

Attachment A

Application



Application for Appraised Value Limitation on Qualified Property (Tax Code, Chapter 313, Subchapter B or C)

Form 50-296
(Revised May 2010)

INSTRUCTIONS: This application must be completed and filed with the school district. In order for an application to be processed, the governing body (school board) must elect to consider an application, but — by Comptroller rule — the school board may elect to consider the application only after the school district has received a completed application. Texas Tax Code, Section 313.025 requires that any completed application and any supplemental materials received by the school district must be forwarded within seven days to the Comptroller of Public Accounts.

If the school board elects to consider the application, the school district must:

- notify the Comptroller that the school board has elected to consider the application.
This notice must include:
 - the date on which the school district received the application;
 - the date the school district determined that the application was complete;
 - the date the school board decided to consider the application; and
 - a request that the comptroller prepare an economic impact analysis of the application;
- provide a copy of the notice to the appraisal district;
- must complete the sections of the application reserved for the school district and provide information required in the Comptroller rules located at 34 Texas Administrative Code (TAC) Section 9.1054; and
- forward the original completed application to the Comptroller in a three-ring binder with tabs separating each section of the documents, in addition to an electronic copy on CD. See 34 TAC Chapter 9, Subchapter F.

The governing body may, at its discretion, allow the applicant to supplement or amend the application after the filing date, subject to the restrictions in 34 TAC Chapter 9, Subchapter F.

When the Comptroller receives the notice and required information from the school district, the Comptroller will publish all submitted application materials on its Web site. The Comptroller is authorized to treat some application information as confidential and withhold it from publication on the Internet. To do so, however, the information must be segregated and comply with the other requirements set out in the Comptroller rules as explained in the Confidentiality Notice below.

The Comptroller will independently determine whether the application has been completed according to the Comptroller's rules (34 TAC Chapter 9, Subchapter F). If the Comptroller finds the application is not complete, the Comptroller will request additional materials from the school district. When the Comptroller determines that the application is complete, it will send the school district a notice indicating so. The Comptroller will determine the eligibility of the project, make a recommendation to the school board regarding the application and prepare an economic impact evaluation by the 90th day after the Comptroller receives a complete application—as determined by the Comptroller.

The school board must approve or disapprove the application before the 151st day after the application review start date (the date the application is finally determined to be complete), unless an extension is granted. The Comptroller and school district are authorized to request additional information from the applicant that is reasonably necessary to complete the recommendation, economic impact evaluation or consider the application at any time during the application review period.

Please visit the Comptroller's Web site to find out more about the program at <http://www.window.state.tx.us/taxinfo/proptax/hb1200/index.html>. There are links on this Web page to the Chapter 313 statute, rules and forms. Information about minimum limitation values for particular districts and wage standards may also be found at that site.

SCHOOL DISTRICT INFORMATION - CERTIFICATION OF APPLICATION

Authorized School District Representative		Date application received by district AUGUST 18, 2011
First Name CLARKE	Last Name BOYD	
Title SUPERINTENDENT		
School District Name PECOS-BARSTOW-TOYAH ISD		
Street Address 1302 SOUTH PARK ST		
Mailing Address		
City PECOS	State TX	ZIP 79772
Phone Number 432-447-7201	Fax Number 432-447-2690	
Mobile Number (optional)	E-mail Address BOYDC@PBTISD.ESC18.NET	

I authorize the consultant to provide and obtain information related to this application..... Yes No

Will consultant be primary contact? Yes No



SCHOOL DISTRICT INFORMATION - CERTIFICATION OF APPLICATION (CONTINUED)

Authorized School District Consultant (If Applicable)

First Name KEVIN

Last Name O'HANLON

Title ATTORNEY

Firm Name O'HANLON, MCCOLLOM & DEMERATH, PC

Street Address 808 WEST AVENUE

Mailing Address

City AUSTIN

State TX

ZIP 78701

Phone Number 512-494-9949

Fax Number 512-494-9919

Mobile Number (Optional)

E-mail Address KOHANLON@808WEST.COM

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.

Signature (Authorized School District Representative)

[Handwritten Signature]

Date

[Handwritten Date: 8/18/11]

Has the district determined this application complete? [X] Yes [] No

If yes, date determined complete. 8/19/2011

Have you completed the school finance documents required by TAC 9.1054(c)(3)? [X] Yes [] No

Will submit

SCHOOL DISTRICT CHECKLIST AND REQUESTED ATTACHMENTS

Checklist	Page X of 16	Check Completed
1 Date application received by the ISD	1 of 16	✓
2 Certification page signed and dated by authorized school district representative	2 of 16	✓
3 Date application deemed complete by ISD	2 of 16	✓
4 Certification pages signed and dated by applicant or authorized business representative of applicant	4 of 16	✓
5 Completed company checklist	12 of 16	✓
6 School finance documents described in TAC 9.1054(c)(3) (Due within 20 days of district providing notice of completed application)	2 of 16	✓ will submit



APPLICANT INFORMATION - CERTIFICATION OF APPLICATION

Authorized Business Representative (Applicant)

First Name: STEPHEN
Title: VICE PRESIDENT, TAXES
Organization: SOUTHERN UNION COMPANY
Street Address: 5444 WESTHEIMER HOUSTON, TX 77056
Mailing Address: P.O. BOX 4967
City: HOUSTON
Phone Number: 713-989-7134
Mob'le Number (optional):

Last Name: MCGREGOR
State: TX
ZIP: 77210-4967
Fax Number: 713-989-1152
Business e-mail Address: STEPHEN.MCGREGOR@SUG.COM

Will a company official other than the authorized business representative be responsible for responding to future information requests? [X] Yes [] No

If yes, please fill out contact information for that person.

First Name: KERRY
Title: PROPERTY TAX SUPERVISOR
Organization: SOUTHERN UNION COMPANY
Street Address: 5444 WESTHEIMER HOUSTON, TX 77056
Mailing Address: P.O. BOX 4967
City: HOUSTON
Phone Number: 713-989-2711
Mob'le Number (optional):

Last Name: ALBRIGHT
State: TX
ZIP: 77210-4967
Fax Number: 713-989-1152
E-mail Address: KERRY.ALBRIGHT@SUG.COM

I authorize the consultant to provide and obtain information related to this application... N/A [] Yes [] No

Will consultant be primary contact? N/A [] Yes [] No

APPLICANT INFORMATION - CERTIFICATION OF APPLICATION (CONTINUED)

Authorized Company Consultant (If Applicable)

First Name	Last Name	
Title		
Firm Name		
Street Address		
Mailing Address		
City	State	ZIP
Phone Number	Fax Number	
Business email Address		

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 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.

