax Code, thereby permitting ENTERPRISE to seek tax abatement from Chambers County on improvements proposed to be constructed on the property. The Zone is 527.514 acres of land in Chambers County, Texas, largely situated in three tracts as identified in the HANNAH NASH SURVEY, ABSTRACT NO. 20, CHAMBERS COUNTY, TEXAS: (Tract #1 - 88.077 acres; Tract #2 – 8.437 acres; and Tract #3 – 431 acres). The ENTERPRISE Proposal for Tax Abatement and Request for Renewal of the Zone were submitted to the Court on February 13, 2018 and June 26, 2018, respectively.

The required hearing on the renewal/re-designation of the Zone will be conducted by the Court on Tuesday, July 10, 2018, at 10:00 a.m. in the courtroom of the Chambers County Court located in the Chambers County Courthouse, 404 Washington Avenue, Anahuac, Texas 77514. All persons interested in such application or desiring to comment thereon are invited to attend and participate in such hearing.

DATED: June 26, 2018

CHAMBERS COUNTY COMMISSIONERS COURT
ANAHUAC, TEXAS

ENTERPRISE PRODUCTS OPERATING LLC 2013 PROPERTY DESCRIPTION

88.077 ACRES

All that certain tract or parcel of land containing 88.077 acres of land, more or less, being a part of and out of the residue of a called 2,214-acre tract conveyed to Albert N. Nelson, Jr., et al by deed dated August 23, 1950 and recorded in Volume 126, Page 225, Deed Records of the Chambers County (C.C.D.R.), situated in the HANNAH NASH SURVEY, Abstract No. 20, Chambers County, Texas; said 88.077 acre tract being the same property conveyed to Gary R. Nelson by deed dated July 10, 2000 and recorded in Volume 00-464, Page 384, Official Public Records of the Chambers County, Texas (O.P.R.C.C.T).

8.437 ACRES

Being a tract or parcel of land containing 8.437 acres of land situated in the HANNAH NASH SURVEY, Abstract Number 20, Chambers County, Texas; being all of a called 6.854-acre tract, all of a called 1.262 acre tract, and all of a called 0.3214 acre tract described as "Tracts 1, 2 and 3" conveyed to Missouri Pacific Railroad Company (now known as Union Pacific Railroad Company) as described in deed recorded in Volume 95-279, Page 567 of the Official Public Record of Chambers County, Texas (O.P.R.C.C.T.).

431.0 ACRES

A 431.0-acre tract of land situated in the HANNAH NASH LEAGUE, Abstract No.20, Chambers County, Texas, being out of and a part of the residue of 2,214 acres conveyed to Albert N. Nelson, Jr., by Albert N. Nelson, et ux, by deed dated December 31, 1959, and recorded in Volume 218 at Page 248 of the Deed Records of Chambers County, Texas, and a 13.354 acre tract of land conveyed to Albert N. Nelson, Jr., et al, by Chambers County, Texas, by deed dated September 1, 1995, and recorded in Volume 276 at Page 338 of the Official Public Records of Chambers County, Texas.

GUIDELINES AND CRITERIA FOR TAX ABATEMENT IN CHAMBERS COUNTY

SECTION 1
INTRODUCTION

In recognition of the fact that:

a.) The creation and retention of job opportunities that bring new wealth is the highest civic priority;

b.) New jobs and investments will benefit the area economy, provide needed opportunities, strengthen the real estate market and generate tax revenue to support local services;

c.) The communities within Chambers County must compete with other localities across the nation currently offering tax inducements to attract new plant and modernization projects;

d.) Any tax incentives offered in Chambers County would reduce needed tax revenue unless strictly limited in application to those new and existing industries that bring new wealth to the community;

e.) Any tax incentives should not adversely affect the competitive position of existing companies operating in Chambers County;

f.) The abatement of property taxes, when offered to attract primary jobs in industries which bring in money from outside a community instead of merely recirculating dollars within a community, has been shown to be an effective method of enhancing and diversifying an area's economy; and

g.) Effective September 1st, 1987, Texas law requires any eligible taxing jurisdiction to establish guidelines and criteria for tax abatement agreements prior to granting tax abatement, said guidelines and criteria to be unchanged for a two-year period unless amended by a three-quarters vote; and Chambers County has developed the following guidelines and criteria for tax abatement.

