



Chapter 313 Annual Eligibility Report Form

Economic Development
and Analysis
Form 50-772-A

SECTION 1: Applicant and District Information

- Tax year covered by this report: 2014
NOTE: This report must be completed and submitted to the school district by May 15 of every year using information from the previous tax (calendar) year.
- Application number: 146
NOTE: You can find your application number and all agreement documents and reports on the website www.texasahead.org/tax_programs/chapter313/applicants
- Name of school district: Schleicher ISD
- Name of project on original application (or short description of facility): Langford Wind Power LLC
- Name of applicant on original application: Langford Wind Power LLC
- Name the company entering into original agreement with district: Langford Wind Power LLC
- Amount of limitation at time of application approval: \$10,000,000
- If you are one of two or more companies originally applying for a limitation, list all other applicants here and describe their relationships. (Use attachments if necessary.)

SECTION 2: Current Agreement Information

- Name of current agreement holder(s) Langford Wind Power LLC
- Complete mailing address of current agreement holder c/o NRG Corp., Attn: Tax Dept., 211 Carnegie Center, Princeton, NJ 08540
- Company contact person for agreement holder:

<u>Stephen Cinoski</u>	<u>Senior Tax Manager</u>
Name	Title
<u>(609) 524-4699</u>	<u>Stephen.Cinoski@nrgenergy.com</u>
Phone	Email
- Texas franchise tax ID number of current agreement holder: 32033945596
- If the current agreement holder does not report under the franchise tax law, please include name and tax ID of reporting entity:

Name	Tax ID
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- If the authorized company representative (same as signatory for this form) is different from the contact person listed above, complete the following:

<u>Dan Keane</u>	<u>VP - Tax</u>
Name	Title
<u>Tax Dept., 211 Carnegie Center, Princeton, NJ 08540</u>	
Complete Mailing Address	
<u>609-524-4500</u>	<u>Daniel.Keane@nrgenergy.com</u>
Phone	Email

- If you are a current agreement holder who was not an original applicant, please list all other current agreement holders. Please describe the chain of ownership from the original applicant to the new entities. (Use attachments if necessary.)



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SECTION 3: Applicant Eligibility Information

- 1. Does the business entity have the right to transact business with respect to Tax Code, Chapter 171? (Attach printout from Comptroller Web site: <http://www.window.state.tx.us/taxinfo/coasintr.html>) Yes No
 - 2. Is the business entity current on all taxes due to the State of Texas? Yes No
 - 3. Is the business activity of the project an eligible business activity under Section 313.024(b)? Yes No
- 3a. Please identify business activity: **Renewable Energy [Wind] Generation**

SECTION 4: Qualified Property Information

1. Market value for reporting year:	\$	18,610,830.00
2. I&S taxable value for reporting year:	\$	18,610,830.00
3. M&O taxable value for reporting year:	\$	10,000,000.00

SECTION 5A: Wage and Employment Information for Applications Prior to Jan. 1, 2014 (#1 Through 999)

ONLY COMPLETE THE WAGE SECTION (5A or 5B) THAT APPLIES TO YOUR APPLICATION. You can find your application number on the website at www.texasahead.org/tax_programs/chapter313/applicants.

NOTE: All statutory references in Section 5A are for statute as it existed prior to Jan. 1, 2014. For job definitions see TAC §9.1051(14) and Tax Code, §313.021(3). If the agreement includes a definition of "new job" other than TAC §9.1051(14)(C), then please provide the definition "new job" as used in the agreement. Notwithstanding any waiver by the district of the requirement for the creation of a minimum number of new jobs, or any other job commitment in the agreement, Tax Code §313.024(d) requires that 80 percent of all new jobs be qualifying jobs.