Signature (Authorized Business Representative (Applicant))	Date
<i>Stephen D. M. Gray, VP-TAX</i>	8/16/11
GIVEN under my hand and seal of office this <u>16th</u> day of <u>August</u> , 2011	



(Notary Seal)

Jessica Miller
Notary Public, State of Texas

My commission expires July 12, 2014

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 § 37.10.

FEES AND PAYMENTS

[X] Enclosed is proof of application fee paid to the school district.

For the purpose of this question, "payments to the school district" include any and all payments or transfers of things of value made to the school district or to any person or persons in any form if such payment or transfer of thing of value being provided is in recognition of, anticipation of, or consideration for the agreement for limitation on appraised value.

Please answer only either A OR B:

A. Will any "payments to the school district" that you may make in order to receive a property tax value limitation agreement result in payments that are not in compliance with Tax Code, 313.027(i)? [] Yes [X] No

B. If "payments to the school district" will only be determined by a formula or methodology without a specific amount being specified, could such method result in "payments to the school district" that are not in compliance with Tax Code §313.027(i)? [] Yes [] No

BUSINESS APPLICANT INFORMATION

Legal Name under which application is made

SOUTHERN UNION GAS SERVICES, LTD

Texas Taxpayer ID Number of entity subject to Tax Code, Chapter 171 (11 digits)

17524680836

NAICS code

325120

Is the applicant a party to any other Chapter 313 agreements? [] Yes [X] No

If yes, please list name of school district and year of agreement.

APPLICANT BUSINESS STRUCTURE

Registered to do business in Texas with the Texas Secretary of State? [X] Yes [] No

Identify business organization of applicant (corporation, limited liability corporation, etc.)

Corporation

1. Is the applicant a combined group, or comprised of members of a combined group, as defined by Texas Tax Code Chapter 171.0001(7)? [] Yes [X] No
If so, please attach documentation of the combined group membership and contact information.

2. Is the applicant current on all tax payments due to the State of Texas? [X] Yes [] No

3. Are all applicant members of the combined group current on all tax payments due to the State of Texas? [X] NA [] Yes [] No

If the answer to either question is no, please explain and/or disclose any history of default, delinquencies and/or any material litigation, including litigation involving the State of Texas. (Use attachment if necessary.)



ELIGIBILITY UNDER TAX CODE CHAPTER 313.024

Are you an entity to which Tax Code, Chapter 171 applies? Yes No

The property will be used as an integral part, or as a necessary auxiliary part, in one of the following activities:

- (1) manufacturing Yes No
(2) research and development Yes No
(3) a clean coal project, as defined by Section 5.001, Water Code Yes No
(4) an advanced clean energy project, as defined by Section 382.003, Health and Safety Code Yes No
(5) renewable energy electric generation Yes No
(6) electric power generation using integrated gasification combined cycle technology Yes No
(7) nuclear electric power generation Yes No
(8) a computer center that is used as an integral part or as a necessary auxiliary part for the activity conducted by applicant in one or more activities described by Subdivisions (1) through (7) Yes No

Are you requesting that any of the land be classified as qualified investment? Yes No

Will any of the proposed qualified investment be leased under a capitalized lease? Yes No

Will any of the proposed qualified investment be leased under an operating lease? Yes No

Are you including property that is owned by a person other than the applicant? Yes No

Will any property be pooled or proposed to be pooled with property owned by the applicant in determining the amount of your qualified investment? Yes No

PROJECT DESCRIPTION

Provide a detailed description of the scope of the proposed project, including, at a minimum, the type and planned use of real and tangible personal property, the nature of the business, a timeline for property construction or installation, and any other relevant information. (Use attachments as necessary)

SEE ATTACHMENT A

Describe the ability of your company to locate or relocate in another state or another region of the state.

SEE ATTACHMENT A

PROJECT CHARACTERISTICS (CHECK ALL THAT APPLY)

- New Jobs Construct New Facility New Business / Start-up Expand Existing Facility
 Relocation from Out-of-State Expansion Purchase Machinery & Equipment
 Consolidation Relocation within Texas

PROJECTED TIMELINE

Begin Construction JANUARY 2012 Begin Hiring New Employees SEPTEMBER 2012
Construction Complete JUNE 2013 Fully Operational JUNE 2013
Purchase Machinery & Equipment JANUARY 2012

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.

When do you anticipate the new buildings or improvements will be placed in service? JUNE 2013

ECONOMIC INCENTIVES

Identify state programs the project will apply for:

State Source	Amount
_____	_____
_____	_____
_____	_____
Total	_____

Will other incentives be offered by local units of government? Yes No

Please use the following box for additional details regarding incentives. (Use attachments if necessary.)

APPLICANT IS SEEKING 50% TAX ABATEMENTS FROM REEVES COUNTY AND REEVES COUNTY HOSPITAL DISTRICT FOR 10 YEARS BEGINNING 2013.

THE PROPERTY

Identify county or counties in which the proposed project will be located REEVES

Central Appraisal District (CAD) that will be responsible for appraising the property REEVES

Will this CAD be acting on behalf of another CAD to appraise this property? Yes No

List all taxing entities that have jurisdiction for the property and the portion of project within each entity

County: REEVES, 100% City: N/A
(Name and percent of project) (Name and percent of project)

Hospital District: REEVES COUNTY HOSPITAL DISTRICT, 100% Water District: N/A
(Name and percent of project) (Name and percent of project)

Other (describe): N/A Other (describe): N/A
(Name and percent of project) (Name and percent of project)

Is the project located entirely within this ISD? Yes No

If not, please provide additional information on the project scope and size to assist in the economic analysis.

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 rural, and the taxable value of the property within the school district. For assistance in determining estimates of these minimums, access the Comptroller's Web site at www.window.state.tx.us/taxinfo/proptax/hb1200/values.html.

At the time of application, what is the estimated minimum qualified investment required for this school district? \$10,000,000

What is the amount of appraised value limitation for which you are applying? \$10,000,000

What is your total estimated qualified investment? \$130,000,000

NOTE: See 313.021(1) for full definition. Generally, Qualified Investment is the sum of the investment in tangible personal property and buildings and new improvements made between beginning of the qualifying time period (date of application final approval by the school district) and the end of the second complete tax year.

What is the anticipated date of application approval? DECEMBER 1, 2011

What is the anticipated date of the beginning of the qualifying time period? DECEMBER 1, 2011

What is the total estimated investment for this project for the period from the time of application submission to the end of the limitation period? \$130,000,000

Describe the qualified investment. [See 313.021(1).]

Attach the following items to this application:

- (1) 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,
- (2) a description of any new buildings, proposed improvements or personal property which you intend to include as part of your minimum qualified investment and
- (3) a map of the qualified investment showing location of new buildings or new improvements with vicinity map.

