

# O'HANLON, DEMERATH & CASTILLO

ATTORNEYS AND COUNSELORS AT LAW

808 WEST AVENUE  
AUSTIN, TEXAS 78701  
TELEPHONE: (512) 494-9949  
FACSIMILE: (512) 494-9919

August 13, 2019

Local Government Assistance & Economic Analysis  
Texas Comptroller of Public Accounts  
P.O. Box 13528  
Austin, Texas 78711-3528

RE: Application to the Fort Stockton Independent School District from Taygete Energy Project II, LLC

To the Local Government Assistance & Economic Analysis Division:

Enclosed, please find Amendment001 of Taygete Energy Project II, LLC to Fort Stockton ISD. The following changes have been made:

1. Section 14: Wage and Employment Information – Updated 7c
2. Tab 11 Maps – Updated Map of Qualified Investment and Qualified Property  
Updated Project Vicinity  
Updated Vicinity Map showing both projects
3. Updated Tab 13 – Region Wages
4. Updated Schedule C
5. New Signature Page

A copy of the application will be submitted to the Pecos County Appraisal District.

Sincerely,



Kevin O'Hanlon  
School District Consultant

Cc: Pecos County Appraisal District  
Taygete Energy Project II, LLC

**TAB 1**

**Pages 1-9 of 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 2019  
(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? ..... 1
  
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 ..... 916.75
  - b. 110% of the average weekly wage for manufacturing jobs in the county is ..... 1,105.23
  - 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

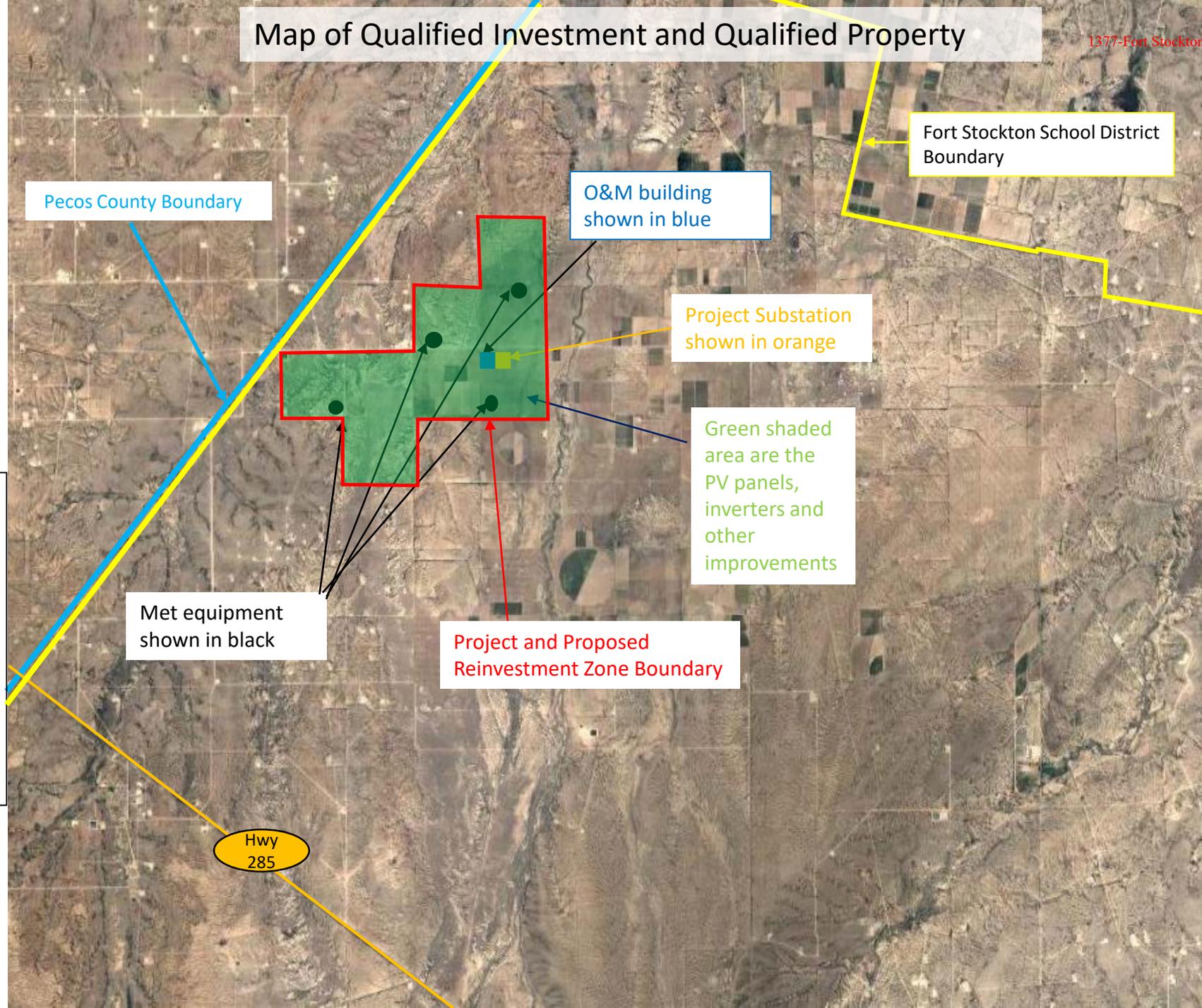
1. Complete and attach Schedules A1, A2, B, C, and D in **Tab 14**. Note: Excel spreadsheet versions of schedules are available for download and printing at URL listed below.
2. Attach an Economic Impact Analysis, if supplied by other than the Comptroller's Office, in **Tab 15**. (*not required*)
3. 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 11**