- 1. How many new jobs were based on the qualified property in the year covered by this report? (See note above) 1
- 2. What is the number of new jobs required for a project in this school district according to §313.021(2)(A)(iv)(b), §313.051(b), as appropriate? 10
- 3. Did the applicant request that the governing body waive the minimum job requirement, as provided under Tax Code §313.025(f-1)? Yes No
 - 3a. If yes, how many new jobs must the approved applicant create under the waiver? 1
- 4. Calculate 80 percent of new jobs (0.80 x number of new jobs based on the qualified property in the year covered by this report.)8
- 5. What is the minimum required annual wage for each qualifying job in the year covered by the report? \$ 30,866.00
- 6. Identify which of the four Tax Code sections is used to determine the wage standard required by the agreement:
 - §313.021(5)(A) or §313.021(5)(B) or §313.021(3)(E)(ii) or §313.051(b)
 - 6a. Attach calculations and cite exact Texas Workforce Commission data source as defined in TAC §9.1051.
- 7. Does the agreement require the applicant to provide a specified number of jobs at a specified wage? Yes No
 - 7a. If yes, how many qualifying jobs did the approved applicant commit to create in the year covered by the report? 1
 - 7b. If yes, what annual wage did the approved applicant commit to pay in the year covered by the report? \$ 30,866.00
 - 7c. If yes, how many qualifying jobs were created at the specified wage in the year covered by the report? 1
- 8. How many qualifying jobs (employees of this entity and employees of a contractor with this entity) were based on the qualified property in the year covered by the report? 1
 - 8a. Of the qualifying job-holders last year, how many were employees of the approved applicant? 1
 - 8b. Of the qualifying job-holders last year, how many were employees of an entity contracting with the approved applicant? 0
 - 8c. If any qualifying job-holders were employees of an entity contracting with the applicant, does the approved applicant or assignee have documentation from the contractor supporting the conclusion that those jobs are qualifying jobs? Yes No N/A



SECTION 5B: Wage and Employment Information for Applications After Jan. 1, 2014 (#1000 and Above)

ONLY COMPLETE THE WAGE SECTION (5A or 5B) THAT APPLIES TO YOUR APPLICATION. You can find your application number on the website at www.texasahead.org/tax_programs/chapter313/applicants.

NOTE: For job definitions see TAC §9.1051(14) and Tax Code, §313.021(3).

QUALIFYING JOBS

- 1. What is the number of new qualifying jobs the applicant committed to create in the year covered by this report?
2. Did the applicant request that the governing body waive the minimum qualifying job requirement, as provided under Tax Code §313.025(f-1)?
2a. If yes, how many new qualifying jobs must the approved applicant create under the waiver?
3. Which Tax Code section are you using to determine the wage standard required for this project?
3a. Attach calculations and cite exact Texas Workforce Commission data sources as defined in TAC §9.1051.
4. What is the minimum required annual wage for each qualifying job in the year covered by this report?
5. What is the annual wage the applicant committed to pay for each of the qualifying jobs in the year covered by this report?
6. Do the qualifying jobs meet all minimum requirements set out in Tax Code §313.021(3)?

NON-QUALIFYING JOBS

- 7. What is the number of non-qualifying jobs the applicant had on Dec. 31 of the year covered by this report?
8. What was the average wage you were paying for non-qualifying jobs on Dec. 31 of the year covered by this report?
9. What is the county average weekly wage for non-qualifying jobs, as defined in TAC §9.1051?

MISCELLANEOUS

- 10. Did the applicant rely on a determination by the Texas Workforce Commission under the provisions §313.024(3)(F) in meeting the minimum qualifying job requirements?
10a. If yes, attach supporting documentation to evidence that the requirements of §313.021(3)(F) were met.
11. Are you part of a Single Unified Project (SUP) and relying on the provisions in Tax Code §313.024(d-2) to meet the qualifying job requirements?
11a. If yes, attach supporting documentation from the Texas Economic Development and Tourism Office including a list of the other school district(s) and the qualifying jobs located in each.

SECTION 6: Qualified Investment During Qualified Time Period

ENTITIES ARE NOT REQUIRED TO COMPLETE THIS SECTION IF THE YEAR COVERED BY THE REPORT IS AFTER THE QUALIFYING TIME PERIOD OF THEIR AGREEMENT.

- 1. What is the qualified investment expended by this entity from the beginning of the qualifying time period through the end of the year covered by this report?
2. Was any of the land classified as qualified investment?
3. Was any of the qualified Investment leased under a capitalized lease?
4. Was any of the qualified Investment leased under an operating lease?
5. Was any property not owned by the applicant part of the qualified investment?