SECTION 2
DEFINITIONS

a.) **"Abatement"** means the full or partial exemption from ad valorem taxes of the increase in value of certain real property in a reinvestment zone designated for economic development purposes.

b.) **"Eligible Jurisdiction"** means Chambers County and any municipality, school district or college district that levies ad valorem taxes upon property located within the proposed or existing reinvestment zone.

c.) **"Agreement"** means a contractual agreement between a property owner and an eligible jurisdiction for the purpose of tax abatement.

d.) **"Base Year Value"** means the assessed value of eligible property on the January 1st preceding the execution of the agreement.

e.) **"Economic Life"** means the number of years a property improvement is expected to be in service in a facility.

f.) **"Deferred Maintenance"** means improvements necessary for continued operations, which do not improve productivity or alter the process technology.

g.) **"Expansion"** means the addition of buildings, structures, or fixed machinery or equipment for purposes of increasing production capacity.

h.) **"Facility"** means property improvements completed or in the process of construction which together comprise an integral whole.

i.) **"Manufacturing Facility"** means buildings and structures, including fixed machinery and equipment, the primary purpose of which is or will be the manufacture of tangible goods or materials or the processing of such goods or materials by physical or chemical change.

j.) **"Modernization"** means the replacement and upgrading of existing facilities, which increases the productive input or output, updates the technology or substantially lowers the unit cost of the operation. Modernization may result from the construction, alteration or installation of buildings, structures, of fixed machinery or equipment. It shall not be for the purpose of reconditioning, refurbishing or repairing.

k.) **"New Facility"** means a property previously undeveloped, which is placed into service, by means other than or in conjunction with expansion or modernization.

l.) **"Other Basic Industry"** means buildings and structures including fixed machinery and equipment not elsewhere described, used or to be used for the production or products or services and which result in the creation of new permanent jobs and bring in new wealth.

m.) **"Wholesale Distribution Facility"** means buildings and structures, including fixed machinery and equipment, used or to be used primarily to receive, store, service or distribute goods or materials owned by the facility operator.

n.) **"Entertainment and Recreation Facility"** means buildings and structures, including fixed machinery and equipment, used or to be used to provide entertainment through the admission of the general public.

o.) **"Service Facility"** means buildings and structures, including fixed machinery and equipment, used or to be used to service goods.

p.) **"Research Facility"** means building structures, including fixed machinery and equipment, used or to be used primarily for research or experimentation to improve or develop new tangible goods or materials or to improve or develop the production processes of such goods or materials.

SECTION 3
ABATEMENT AUTHORIZED

a.) **Authorized Facility.** A facility may be eligible for abatement if it is a: Manufacturing Facility, Research Facility, Wholesale Distribution Facility, Service Facility, Entertainment and Recreation Facility, or other Basic Industry.

b.) **Creation of New Value.** Abatement may be only be granted for the additional value over the base year value resulting from eligible property improvements made subsequent to and listed in tax abatement agreement between the eligible jurisdiction and the property owner subject to such limitations as the eligible jurisdiction may require.

c.) **New and Existing Facilities.** Abatement may be granted for new facilities and improvements to existing facilities for purposes of modernization or expansion.

d.) **Eligible Property.** Abatement may be extended to the value of buildings, structures, fixed machinery and equipment, site improvements plus that office space and related fixed improvements necessary to the operation and administration of the facility.

e.) **Ineligible Property.** The following types of property shall be fully taxable and ineligible for tax abatement: land; inventories; supplies; tools; furnishings and other forms of movable personal property; vehicles; watercraft; aircraft; housing; deferred maintenance investments; any improvements, including those to produce, store or distribute natural gas, fluids or gases, which are not integral to the operation of the facility; property which has an economic life of less than 15 years; property owned or used by the State of Texas or its political subdivisions or by any organization owned, operated or directed by a political subdivision of the State of Texas.

f.) **Owned/Leased Facilities.** In order for a facility to qualify for tax abatement, the land and eligible property must be owned and operated by the same individual or company or be leased to a facility operator whose lease term is at least 10 years.

g.) **Value and Term of Abatement.** Tax Abatement for eligible property shall be granted effective with the January 1st valuation date immediately following the date of execution of the agreement and shall not exceed five (5) years, including construction time. The percentage of the new value created pursuant to the agreement on which taxes will be abated in each of the years for which abatement is granted shall be as follows:

1st year	100%
2nd year	100%
3rd year	75%
4th year	60%
5th year	50%

If a modernization project includes facility replacements, the value to which abatement applies shall be the value of the new unit(s) less the value of the old unit(s).