*SEE ATTACHED MAPS*

# Map of Qualified Investment and Qualified Property

1377-Fort Stockton Taygete II-Amendment001  
August 2, 2019



Fort Stockton School District Boundary

Pecos County Boundary

O&M building shown in blue

Project Substation shown in orange

Green shaded area are the PV panels, inverters and other improvements

Met equipment shown in black

Project and Proposed Reinvestment Zone Boundary

Hwy 285

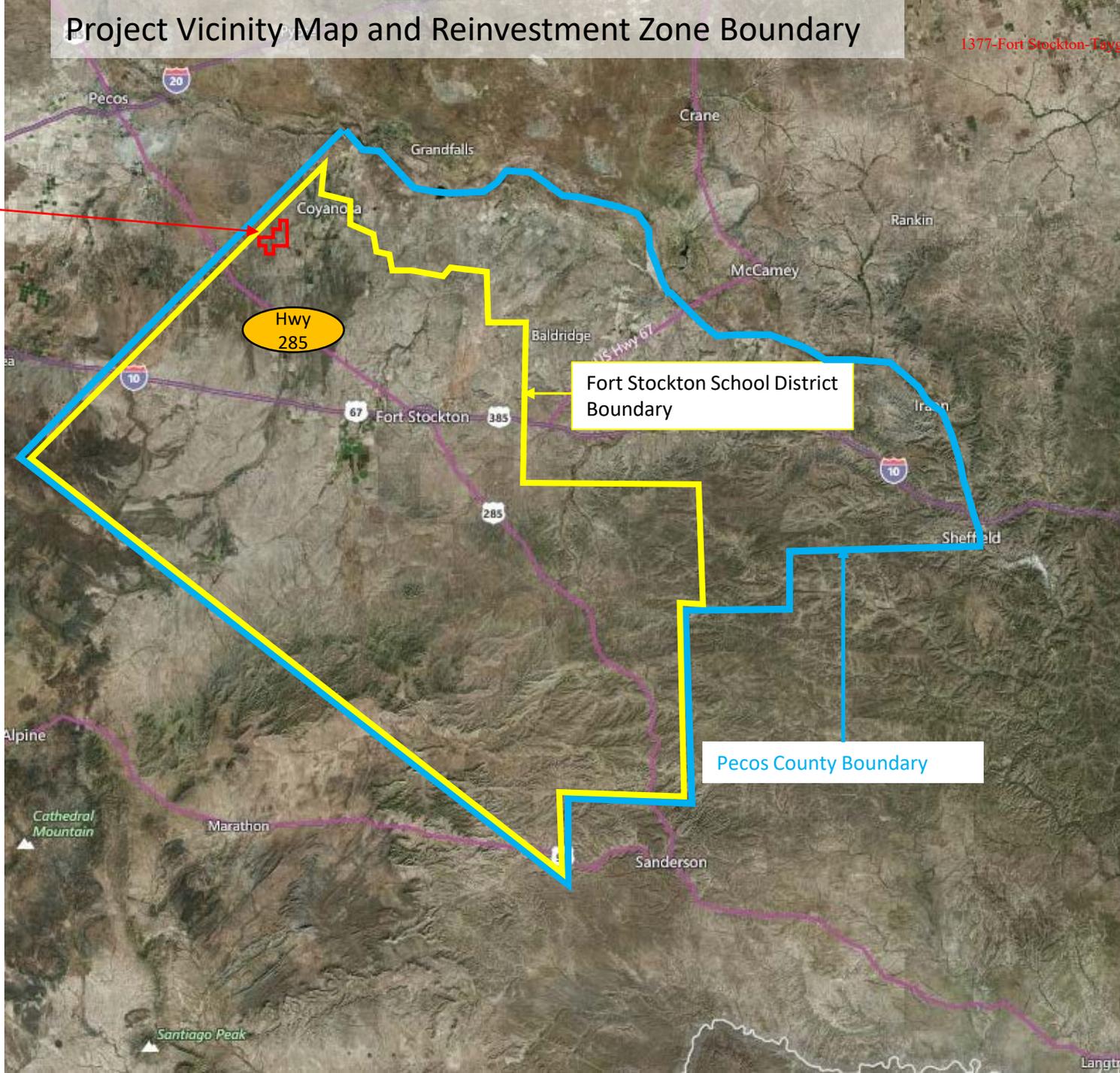
### Legend

- Project and Proposed Reinvestment Zone Boundary
- PV panels, inverters, and other improvements
- Met station equipment