Do you intend to make at least the minimum qualified investment required by Tax Code §313.023 (or 313.053 for rural school districts) for the relevant school district category during the qualifying time period? Yes No

Except for new equipment described in Tax Code §151.318(q) or (q-1), is the proposed tangible personal property to be placed in service for the first time:

(1) in or on the new building or other new improvement for which you are applying? Yes No

(2) if not in or on the new building or other new improvement for which you are applying for an appraised value limitation, is the personal property necessary and ancillary to the business conducted in the new building or other new improvement? Yes No

(3) on the same parcel of land as the building for which you are applying for an appraised value limitation? Yes No

("First placed in service" means the first use of the property by the taxpayer.)

Will the investment in real or personal property you propose be counted toward the minimum qualified investment required by Tax Code §313.023, (or 313.053 for rural school districts) be first placed in service in this state during the applicable qualifying time period? Yes No

Does the investment in tangible personal property meet the requirements of Tax Code §313.021(1)? Yes No

If the proposed investment includes a building or a permanent, non-removable component of a building, does it house tangible personal property? Yes No

QUALIFIED PROPERTY

Describe the qualified property. [See 313.021(2)] (If qualified investment describes qualified property exactly you may skip items (1), (2) and (3) below.)

Attach the following items to this application:

- (1) a specific and detailed description of the qualified property for which you are requesting an appraised value limitation as defined by Tax Code §313.021,
- (2) a description of any new buildings, proposed improvements or personal property which you intend to include as part of your qualified property and
- (3) a map of the qualified property showing location of new buildings or new improvements – with vicinity map.

Land

Is the land on which you propose new construction or improvements currently located in an area designated as a reinvestment zone under Tax Code Chapter 311 or 312 or as an enterprise zone under Government Code Chapter 2303? Yes No

If you answered "no" to the question above, what is the anticipated date on which you will submit proof of a reinvestment zone with boundaries encompassing the land on which you propose new construction or improvements? SEPTEMBER 26, 2011

Will the applicant own the land by the date of agreement execution? Yes No

Will the project be on leased land? Yes No

QUALIFIED PROPERTY (CONTINUED)

If the land upon which the new building or new improvement is to be built is part of the qualified property described by §313.021(2)(A), please attach complete documentation, including:

1. Legal description of the land
2. Each existing appraisal parcel number of the land on which the improvements will be constructed, regardless of whether or not all of the land described in the current parcel will become qualified property
3. Owner
4. The current taxable value of the land. Attach estimate if land is part of larger parcel.
5. A detailed map (with a vicinity map) showing the location of the land

Attach a map of the reinvestment zone boundaries, certified to be accurate by either the governmental entity creating the zone, the local appraisal district, or a licensed surveyor. (With vicinity map)

Attach the order, resolution or ordinance establishing the zone, and the guidelines and criteria for creating the zone, if applicable.

Miscellaneous

Is the proposed project a building or new improvement to an existing facility? Yes No

Attach a description of any existing improvements and include existing appraisal district account numbers.

List current market value of existing property at site as of most recent tax year. -0- 2011
(Market Value) (Tax Year)

Is any of the existing property subject to a value limitation agreement under Tax Code 313? Yes No

Will all of the property for which you are requesting an appraised value limitation be free of a tax abatement agreement entered into by a school district for the duration of the limitation? Yes No

WAGE AND EMPLOYMENT INFORMATION

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-

The last complete calendar quarter before application review start date is the:

First Quarter Second Quarter Third Quarter Fourth Quarter of 2011
(year)

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 TWC?
269

Note: For job definitions see TAC §9.1051(14) and Tax Code 313.021(3). If the applicant intends to apply a definition for "new job" other than TAC §9.1051(14)(C), then please provide the definition of "new job" as used in this application.

Total number of new jobs that will have been created when fully operational 10

Do you plan to create at least 25 new jobs (at least 10 new jobs for rural school districts) on the land and in connection with the new building or other improvement? Yes No

Do you intend to request that the governing body waive the minimum new job creation requirement, as provided under Tax Code §313.025(f-1)? Yes No

If you answered "yes" to the question above, attach evidence documenting that the new job creation requirement above exceeds the number of employees necessary for the operation, according to industry standards. Note: Even if a minimum new job waiver is provided, 80% of all new jobs must be qualifying jobs pursuant to Texas Tax Code, §313.024(d).

What is the maximum number of qualifying jobs meeting all criteria of §313.021(3) you are committing to create? 10

If this project creates more than 1,000 new jobs, the minimum required wage for this project is 110% of the average county weekly wage for all jobs as described by 313.021(3)(E)(ii).

If this project creates less than 1,000 new jobs, does this district have territory in a county that meets the demographic characteristics of 313.051(2)? (see table of information showing this district characteristic at <http://www.window.state.tx.us/taxinfo/proptax/hb1200/values.html>)

If yes, the applicant must meet wage standard described in 313.051(b) (110% of the regional average weekly wage for manufacturing)

If no, the applicant shall designate one of the wage standards set out in §§313.021(5)(A) or 313.021(5)(B).



WAGE AND EMPLOYMENT INFORMATION (CONTINUED)

For the following three wage calculations please include on an attachment the four most recent quarters of data for each wage calculation. Show the average and the 110% calculation. Include documentation from IWC Web site. 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 IAC §9.1051(7).

110% of the county average weekly wage for all jobs (all industries) in the county is \$675.40

110% of the county average weekly wage for manufacturing jobs in the county is \$415.53

110% of the county average weekly wage for manufacturing jobs in the region is \$875.60

Please identify which Tax Code section you are using to estimate the wage standard required for this project:

☐ §313.021(5)(A) or ☐ §313.021(5)(B) or ☐ §313.021(3)(E)(ii), or ☑ §313.051(b)?

What is the estimated minimum required annual wage for each qualifying job based on the qualified property? \$45,531.20

What is the estimated minimum required annual wage you are committing to pay for each of the qualifying jobs you create on the qualified property? \$45,531.20

Will 80% of all new jobs created by the owner be qualifying jobs as defined by 313.021(3)? ☑ Yes ☐ No

Will each qualifying job require at least 1,600 of work a year? ☑ Yes ☐ No

Will any of the qualifying jobs be jobs transferred from one area of the state to another? ☐ Yes ☑ No

Will any of the qualifying jobs be retained jobs? ☐ Yes ☑ No

Will any of the qualifying jobs be created to replace a previous employee? ☐ Yes ☑ No

Will any required qualifying jobs be filled by employees of contractors? ☐ Yes ☑ No

If yes, what percent? _____

Does the applicant or contractor of the applicant offer to pay at least 80% of the employee's health insurance premium for each qualifying job? ☑ Yes ☐ No

Describe each type of benefits to be offered to qualifying jobholders. (Use attachments as necessary.)

