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SARA LEON  
& ASSOCIATES, LLC

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August 26, 2019

*Via Hand Delivery and Electronic Mail: [tabita.collazo@cpa.texas.gov](mailto:tabita.collazo@cpa.texas.gov)*

Tabita Collazo  
Economic Development & Local Government  
Data Analysis & Transparency Division  
Texas Comptroller of Public Accounts  
111 E. 17th Street  
Austin, Texas 78774

Re: Application #1362 from ETC Texas Pipeline, LTD to Rankin Independent School District – Amendment #003 Transmittal Letter

Dear Ms. Collazo:

This letter is in response to your email dated August 21, 2019. Per your request, ETC Texas Pipeline, LTD has made the following changes to Application #1362. Enumerated below are the changes contained in Amendment #003:

1. **Application Section 14 Wage and Employment Information:** Question 7a changed from \$1,309.25 to \$1,337
2. **Tab 13 Calculation of Wage Requirements:** Revised to include 2019 first quarter wage data
3. **Tab 17 Authorized Signatures and Application Certification:** New Signature page attached

Respectfully submitted,



Sara Hardner Leon  
SARA LEON & ASSOCIATES, LLC

SHL/vr

Enclosed: Application Amendment 003



# Tab 1

*Pages 1-9 of the application*

**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)? ..... 0  
**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? ..... 10
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 ..... 1,337.00
  - b. 110% of the average weekly wage for manufacturing jobs in the county is ..... N/A
  - c. 110% of the average weekly wage for manufacturing jobs in the region is ..... 1,139.81
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? ..... 59,270.20
10. What is the annual wage you are committing to pay for each of the new qualifying jobs you create on the qualified property? ..... 59,270.20
11. Will the qualifying jobs meet all minimum requirements set out in Tax Code §313.021(3)? .....  Yes     No
12. Do you intend to satisfy the minimum qualifying job requirement through a determination of cumulative economic benefits to the state as provided by §313.021(3)(F)? .....  Yes     No
  - 12a. If yes, attach in **Tab 12** supporting documentation from the TWC, pursuant to §313.021(3)(F).
13. Do you intend to rely on the project being part of a single unified project, as allowed in §313.024(d-2), in meeting the qualifying job requirements? .....  Yes     No
  - 13a. If yes, attach in **Tab 6** supporting documentation including a list of qualifying jobs in the other school district(s).

**SECTION 15: Economic Impact**

1. Complete and attach Schedules A1, A2, B, C, and D in **Tab 14**. Note: Excel spreadsheet versions of schedules are available for download and printing at URL listed below.
2. Attach an Economic Impact Analysis, if supplied by other than the Comptroller's Office, in **Tab 15**. (*not required*)
3. If there are any other payments made in the state or economic information that you believe should be included in the economic analysis, attach a separate schedule showing the amount for each year affected, including an explanation, in **Tab 15**.



# Tab 13

## Calculation of Wage Requirements

U.S. Department of Labor—Bureau of Labor Statistics

The proceeding calculations are for the following wage requirements:

Calculation A: Upton County Average Weekly Wage

Calculation B: 110% of Upton County Average for Manufacturing Jobs - \*N/A: Data does not meet BLS or State Agency Disclosure Standards\*

Calculation C: 110% of Permian Basin Regional Planning Commission Average for Manufacturing Jobs

### Calculation A: Upton County Average Weekly Wage for all Jobs

Year	Quarter	Average Weekly Wage
2018	Q2	\$1231.00
2018	Q3	\$1199.00
2018	Q4	\$1381.00
2019	Q1	\$1537.00
<b>2018-2019</b>	<b>Q Average</b>	<b>\$ 1337.00</b>

In order to calculate the Upton County Average Weekly Wage for all Jobs, the following calculations were completed:

100% Quarterly Average Calculation:

Step 1: \$1231.00 + \$1199.00 + \$1381.00 + \$1537.00 = \$5348.00

Step 2: \$5348.00 / 4 = \$1337.00

### Quarterly Census of Employment and Wages (QCEW) Report

[Customize the report/Help with Accessibility](#)

Drag a column header and drop it here to group by that column						
Year	Period	Area	Ownership	Industry	Average Weekly Wage	
2018	01	Upton	Total All	Total, All Industries	1,426	
2018	02	Upton	Total All	Total, All Industries	1,231	
2018	03	Upton	Total All	Total, All Industries	1,199	
2018	04	Upton	Total All	Total, All Industries	1,381	
2019	01	Upton	Total All	Total, All Industries	1,537	



# Tab 17

*Signatures and Certification*

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

Samuel S. Wyatt  
Print Name (Authorized School District Representative)

Superintendent  
Title

sign here

Samuel S. Wyatt  
Signature (Authorized School District Representative)

8-23-2019  
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

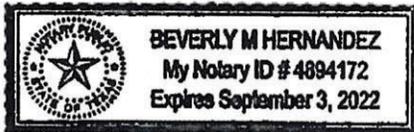
Megan McKavanagh  
Print Name (Authorized Company Representative (Applicant))

Sr Mgr Property Tax  
Title

sign here

Megan McKavanagh  
Signature (Authorized Company Representative (Applicant))

Aug. 23, 2019  
Date



(Notary Seal)

GIVEN under my hand and seal of office this, the

23 day of August 2019  
Beverly M Hernandez  
Notary Public in and for the State of Texas  
My Commission expires 9.3.2022

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.