- Fort Stockton School District Boundary/ Pecos County Boundary
- Project Substation
- O&M Building

# Project Vicinity Map and Reinvestment Zone Boundary

1377-Fort Stockton- Fayette II-Amendment001  
August 2, 2019

Project and Proposed  
Reinvestment Zone Boundary



Fort Stockton School District  
Boundary

Pecos County Boundary

## Legend

- Project and Proposed Reinvestment Zone Boundary
- Pecos County Boundary
- Fort Stockton School District Boundary

Taygete I & II

# Project Vicinity Map and Reinvestment Zone Boundary

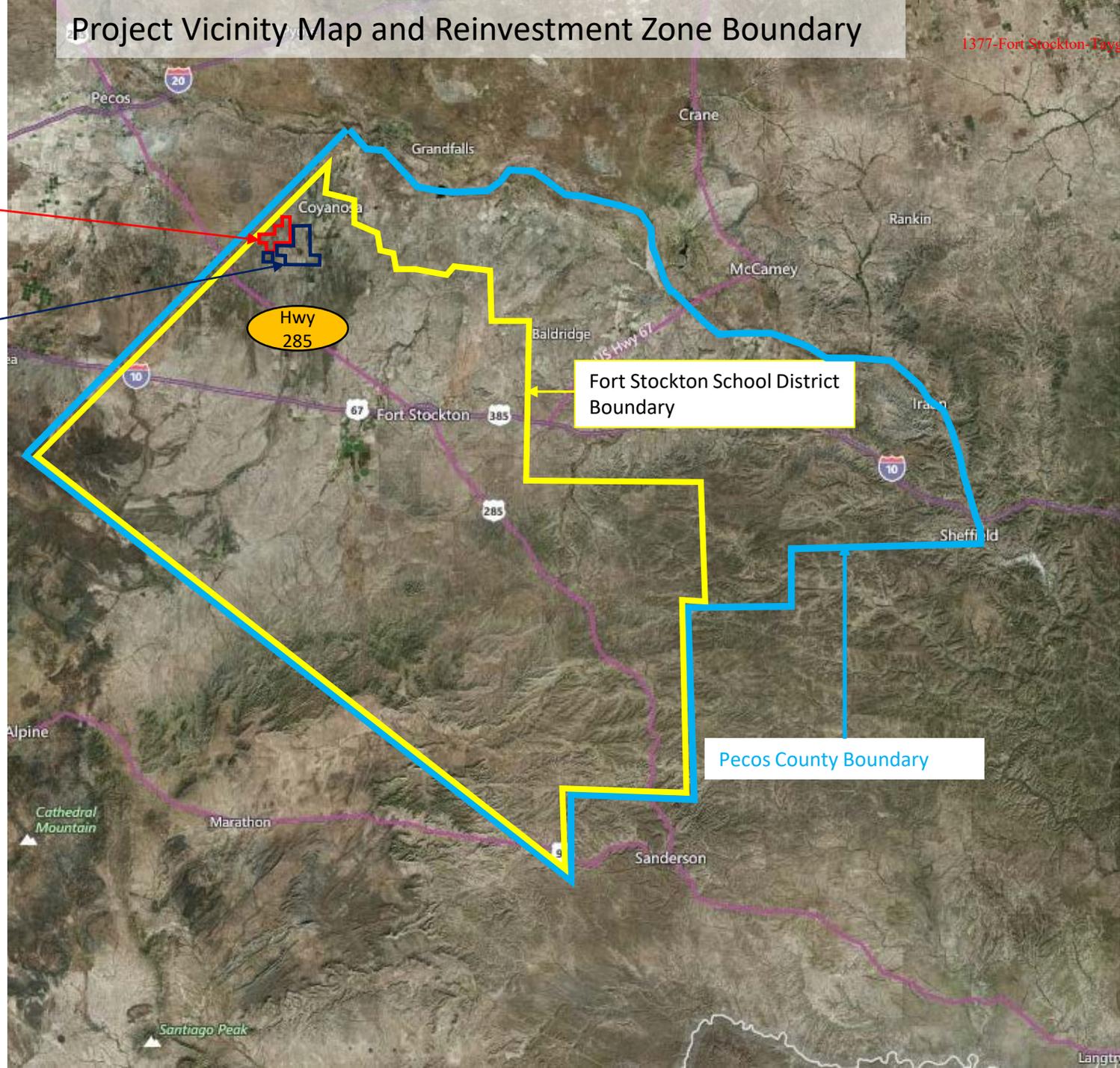
1377-Fort Stockton-Taygete II-Amendment001  
August 2, 2019