SEE ATTACHMENT

ECONOMIC IMPACT

Is an Economic Impact Analysis attached (If supplied by other than the Comptroller's office)? n/a ☐ Yes ☐ No

Is Schedule A completed and signed for all years and attached? ☑ Yes ☐ No

Is Schedule B completed and signed for all years and attached? ☑ Yes ☐ No

Is Schedule C (Application) completed and signed for all years and attached? ☑ Yes ☐ No

Is Schedule D completed and signed for all years and attached? ☑ Yes ☐ No

Note: Excel spreadsheet versions of schedules are available for download and printing at URL listed below.

If there are any other payments made in the state or economic information that you believe should be included in the economic analysis, please attach a separate schedule showing the amount for each year affected, including an explanation.

CONFIDENTIALITY NOTICE

Property Tax Limitation Agreement Applications
Texas Government Code Chapter 313
Confidential Information Submitted to the Comptroller

Generally, an application for property tax value limitation, the information provided therein, and documents submitted in support thereof, are considered public information subject to release under the Texas Public Information Act.

There is an exception, outlined below, by which information will be withheld from disclosure.

The Comptroller's office will withhold information from public release if:

- 1) it describes the specific processes or business activities to be conducted or the specific tangible personal property to be located on real property covered by the application;
- 2) the information has been segregated in the application from other information in the application; and
- 3) the party requesting confidentiality provides the Comptroller's office a list of the documents for which confidentiality is sought and for each document lists the specific reasons, including any relevant legal authority, stating why the material is believed to be confidential.

All applications and parts of applications which are not segregated and marked as confidential as outlined above will be considered public information and will be posted on the internet.

Such information properly identified as confidential will be withheld from public release unless and until the governing body of the school district acts on the application, or we are directed to do so by a ruling from the Attorney General.

Other information in the custody of a school district or the comptroller submitted in connection with the application, including information related to the economic impact of a project or the essential elements of eligibility under Texas Tax Code, Chapter 313, such as

the nature and amount of the projected investment, employment, wages, and benefits, will not be considered confidential business information and will be posted on the internet.

All documents submitted to the Comptroller, as well as all information in the application once the school district acts thereon, are subject to public release unless specific parts of the application or documents submitted with the application are identified as confidential. Any person seeking to limit disclosure of such submitted records is advised to consult with their legal counsel regarding disclosure issues and also to take the appropriate precautions to safeguard copyrighted material, trade secrets, or any other proprietary information. The Comptroller assumes no obligation or responsibility relating to the disclosure or nondisclosure of information submitted by respondents. A person seeking to limit disclosure of information must submit in writing specific detailed reasons, including any relevant legal authority, stating why that person believes the material to be confidential.

The following outlines how the Comptroller's office will handle requests for information submitted under the Texas Public Information Act for application portions and submitted records appropriately identified as confidential.

- This office shall forward the request for records and a copy of the documents at issue to the Texas Attorney General's office for an opinion on whether such information may be withheld from disclosure under the Texas Public Information Act.
- The Comptroller will notify the person who submitted the application/documents when the information is forwarded to the Attorney General's office.
- Please be aware that this Office is obligated to comply with an Attorney General's decision, including release of information ruled public even if it was marked confidential.

COMPANY CHECKLIST AND REQUESTED ATTACHMENTS

	Checklist	Page X of 16	Check Completed
1	Certification pages signed and dated by Authorized Business Representative (applicant)	4 of 16	✓
2	Proof of Payment of Application Fee (Attachment)	5 of 16	✓
3	For applicant members, documentation of Combined Group membership under Texas Tax Code 171.0001(7) (if Applicable) (Attachment)	5 of 16	N/A
4	Detailed description of the project	6 of 16	✓
5	If project is located in more than one district, name other districts and list percentage in each district (Attachment)	7 of 16	N/A
6	Description of Qualified Investment (Attachment)	8 of 16	✓
7	Map of qualified investment showing location of new buildings or new improvements with vicinity map.	8 of 16	✓
8	Description of Qualified Property (Attachment)	8 of 16	✓
9	Map of qualified property showing location of new buildings or new improvements with vicinity map	8 of 16	✓
10	Description of Land (Attachment)	9 of 16	✓
11	A detailed map showing location of the land with vicinity map.	9 of 16	✓
12	A description of all existing (if any) improvements (Attachment)	9 of 16	N/A
13	Request for Waiver of Job Creation Requirement (if applicable) (Attachment)	9 of 16	N/A
14	Calculation of three possible wage requirements with TWC documentation. (Attachment)	10 of 16	✓
15	Description of Benefits	10 of 16	✓
16	Economic Impact (if applicable)	10 of 16	N/A
17	Schedule A completed and signed	13 of 16	✓
18	Schedule B completed and signed	14 of 16	✓
19	Schedule C (Application) completed and signed	15 of 16	✓
20	Schedule D completed and signed	16 of 16	✓
21	Map of Reinvestment Zone (Attachment) (Showing the actual or proposed boundaries and size, Certified to be accurate by either the government entity creating the zone, the local appraisal district, or a licensed surveyor, with vicinity map)*	9 of 16	will provide upon adoption
22	Order, Resolution, or Ordinance Establishing the Zone (Attachment)*	9 of 16	will provide
23	Legal Description of Reinvestment Zone (Attachment)*	9 of 16	will provide
24	Guidelines and Criteria for Reinvestment Zone(Attachment)*	9 of 16	will provide

*To be submitted with application or before date of final application approval by school board.

Proof of payment of filing fee received by the
Comptroller of Public Accounts per TAC Rule
§9.1054 (b)(5)

*(Page Inserted by Office of Texas Comptroller of Public
Accounts)*

ATTACHMENT A
PROJECT DESCRIPTION
APPLICATION FOR VALUE LIMITATION AGREEMENT
PECOS-BARSTOW-TOYAH INDEPENDENT SCHOOL DISTRICT

Project Description

Southern Union Gas Services, LTD is proposing to build a new gas processing facility in Reeves County, Texas within the Reeves County Hospital District and the Pecos-Barstow-Toyah Independent School District. The facility will be constructed on a purchased parcel of land consisting of 45 acres.

Red Bluff Gas Processing Plant

The Red Bluff Plant is a natural gas processing plant with a nominal gas processing capacity of 200 MMSCFD. The plant will process gas that has been collected by the upstream gas gathering system in Reeves and surrounding counties of the plant location.