Provided, however, that the value on which abatement is granted in any year shall not exceed the estimated increase in market value (required to be included in the tax abatement agreement in accordance with Section 6 (a), (1) resulting from construction of or improvements to eligible facilities.)

h.) **Economic Qualification.** In order to be eligible for designation as a reinvestment zone and receive tax abatement, the proposed improvement;

(1) Must be reasonably expected to increase the value of property in the amount of $500,000 or more after the period of abatement has expired;

(2) Must be reasonably expected to prevent the loss of employment and to create employment at the facility for at least five people on a permanent basis and the owner must agree to exercise its best efforts to insure that 50% of new employees, or a minimum of two (2) employees, are residents of Chambers County, Harris County, Jefferson County, Galveston County, Hardin County and/or Liberty County; 10% of new employees, or a minimum of two (2) employees, are residents of Chambers County; and 5% of new employees, or a minimum of one (1) employee are resident(s) of the city in which the facility is located;

(3) Must not be expected to solely or primarily have the effect of transferring employment from one part of Chambers County to another; and

(4) If a new facility, must be necessary because capacity cannot be provided efficiently utilizing existing improved property when reasonable allowance is made for necessary improvements.

Further, the owner of the proposed improvement must make every reasonable effort to use local resources in employees, goods and services at the facility.

i.) **Taxability.** For tax years beginning on or after the execution of the tax abatement agreement to the end of the agreement period taxes shall be payable as follows;

(1) the value of ineligible property as provided in Section 3(e) shall be fully taxable;

(2) the base year value of existing eligible property shall be fully taxable; and

(3) the value of eligible property shall be taxable in the manner described in Section 3(g).

SECTION 4
APPLICATION

a.) **Filing of Application.** Any present or potential owner of taxable property in Chambers County may request the creation of a reinvestment zone and tax abatement by filing a written request with the County Judge of Chambers County if the property is located outside of the taxing jurisdiction of a municipality.

b.) **Content of Application.** The application shall consist of a completed application form accompanied by: a general description of the new improvements to be undertaken; a general descriptive list of the improvements for which an abatement is requested; a list of the kind, number and location of all proposed improvements of the property; a map and/or aerial and location of all proposed improvements of the property; a map and property description; and a time schedule for undertaking and completing the proposed improvements. In the case of modernization, a statement of the assessed value of the facility, separately stated for real and personal property shall be given for the tax year immediately preceding the application. The application form may require such financial and other information as the municipality or County deems appropriate for evaluating the financial capacity and other factors of the applicant.

c.) **Notice to Eligible Jurisdiction.** Upon receipt and approval of an application, Chambers County shall notify in writing the presiding officer of the governing body of each eligible jurisdiction.

d.) **Abatement Inapplicable to Prior Projects.** Chambers County shall not establish a reinvestment zone or enter into an abatement agreement if it finds that the request for the abatement was approved by Commissioner's Court after the construction, alteration, or installation of improvements began as related to a proposed modernization, expansion or new facility.

e.) **Variance.** Requests for variance from the provisions of Subsections (a), (e) and (g) of Section 3 must be made in written form. Such request shall include a complete description of the circumstances explaining why the applicant should be granted a variance.

SECTION 5
PUBLIC HEARING AND APPROVAL

a.) **Public Hearing for Designation of Zone.** A resolution designating a reinvestment zone may not be adopted until the governing body has held a public hearing at which interested persons are entitled to speak and present evidence for or against the designation. Notice of the hearing shall be published at least seven (7) days prior to the hearing in a newspaper having general circulation in the eligible jurisdiction. The presiding officers of other eligible jurisdictions shall be notified in writing at least (7) days prior to the hearing.

b.) **Findings Required for Agreement.** In order to enter into a tax abatement agreement, the eligible jurisdiction must find that the terms of the proposed agreement and the subject property meet these guidelines and criteria and that:

(1) there will be no substantial adverse effect on the provision of the jurisdiction's service or tax base; and

(2) the planned use of the property will not constitute a hazard to public safety, health or morals.

SECTION 6
AGREEMENT

a.) **Contents of Agreement.** After approval, the eligible jurisdiction shall formally approve and execute an agreement with the owner of the facility which agreement shall include:

(1) estimated value to be abated and the base year value;

(2) percent of value to be abated each year as provided in Section 3(g);

(3) the commencement date and the termination date of abatement;

(4) the proposed use of the facility; nature of construction, time schedule, map, property description and improvement list as provided in Section 4(b);

(5) contractual obligations in the event of default, violation of terms or conditions, delinquent taxes, recapture, administration and assignment as provided in Sections 3(a), 3(f), 3(g), 7, 8, and 9, or other provisions that may be required for uniformity or by state law; and

(6) amount of investment and average number of jobs involved.

