
SARA LEON
& ASSOCIATES, LLC

April 18, 2019

Michelle Leura, CTCM
Senior Research Analyst
Data Analysis and Transparency Division
Texas Comptroller of Public Accounts
111 E. 17th Street
Austin, Texas 78774

Re: Application #1321 from Pasadena Performance Products, LP to Deer Park Independent School District – Amendment #004 Transmittal Letter

Dear Ms. Leura:

This letter is in response to your email dated April 1, 2019. Per your request, Pasadena Performance Products, LP has made the following changes to Application #1321. Enumerated below are the changes contained in Amendment #004:

1. **Tab 7: Detailed Description of the Qualified Investment**
"Significant Components of the Facility Include" was updated to exclude "Spare Parts" from the bulleted list.
2. **Application Section 16: Authorized Signatures and Application Certification**
A new signature page is attached.

If you have any questions, or would like to discuss this matter further, please contact me at 512.637.4298.

Respectfully submitted,



Sara Hardner Leon

Enclosures

cc: *Via Electronic Mail:* white@dpisd.org
Mr. Victor White, Superintendent of Schools, Deer Park Independent School District

Via Electronic Mail: tina.wininger@nextwaveenergy.com
Ms. Tina Wininger, Controller, Next Wave Energy Partners, LP

Via Electronic Mail: gfrancis@deloitte.com
Mr. George Francis, Managing Tax Director, Deloitte Tax, LLP

Tab #7

Detailed Description of Qualified Investment

Proposed Project Description

The proposed project to which this application pertains is to construct an on-purpose alkylate manufacturing facility. The facility will consist of two units, an olefins unit (“Olefins Unit”) and an alkylation unit, as well as associated process infrastructure, auxiliary equipment and logistics assets.

The Olefins Unit produces olefins via a catalyst and co-catalyst. The alkylation unit will react light olefins – including the olefins produced by the Olefins Unit – with isobutane in the presence of a sulfuric acid catalyst to form alkylate. Alkylate is a premium blendstock used in the formulation of gasoline and is sought after for its high octane and low vapor pressure characteristics.

Feedstocks are sourced from a pipeline network connected to market hubs along the Gulf Coast. Final products produced are alkylates, which will be transported by pipeline and sold into the gasoline blending market for domestic and foreign consumption.

Applicant anticipates investments for construction of approximately \$575 million. This anticipated investment amount includes engineering, equipment, and construction costs.

Significant Components of the Facility Include:

- Distillation towers
- Reactors
- Heat Exchangers, pumps and vessels
- Compressor and refrigeration units
- Acid and Caustic Storage & Neutralization Equipment
- Cooling Tower
- Electrical Substation
- Waste Water Tank
- Firewater Tank and Distribution System
- Metering Stations
- Feedstock and Product Storage
- Pipeline Transfer Pumps
- Truck Loading, Unloading & Truck Scale
 - catalysts to be used in the manufacturing process are brought in via truck, weighed and unloaded; smaller volume products of the manufacturing process are sold and loaded onto trucks for delivery to the customer
- Flare & Thermal Oxidizer
- Buildings

Tab 7 Continued

- Control Room
- Lab (used for testing the composition and quality of feedstock, mid-process product testing and quality assurance as well as finished product testing)
- Maintenance facility (base for plant maintenance workers and related tasks, tools, maintenance equipment, etc.)

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 → VICTOR E. WHITE JR. Title SUPERINTENDENT
 Print Name (Authorized School District Representative) /

sign here → *Victor E. White Jr.* Date 4-9-19
 Signature (Authorized School District Representative) /

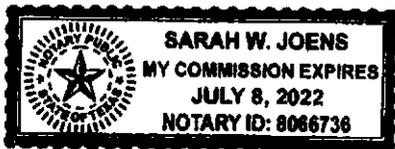
2. Authorized Company Representative (Applicant) Signature and Notarization

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 → A. Patrick Diamond Title Executive Chairman
 Print Name (Authorized Company Representative (Applicant)) /

sign here → *A. Patrick Diamond* Date 4/2/2019
 Signature (Authorized Company Representative (Applicant)) /



(Notary Seal)

GIVEN under my hand and seal of office this, the

2 day of April, 2019

Sarah W. Joens
 Notary Public in and for the State of Texas

My Commission expires: July 8, 2022

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.