The first processing step in the Red Bluff plant process is to separate the pipeline condensate liquids from the pipeline gas. Once separated, the condensate liquids are processed in a condensate stabilizer system in order to sell the hydrocarbon condensates to the NGL sales pipeline. Gas from the inlet separators is then treated in the amine treating system for removal of CO₂ from the inlet gas. The removal is required to prevent CO₂ freezing in the cryogenic NGL recovery plant and to meet the sales gas pipeline's and NGL pipeline's specifications. The CO₂ removed by the amine system is routed to an incinerator system to destroy incidental hydrocarbon vapors contained in the CO₂ stream. From the amine system, the sweet gas is then processed in the cryogenic plant for natural gas liquid recovery. The gas is refrigerated by mechanical refrigeration and by expansion through a turbo expander. The NGL liquids condensed by the refrigeration system are fractionated in a demethanizer column and then pumped into a NGL sales pipeline. Gas from the cryogenic plant, now stripped of NGL liquids, is compressed and delivered to the sales gas pipeline.

Red Bluff Gas Processing Plant consists of the following main processing units and utility systems which are classified as the "Qualified Investment":

- Inlet Facilities
- Dehydration
- Regeneration
- Amine treater and thermal oxidizer
- NGL Recovery Train
- NGL Product Delivery Facilities
- Residue Recompression & Cooling
- Waste Heat Recovery
- Heat Medium
- Fuel Gas
- Methanol Injection
- Drains & Flare
- Instrument & Utility Air

Ability to Relocate

Southern Union Gas Services, LTD is a leading natural gas gathering and processing company, whose primary activities include gathering, treating, processing and transporting natural gas and natural gas liquids to a variety of markets, including power generating companies, utilities, energy marketers and industrial users within the Southwestern United States. The company operates approximately 4,600 miles of pipelines, with five cryogenic plants and six natural gas treating plants within Texas and New Mexico. The company is currently in negotiations with both the state of New Mexico and Eddy County as a perspective site for the gas processing facility, along with this location in Reeves County.

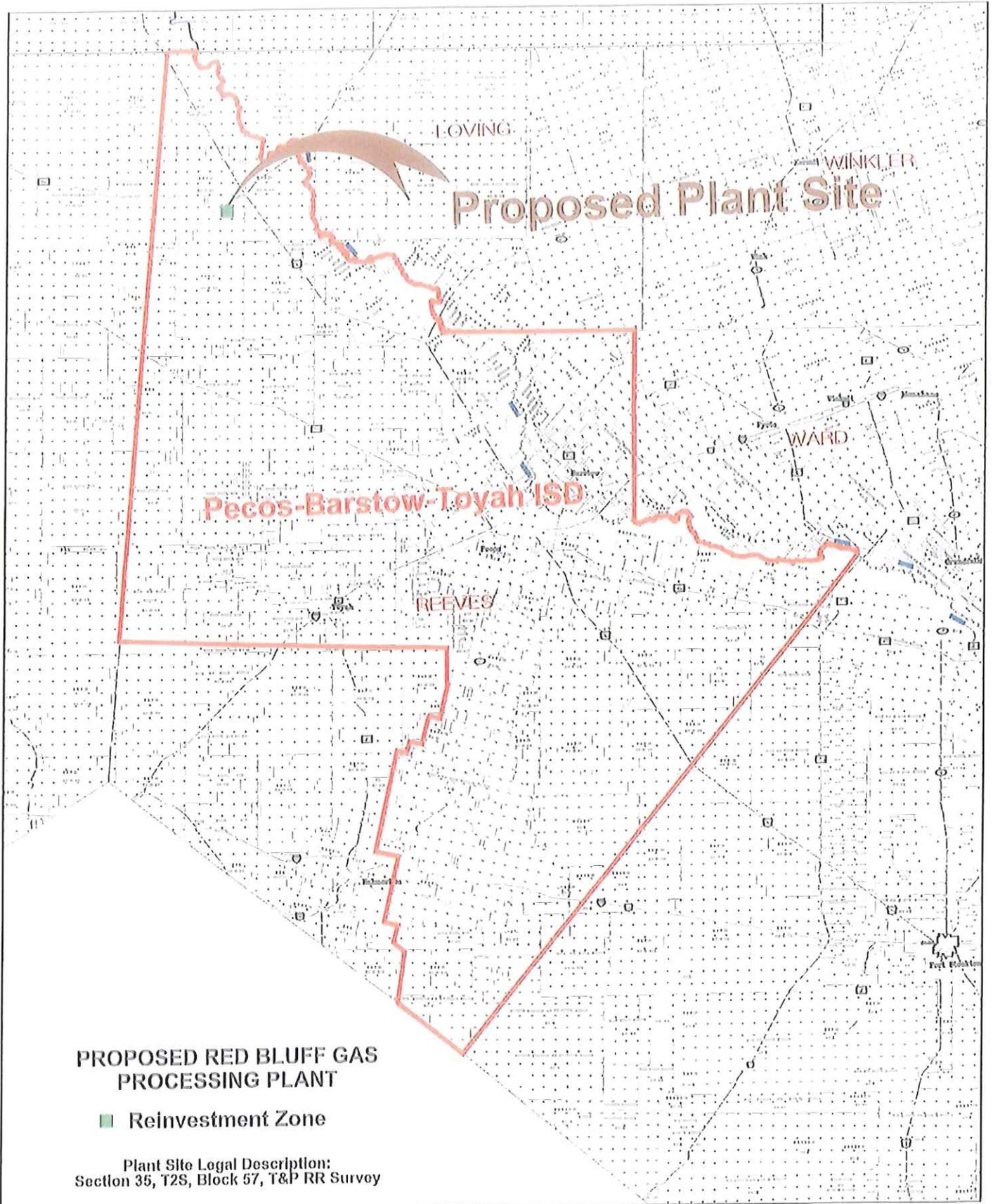
Description of Qualified Investment/Qualified Property

Red Bluff Gas Processing Plant consists of the following main processing units and utility systems which are classified as the "Qualified Investment":

- Inlet Facilities
- Dehydration
- Regeneration
- Amine treater and thermal oxidizer
- NGL Recovery Train
- NGL Product Delivery Facilities
- Residue Recompression & Cooling
- Waste Heat Recovery
- Heat Medium
- Fuel Gas
- Methanol Injection
- Drains & Flare
- Instrument & Utility Air
- Potable and Utility Water

ATTACHMENT B
PROJECT LAND LEGAL DESCRIPTION
APPLICATION FOR VALUE LIMITATION AGREEMENT
PECOS-BARSTOW-TOYAH INDEPENDENT SCHOOL DISTRICT