Taygete II Project and  
Proposed Reinvestment Zone  
Boundary

Taygete I Project and  
Proposed Reinvestment Zone  
Boundary

## Legend

- Taygete II Project and Proposed Reinvestment Zone Boundary
- Taygete I Project and Proposed Reinvestment Zone Boundary
- Pecos County Boundary
- Fort Stockton School District Boundary



Fort Stockton School District  
Boundary

Pecos County Boundary

Hwy  
285

**TAB 13**

***Calculation of three possible wage requirements with supporting documentation***

**AVERAGE WEEKLY WAGES FOR ALL JOBS, ALL INDUSTRIES IN PECOS COUNTY**  
*FOUR MOST RECENT QUARTERS*

COUNTY	YEAR	QUARTER	Avg. Weekly Wage
Pecos	2018	Q3	\$889.00
Pecos	2018	Q2	\$893.00
Pecos	2018	Q1	\$937.00
Pecos	2018	Q4	\$948.00
<b>SUM:</b>			\$3,667.00
<b>CALCULATION:</b>			\$3,677/4 = <b>\$916.75</b>

**AVERAGE WEEKLY WAGES FOR MANUFACTURING JOBS IN PECOS COUNTY**  
*FOUR MOST RECENT QUARTERS*

COUNTY	YEAR	QUARTER	Avg. Weekly Wage
Pecos	2018	Q3	\$1,008.00
Pecos	2018	Q2	\$973.00
Pecos	2018	Q1	\$1,064.00
Pecos	2018	Q4	\$974.00
<b>SUM:</b>			\$4,019.00
<b>CALCULATION:</b>			\$1,004.75 * 1.1 = <b>\$1,105.23</b>

**AVERAGE WEEKLY WAGES FOR MANUFACTURING JOBS IN THE PERMIAN BASIN REGION**  
**(WDA)**  
*FOUR MOST RECENT QUARTERS*

REGION / WDA	YEAR	Hourly/Annual	Avg. Weekly Wage
Permian Basin	2018	\$25.90/\$53,882	\$1,036.19
<b>CALCULATION:</b>			<b>\$1,036.19 * 1.1 = \$1,139.81</b>

Please refer to the attached TWC & Council of Governments documentation below.