Such agreement shall normally be executed within 60 days after the applicant has forwarded all necessary information and documentation to the County. Upon execution of this agreement, it becomes the responsibility of the applicant to file with the County the necessary reports annually certifying employment and investment level as stated in the executed contract.

SECTION 7
RECAPTURE

The tax abatement agreement shall contain provisions for recapture of taxes abated in the event that 1) the improvements for which abatement was granted are not completed in accordance with agreement, 2) the owner allows ad valorem taxes owed the eligible jurisdictions granting abatement to become delinquent and fails to timely and properly follow the legal procedures for protest and/or contest of such taxes, 3) the owner discontinues operating or using the property as required by the agreement, or 4) the owner breaches any of the terms or conditions of the agreement.

SECTION 8
ADMINISTRATION

a.) **Appraisal and Assessment.** The Chief Appraiser of the County shall annually determine an appraisal of the real and personal property comprising the reinvestment zone. Each year, the company or individual receiving abatement shall furnish the assessor with such information as may be necessary for the abatement. Once value has been established, the Chief Appraiser shall notify the affected jurisdictions, which levy taxes of the amount of the assessment.

b.) **Access to Property.** The agreement shall stipulate that employees and/or designated representatives of the contracting eligible jurisdiction shall have access to the subject property during the term of the abatement to inspect the facility to determine if the terms and conditions of the agreement are being met. All inspections will be made only upon twenty-four (24) hours prior notice and will only be conducted in such manner as to not unreasonably interfere with the construction and/or operation of the facility.

c.) **Annual Evaluations.** Upon completion of construction, the jurisdiction creating the reinvestment zone shall annually evaluate each facility receiving abatement to ensure compliance with the agreement and report possible violations of the agreement to the eligible jurisdictions.

SECTION 9
ASSIGNMENT

A tax abatement agreement may not be assigned unless written consent is first granted by the eligible jurisdiction that has entered into the agreement, which consent shall be at the sole discretion of such eligible jurisdiction. Any assignment shall provide that the assignee shall irrevocably and unconditionally assume all the duties and obligations of the assignor upon the same terms and conditions as set out in the agreement. Any assignment of a tax abatement agreement shall be to an entity that contemplates the same improvements to, and operation of the property as the assignor, except to the extent such improvements have been completed. No assignment shall be approved by an eligible jurisdiction if the assignor or the assignee is indebted to the eligible jurisdiction for ad valorem taxes or other obligations.

SECTION 10
SUNSET PROVISIONS

a.) These guidelines and criteria are effective upon the date of their adoption and will remain in force for two years, at which time all reinvestment zones and tax abatement contracts created pursuant to its provisions will be reviewed by the County to determine whether the goals have been achieved. Based on that review, the guidelines and criteria will be modified, renewed or eliminated.

b.) This policy applies only to the tax abatement under the provisions of Chapter 312. Property Redevelopment and Tax Abatement Act, Texas Tax Code.

APPLICATION FOR TAX ABATEMENT IN CHAMBERS COUNTY, TX

This application should be filed at least 90 days prior to the proposed date for beginning of construction or the installation of fixed machinery and equipment. **Projects that have begun construction (including earthwork) prior to County approval of final contracts are ineligible.** The filing of this document acknowledges familiarity and conformance with Guidelines and Criteria for Tax Abatement in Chambers County (attached). This application will become part of the agreement and any knowingly false representations will be grounds to void the agreement. Original copy of this request should be submitted to the County Judge Jimmy Sylvia, 404 Washington Avenue, P. O. Box 939, Anahuac, Texas 77514 if the property is located outside the corporate limits of a municipality. If the property is within the corporate limits of a municipality, the application should be submitted to the city manager of the municipality or city administrator. Note: Approval of this application is only 1 step in securing tax abatement. The applicant must provide other legal documents.

Upon approval, the applicant must maintain membership in the Baytown-West Chambers County Economic Development Foundation, commencing the date of agreement and extending for the term of this agreement, at the standard rate for similar size companies as established by the Foundation.

APPLICANT INFORMATION **Date: March 18, 2015**

Company Name: _____
Address: _____
City: _____ State: _____ Zip-Code: _____

APPLICANT MUST SUBMIT ANNUAL REPORT. (See instructions).