Description for one section totaling 640 acres of land located in Reeves County, Texas.
Section 35, Blk 57, T2S T&P RR Survey Reeves County, Texas



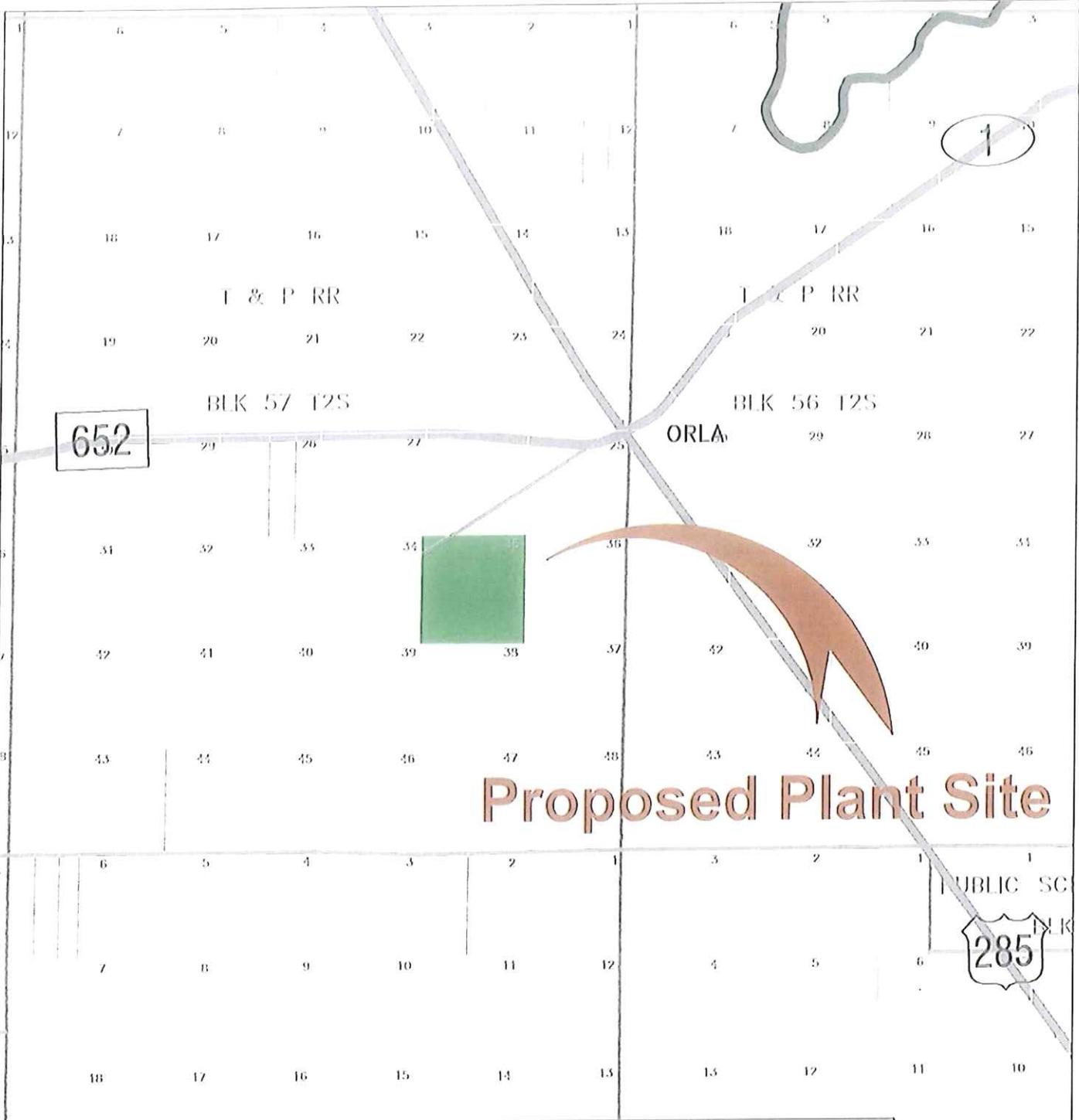
Proposed Plant Site

Pecos-Barstow-Toyah ISD

**PROPOSED RED BLUFF GAS
PROCESSING PLANT**

■ Reinvestment Zone

Plant Site Legal Description:
Section 35, T2S, Block 57, T&P RR Survey



Proposed Plant Site

PROPOSED RED BLUFF GAS PROCESSING PLANT

■ Reinvestment Zone

Plant Site Legal Description:
Section 35, T2S, Block 57, T&P RR Survey

PUBLIC SC
 BLK
 285
 16 17
 T & P RR
 21 20
 56 T2S

Checklist Item 14

ATTACHMENT

CALCULATION OF WAGE REQUIREMENTS-REEVES COUNTY

110% of County Average Weekly Wage for all Jobs

2010	2Q	606
2010	3Q	588
2010	4Q	652
2011	1Q	610

$$\begin{aligned} 2456/4 &= \$614 \text{ average weekly salary} \\ &\quad \times 1.1 \text{ (110\%)} \\ &= \$675.40 \text{ 110\% of County Average Weekly Wage for all Jobs} \end{aligned}$$

110% of County Average Weekly Wage for Manufacturing Jobs in County

2010	2Q	471
2010	3Q	355
2010	4Q	316
2011	1Q	369

$$\begin{aligned} 1511/4 &= \$377.75 \text{ average weekly salary} \\ &\quad \times 1.1 \text{ (110\%)} \\ &= \$415.53 \text{ 110\% of County Average Weekly Wage for Manufacturing Jobs} \end{aligned}$$

110 % of County Average Weekly Wage for Manufacturing Jobs in Region
(Permian Basin)

\$19.90 per hour
 $\times 40$ hr per week
\$ 796.00 average weekly salary

\$796 average weekly salary
 $\times 1.10$ (110%)
\$875.60

\$875.60
 $\times 52$ weeks
\$45,531.20 110% of County Average Weekly Wage for all Jobs in Region

Quarterly Employment and Wages (QCEW)

[\[Back\]](#)

Page 1 of 1 (40 results/page)