SECTION 7: Partial Interest

THE FOLLOWING QUESTIONS MUST BE ANSWERED BY ENTITIES HAVING A PARTIAL INTEREST IN AN AGREEMENT. For limitation agreements where there are multiple company entities that receive a part of the limitation provided by the agreement: 1) each business entity not having a full interest in the agreement should complete a separate form for their proportionate share of required employment and investment information; and, 2) separately, the school district is required to complete an Annual Eligibility Report that provides for each question in this form a sum of the individual answers from reports submitted by each entity so that there is a cumulative Annual Eligibility Report reflecting the entire agreement.

1. What was your limitation amount (or portion of original limitation amount) during the year covered by this report?
2. Please describe your interest in the agreement and identify all the documents creating that interest.

Not Applicable

SECTION 8: Approval

"I am the authorized representative for the Company submitting this Annual Eligibility Report. I understand that this Report is a government record as defined in Chapter 37 of the Texas Penal Code. The information I am providing on this Report is true and correct to the best of my knowledge and belief."

print here → Dan Keane
Print Name (Authorized Company Representative)

VP - Tax

Title

sign here → 
Signature (Authorized Company Representative)

Date

6/12/15

print here → Greg Maxim - Cummings Westlake LLC
Print Name of Preparer (Person Who Completed the Form)

713-266-4456

Phone



Franchise Tax Account Status

As of: 05/06/2015 11:57:26 AM

This Page is Not Sufficient for Filings with the Secretary of State

LANGFORD WIND POWER, LLC	
Texas Taxpayer Number	32033945596
Mailing Address	211 CARNEGIE CTR PRINCETON, NJ 08540-6213
Right to Transact Business in Texas	ACTIVE
State of Formation	TX
Effective SOS Registration Date	10/16/2007
Texas SOS File Number	0800884816
Registered Agent Name	C T CORPORATION SYSTEM
Registered Office Street Address	1999 BRYAN ST., STE. 900 DALLAS, TX 75201

Economic Impact of Langford Wind Power locating in Schleicher County ISD

Project Summary

Langford Wind Power LLC (Langford Wind) has applied under Tax Code Chapter 313 to Schleicher County ISD for a value limitation on a wind power electricity generating facility in Schleicher County. Langford Wind is proposing the construction of a \$33 million renewable energy project. The project includes 11 1.5 MW wind turbines. Construction will be completed in approximately twelve months. This presents the Comptroller's economic impact evaluation of the project, as required by statute. This evaluation is based on information provided by the applicant and examines the following criteria:

- the relationship between the applicant's industry and the types of qualifying jobs to be created by the applicant to the long-term economic growth plans of this state as described in the strategic plan for economic development submitted by the Texas Strategic Economic Development Planning Commission under Section 481.033, Government Code, as that section existed before February 1, 1999;
- the relative level of the applicant's investment per qualifying job to be created by the applicant;
- the wages, salaries, and benefits to be offered by the applicant to qualifying job holders;
- the ability of the applicant to locate or relocate in another state or another region of this state;
- the impact the added infrastructure will have on the region, including
 - revenue gains that would be realized by the school district (Attachment 1 analysis from TEA); and
 - subsequent economic effects on the local and regional tax bases (Table 2 and Table 3);
- the economic condition of the region of the state at the time the person's application is being considered (Attachment 2 economic overview from CPA);
- the number of new facilities built or expanded in the region during the two years preceding the date of the application that were eligible to apply for a limitation on appraised value under this subchapter; and
- the effect of the applicant's proposal, if approved, on the number or size of the school district's instructional facilities, as defined by Section 46.001, Education Code (Attachment 3 analysis from TEA).

Wages, salaries and benefits

After construction, the Langford Wind Project will create one new job when fully operational. The one job will meet the criteria for qualifying jobs as specified in Tax Code Section 313.021(3). In addition to an annual average salary of \$30,866 the qualifying position will receive benefits such as medical, dental and vision insurance along with vacation time, sick leave and skills training. Langford Wind's total investment for this project is \$33 million, resulting in a relative level of investment per qualifying job of \$33.0 million.

Ability of applicant to locate to another state and number of new facilities in region

Texas is currently the leader in installed wind capacity, compared to the rest of the United States. However, the wind industry as a whole is growing and wind power electricity generating facilities are currently being built in numerous other states, including but not limited to, California, Colorado, New Mexico and Oklahoma. Within Texas during the last two years, more than 20 other counties have wind generation facilities proposed, under construction or operating, five of these counties are located in the Concho Valley Council of Governments Region. During the same time eight projects applied under Chapter 313 in those counties.