



October 8, 2019

Texas Comptroller of Public Accounts
Economic Development & Local Division
Data Analysis & Transparency Division

Tabita Collazo
111 East 17th Street Room 427
Austin, Texas 78774

RE: Application 1362—Rankin ISD—ETC Texas Pipeline, LTD Supplement One

Ms. Collazo:

Please find attached supplement one to include the following changes:

- Section 9 Q3: date updated
- Tab 14: Schedule A1

If you have any questions or need further information, please do not hesitate to contact us.

Sincerely,

Mike Fry
Director—Energy Services



Tab 1

Pages 1-9 of the application

SECTION 9: Projected Timeline

1. Application approval by school board March 20, 2019
2. Commencement of construction August 2019
3. Beginning of qualifying time period January 2, 2020
4. First year of limitation January 2020
5. Begin hiring new employees January 2020
6. Commencement of commercial operations March 2020
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? March 2020

SECTION 10: The Property

1. Identify county or counties in which the proposed project will be located Upton County
2. Identify Central Appraisal District (CAD) that will be responsible for appraising the property Upton 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: Upton County .2605 (100%) City: N/A
(Name, tax rate and percent of project) (Name, tax rate and percent of project)
 Hospital District: Rankin Hospital .150499 (100%) Water District: Upton County WD .0038 (100%)
(Name, tax rate and percent of project) (Name, tax rate and percent of project)
 Other (describe): Rankin Fire District .0108 (100%) Other (describe): N/A
(Name, tax rate and percent of project) (Name, tax rate and percent of project)
5. Is the project located entirely within the ISD listed in Section 1? 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? 30,000,000.00
2. What is the amount of appraised value limitation for which you are applying? 30,000,000.00
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



Tab 14

Schedules A1-D

| 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 | | 2019-2020 | 2019 | | | \$ - | [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 | Years preceding the first complete tax year of the qualifying time period (assuming no deferrals of qualifying time period) | 2020-2021 | 2020 | \$ 105,000,000.00 | \$ - | \$ - | \$ - | \$ 105,000,000.00 |
| Investment made after final board approval of application and before Jan. 1 of first complete tax year of qualifying time period | | | | | | | | |
| Complete tax years of qualifying time period | QTP1 | 2021-2022 | 2021 | \$ - | \$ - | \$ - | \$ - | \$ - |
| | QTP2 | 2022-2023 | 2022 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Total Investment through Qualifying Time Period [ENTER this row in Schedule A2] | | | | \$ 105,000,000.00 | | \$ - | \$ - | \$ 105,000,000.00 |
| | | | | Enter amounts from TOTAL row above in Schedule A2 | | | | |
| Total Qualified Investment (sum of green cells) | | | | \$ 105,000,000.00 | | | | |

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.