<input type="text" value="2010"/>	<input type="text" value="1st Qtr"/>	<input type="text" value="Reeves County"/>	<input type="text" value="Private"/>	<input type="text" value="00"/>	<input type="text" value="0"/>	<input type="text" value="10"/>	<input type="text" value="Total, All Industries"/>	<input type="text" value="\$617"/>
<input type="text" value="Year"/>	<input type="text" value="Period"/>	<input type="text" value="Area"/>	<input type="text" value="Ownership"/>	<input type="text" value="Division"/>	<input type="text" value="Level"/>	<input type="text" value="Ind Code"/>	<input type="text" value="Industry"/>	<input type="text" value="Avg Weekly Wages"/>
2010	1st Qtr	Reeves County	Private	00	0	10	Total, All Industries	\$617
2010	2nd Qtr	Reeves County	Private	00	0	10	Total, All Industries	\$606
2010	3rd Qtr	Reeves County	Private	00	0	10	Total, All Industries	\$588
2010	4th Qtr	Reeves County	Private	00	0	10	Total, All Industries	\$652
2011	1st Qtr	Reeves County	Private	00	0	10	Total, All Industries	\$610
2011	1st Qtr	Reeves County	Private	31	2	31-33	Manufacturing	\$369
2010	4th Qtr	Reeves County	Private	31	2	31-33	Manufacturing	\$316
2010	3rd Qtr	Reeves County	Private	31	2	31-33	Manufacturing	\$355
2010	2nd Qtr	Reeves County	Private	31	2	31-33	Manufacturing	\$471
2010	1st Qtr	Reeves County	Private	31	2	31-33	Manufacturing	\$493

**2010 Manufacturing Wages by Council of Government Region
Wages for All Occupations**

COG	Wages	
	Hourly	Annual
Texas		
<u>1. Panhandle Regional Planning Commission</u>	\$18.60	\$38,683
<u>2. South Plains Association of Governments</u>	\$16.21	\$33,717
<u>3. NORTEX Regional Planning Commission</u>	\$18.34	\$38,153
<u>4. North Central Texas Council of Governments</u>	\$23.45	\$48,777
<u>5. Ark-Tex Council of Governments</u>	\$15.49	\$32,224
<u>6. East Texas Council of Governments</u>	\$17.63	\$36,672
<u>7. West Central Texas Council of Governments</u>	\$17.48	\$36,352
<u>8. Rio Grande Council of Governments</u>	\$15.71	\$32,683
<u>9. Permian Basin Regional Planning Commission</u>	\$19.90	\$41,398
<u>10. Concho Valley Council of Governments</u>	\$15.33	\$31,891
<u>11. Heart of Texas Council of Governments</u>	\$17.91	\$37,257
<u>12. Capital Area Council of Governments</u>	\$25.37	\$52,778
<u>13. Brazos Valley Council of Governments</u>	\$15.24	\$31,705
<u>14. Deep East Texas Council of Governments</u>	\$15.71	\$32,682
<u>15. South East Texas Regional Planning Commission</u>	\$27.56	\$57,333
<u>16. Houston-Galveston Area Council</u>	\$24.52	\$51,002
<u>17. Golden Crescent Regional Planning Commission</u>	\$20.07	\$41,738
<u>18. Alamo Area Council of Governments</u>	\$17.28	\$35,952
<u>19. South Texas Development Council</u>	\$13.27	\$27,601
<u>20. Coastal Bend Council of Governments</u>	\$21.55	\$44,822
<u>21. Lower Rio Grande Valley Development Council</u>	\$14.35	\$29,846
<u>22. Texoma Council of Governments</u>	\$18.10	\$37,651
<u>23. Central Texas Council of Governments</u>	\$17.21	\$35,788
<u>24. Middle Rio Grande Development Council</u>	\$13.21	\$27,471

Source: Texas Occupational Employment and Wages

Data published: June 2011

Data published annually, next update will be June 2012.

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

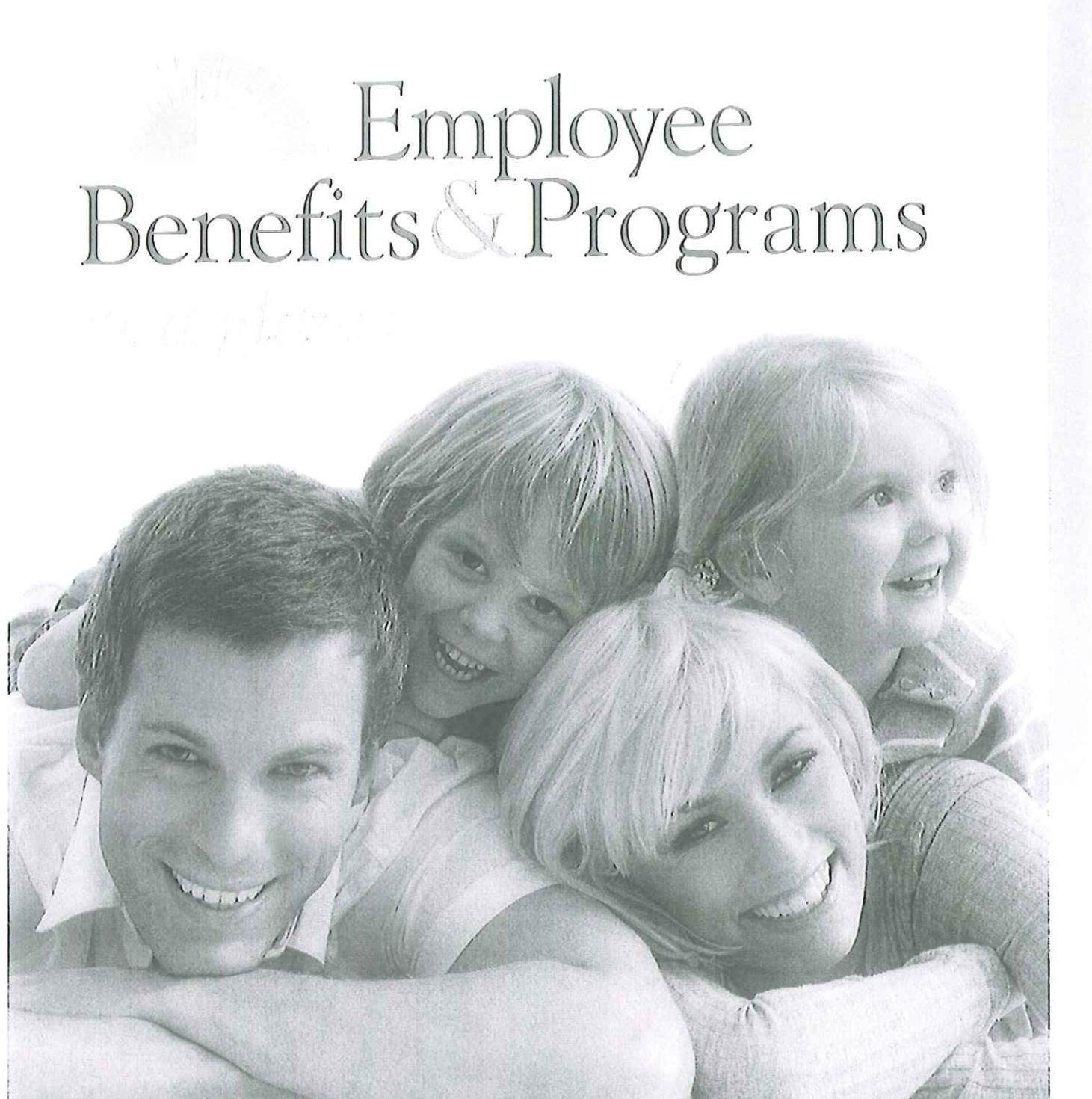
Wage data is produced from Texas OES data, and is not to be compared to BLS estimates.