Number of Employees: _____
Annual Sales: _____
Corporation: ☐ Partnership: ☐ Proprietorship: ☐

PROJECT INFORMATION

Type of Facility
See Instructions

☐ Manufacturing Facility
☐ Wholesale Distribution Facility
☐ Research Facility
☐ Service Facility
☐ Entertainment & Recreation Facility
☐ Other Basic Industry

Proposed Project Location Address and Legal Description:_____
Attach map and/or aerial showing proposed site

Jurisdictions:

School District _____
College District _____
City or Town _____

Describe Product or Service

Project Description:

Attach narrative(s) fully explaining the project, describe existing site and proposed improvements and provide list of improvements and fixed machinery and equipment for which abatement is requested.

☐ NEW PLANT ☐ EXPANSION ☐MODERNIZATION

ECONOMIC INFORMATION

Construction Estimates:

Start Month/Year _____/ _____ Construction Man Years _____
Completion Date _____/ _____ Peak Construction Jobs _____

If Modernization:

Estimated Economic Life of Existing Plant _____Years
Added Economic Life from Modernization _____Years

Permanent Employment Estimates (PEE'S)

Current Plant Employment_____
Number of Plant Jobs ☐ Retained or ☐ Created
At start/opening _____ in year_____
5 years into operation _____ in year _____

Estimated Appraised Value on Site

	Personal	**Improvements**	**Land**
Value January 1 Preceding Abatement Agreement:	_____	_____	_____
Est. Value of Improvements:	_____	_____	_____
Est. Value of Abated Properties After Abatement Expires:	_____	_____	_____
Value upon Completion of Project – Personal Property and Project Improvements Not Subject To Abatement:	_____	_____	_____

VARIANCE

Is the applicant seeking a variance under Section 4 (e) of the guidelines? ☐ YES ☐ NO
If "YES", attach required supplementary information.

OTHER ABATEMENTS. Has the company made application for abatement for this project to other taxing jurisdictions or nearby counties? ☐YES ☐NO. If "YES" please provide dates of application, hearing dates if held or scheduled, name of jurisdictions and contacts, and letter of intent.

COMPANY REPRESENTATIVE TO BE CONTACTED:

NAME: _____ _____
Signature of Company Official

TITLE: _____ _____
Name & Title of Company Official

ADDRESS: _____
CITY: _____ STATE: _____ ZIP-CODE: _____
TELEPHONE: _____

INSTRUCTIONS

Applicant and projects must meet the requirements established in the Guidelines and Criteria (attached) in order to receive positive consideration. Section 3 of the Guidelines, for example, sets out improvements, terms and economic qualifications. Conformance with all sections, however, is required for eligibility.

APPLICANT INFORMATION

The taxing unit may consider applicant's financial capacity in determining whether to enter into an abatement agreement. Established companies for which public information is available, or the wholly owned businesses of such companies, should include with the application a copy of their latest annual report to stockholders. Other applicants and new companies should attach a statement showing when the company was established; business references (name, contact and telephone number of principal bank, accountant and attorney) and may be required to submit an audited financial statement and business plan.

PROJECT INFORMATION

Only facilities listed in Section 3(a) of the Guidelines may receive abatement without applying for a variance. Check guideline definitions in Section 2 to confirm project qualification.

ECONOMIC INFORMATION

Permanent Employment Estimates – In estimating the permanent employment, include the total number of jobs retained or created at this site by your firm as well as known permanent jobs of service contractors required for operation.

Estimated Appraised Value on Site – The value January 1st preceding abatement should be the value established by the Chambers County Appraisal District. If the applicant must estimate value because the taxable value is not known or is combined with other properties under a single tax account, please so state. To qualify, the abated properties must be expected to result in an addition to the tax base of at least five hundred thousand dollars ($500,000.00) after the period of abatement expires. Projections of value should be a “best estimate” based on taxability in Texas. The projection of project values not abated should include personal property and ineligible project-related improvements such as office space in excess of that used for plant administration, housing, etc.

Tab # 17

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

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 Greg Poole
Print Name *(Authorized School District Representative)*

Superintendent
Title

sign here
Signature *(Authorized School District Representative)*

11/13/2018
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
Signature *(Authorized Company Representative (Applicant))*

November 7, 2018
Date

NOTARY PUBLIC STATE OF TEXAS
KALA HAMMONS
Notary ID # 1882635
My Commission Expires
August 7, 2020

(Notary Seal)

GIVEN under my hand and seal of office this, the

7th day of November, 2018

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.