## 2018 Manufacturing Average Wages by Council of Government Region Wages for All Occupations

COG	COG Number	Wages	
		Hourly	Annual
<b>Texas</b>		<b>\$27.04</b>	<b>\$56,240</b>
<a href="#">Alamo Area Council of Governments</a>	18	\$22.80	\$47,428
<a href="#">Ark-Tex Council of Governments</a>	5	\$18.73	\$38,962
<a href="#">Brazos Valley Council of Governments</a>	13	\$18.16	\$37,783
<a href="#">Capital Area Council of Governments</a>	12	\$32.36	\$67,318
<a href="#">Central Texas Council of Governments</a>	23	\$19.60	\$40,771
<a href="#">Coastal Bend Council of Governments</a>	20	\$28.52	\$59,318
<a href="#">Concho Valley Council of Governments</a>	10	\$21.09	\$43,874
<a href="#">Deep East Texas Council of Governments</a>	14	\$18.28	\$38,021
<a href="#">East Texas Council of Governments</a>	6	\$21.45	\$44,616
<a href="#">Golden Crescent Regional Planning Commission</a>	17	\$28.56	\$59,412
<a href="#">Heart of Texas Council of Governments</a>	11	\$22.71	\$47,245
<a href="#">Houston-Galveston Area Council</a>	16	\$29.76	\$61,909
<a href="#">Lower Rio Grande Valley Development Council</a>	21	\$17.21	\$35,804
<a href="#">Middle Rio Grande Development Council</a>	24	\$20.48	\$42,604
<a href="#">NORTEX Regional Planning Commission</a>	3	\$25.14	\$52,284
<a href="#">North Central Texas Council of Governments</a>	4	\$27.93	\$58,094
<a href="#">Panhandle Regional Planning Commission</a>	1	\$24.19	\$50,314
<a href="#">Permian Basin Regional Planning Commission</a>	9	\$25.90	\$53,882
<a href="#">Rio Grande Council of Governments</a>	8	\$18.51	\$38,493
<a href="#">South East Texas Regional Planning Commission</a>	15	\$36.26	\$75,430
<a href="#">South Plains Association of Governments</a>	2	\$20.04	\$41,691
<a href="#">South Texas Development Council</a>	19	\$17.83	\$37,088
<a href="#">Texoma Council of Governments</a>	22	\$21.73	\$45,198
<a href="#">West Central Texas Council of Governments</a>	7	\$21.84	\$45,431

Calculated by the Texas Workforce Commission Labor Market and Career Information Department.

Data published: July 2019

Data published annually, next update will be July 31, 2020

Annual wage figure assumes a 40-hour work week.

Note: Data is not supported by the Bureau of Labor Statistics (BLS).

Wage data is produced from Texas Occupational Employment Statistics (OES) data, and is not to be compared to BLS estimates.

Data intended only for use in implementing Chapter 313, Tax Code.

Schedule C: Employment Information

Date 4/4/2019  
Applicant Name Taygete Energy Project II, LLC  
ISD Name Fort Stockton

Form 50-296A

Revised May 2014

	Year	School Year (YYYY-YYYY)	Tax Year (Actual tax year) YYYY	Construction		Non-Qualifying Jobs	Qualifying Jobs	
				Column A	Column B	Column C	Column D	Column E
				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
Each year prior to start of Value Limitation Period <i>Insert as many rows as necessary</i>	0	2019-2020	2019					
	0	2020-2021	2020					
	0	2021-2022	2021	250 FTE	51,000			
Value Limitation Period <i>The qualifying time period could overlap the value limitation period.</i>	1	2022-2023	2022				1	\$ 59,270.20
	2	2023-2024	2023				1	\$ 59,270.20
	3	2024-2025	2024				1	\$ 59,270.20
	4	2025-2026	2025				1	\$ 59,270.20
	5	2026-2027	2026				1	\$ 59,270.20
	6	2027-2028	2027				1	\$ 59,270.20
	7	2028-2029	2028				1	\$ 59,270.20
	8	2029-2030	2029				1	\$ 59,270.20
	9	2030-2031	2030				1	\$ 59,270.20
	10	2031-2032	2031				1	\$ 59,270.20
Years Following Value Limitation Period	11 through 25	2032-2047	2032-2046				1	\$ 59,720.20

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)  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

Texas Comptroller of Public Accounts



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 → Ralph Traynham  
Print Name (Authorized School District Representative)

Superintendent  
Title

sign here → *Ralph Traynham*  
Signature (Authorized School District Representative)

8-7-2019  
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.

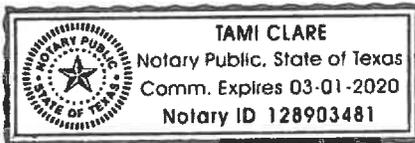
I hereby certify and affirm that the business entity I represent is in good standing under the laws of the state in which the business entity was organized and that no delinquent taxes are owed to the State of Texas.

print here → Scott Pryor  
Print Name (Authorized Company Representative (Applicant))

Chief Development Officer  
Title

sign here → *Scott Pryor*  
Signature (Authorized Company Representative (Applicant))

08/07/2019  
Date



(Notary Seal)

GIVEN under my hand and seal of office this, the

7<sup>th</sup> day of August, 2019

*Tami Clare*  
Notary Public in and for the State of Texas

My Commission expires: 3.1.20

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.