Data intended for TAC 313 purposes only.

ATTACHMENT C
EMPLOYMENT WAGES AND BENEFITS
APPLICATION FOR VALUE LIMITATION AGREEMENT
PECOS-BARSTOW-TOYAH INDEPENDENT SCHOOL DISTRICT

Benefits

Southern Union Gas Services, LTD offers medical and dental insurance, life insurance, AD&D and long-term disability insurance, 401K savings plan, vacation and holiday pay. Southern Union Gas Services, LTD also offers an enhancement to the Savings Plan to allow eligible employees to receive an additional, non-discretionary employer contribution referred to as a retirement power contribution.

A faint, large-scale background image of a family consisting of a man, a woman, and two children, all smiling and embracing each other. The image is centered and serves as a backdrop for the title text.

Employee Benefits & Programs



 Southern Union Company

2011 Southern Union Gas Services

The company offers several medical plan options administered by United Healthcare allowing you to choose the one that best fits the needs of you and your family, while also providing the best value. Medical coverage is effective on your hire date provided enrollment is made within 31 days. You will also automatically receive prescription drug coverage when you participate in the medical plan. Your choice of medical plan will affect how much of your healthcare expenses you will have to pay and how much the plan will pay. The features of each plan are similar, but there are differences in:

- The premiums you pay
- The deductible you are required to pay before the plan will pay for services
- The co-pay you pay for certain services
- The percentage coinsurance you pay each time you need additional medical care, after meeting your deductible

To help you decide which option best meets your healthcare needs, please review the following comparison chart:

Feature		Value Plan		70/60 PPO Plan		90/70 PPO Plan	
		In-Network	Out-of-Network	In-Network	Out-of-Network	In-Network	Out-of-Network
Annual Deductible	Individual	\$750	\$1,875	\$350	\$875	\$250	\$625
	Family	\$1,500	\$3,750	\$700	\$1,750	\$500	\$1,250
Annual Out-of-Pocket Maximum	Individual	\$1,500	\$3,000	\$2,500	\$5,000	\$1,500	\$3,000
	Family	\$3,000	\$6,000	\$5,000	\$10,000	\$3,000	\$6,000
Office Visit	Primary	80% covered*	60% covered*	\$30 copay	60% covered*	\$25 copay	70% covered*
	Specialist	80% covered*	60% covered*	\$40 copay	60% covered*	\$35 copay	70% covered*
Prescription Drug Coverage	Retail (Tier 1 Tier 2 Tier 3)	30%** 40%** 50%**		\$10 \$30 \$50		\$10 \$30 \$50	
	Mail Order (Tier 1 Tier 2 Tier 3)	30%** 40%** 50%**		\$25 \$75 \$125		\$25 \$75 \$125	
Lifetime Maximum		Unlimited		Unlimited		Unlimited	

An 80% Indemnity Plan option is also available where employees are not supported by the UnitedHealthcare network of doctors and facilities.

*After annual deductible, amount the plan pays

**After annual deductible, amount you pay

Dental Plan

The Dental Plan helps you and your family with the costs of maintaining good dental health and treating dental disease and injury. Enrolling in the Dental Plan is optional. There is a separate contribution for dental coverage. If you elect dental coverage, it is provided by Delta Dental of Texas. Although you may seek treatment from any dentist, using in-network providers will reduce your out-of-pocket costs. By using a participating dentist you will receive dental services at a discounted rate.

The list of participating dentists is located on the Delta Dental website at www.deltadentalins.com. The Dental Plan provides coverage for the following dental services:

Feature	Coverage	
Annual Deductible	Individual	\$50
	Family	\$150
Annual Maximum	Per Person	\$1,500
Preventive Services	Cleaning and exams	100% covered
Basic Services	Fillings, extractions, root canals, repairs to dentures	80% covered
Major Services	Crowns, bridgework, dentures, TMJ procedures and other major services	50% covered
Orthodontic Services	Children up to age 19, includes exams and appliances	50% covered (separate \$1,500 lifetime maximum for orthodontic services)

Vision Plan

Enrolling in the Vision Service Provider (VSP) plan is optional. There is a separate contribution for vision coverage. You can obtain care from an out-of-network provider, but you will have to pay more out-of-pocket. Here's a closer look at the difference in coverage available to you when you visit a VSP doctor versus a doctor who does not participate in the VSP network.

Feature	VSP Network	Out-of-Network
Eye Exam (every 12 months)	100% covered	Plan pays up to \$35
		Single Vision: Plan pays up to \$30
Eyeglass Lenses (every 12 months)	100% covered	Bifocal: Plan pays up to \$40
		Tritocal: Plan pays up to \$60
		Concave: Plan pays up to \$80
Frames (standard frames)	100% covered	Plan pays up to \$50
	Once every 12 months under age 19	Once every 12 months under age 19
Contacts	Once every 24 months over age 19	Once every 24 months over age 19
	In lieu of glasses: Plan pays up to \$175	In lieu of glasses: Plan pays up to \$175
	If medically necessary, Plan pays out-of-pocket and customary charges.	If medically necessary, Plan pays up to \$300.

Spending Accounts

Spending Accounts provide an opportunity for before-tax reimbursement of eligible healthcare and dependent care expenses. You decide how much to deposit into each account annually, subject to election restrictions. If you decide to contribute to any of the spending accounts, carefully estimate your contributions because health care and dependent care elections are for the entire calendar year, unless you have a Qualifying Life Event (QLE) later in the year. Any change in either of these accounts must be made within 31 days of the QLE. Spending Account maximum contributions are as followed:

Account Type	Monthly Max	Annual Max
Healthcare Spending	None	\$5,000
Dependent Care Spending	None	\$5,000, or \$2,500 if married and file a separate tax return.

Life Insurance

Life insurance is provided to help ease the financial burden you or your dependents may face if you or another family member dies.

Employee Life Insurance

The company automatically provides Basic Life and Basic AD&D benefits at no cost to you. Basic coverage is equal to one times your annual base salary, (as of your hire date or January 1st, whichever is later) rounded up to the nearest \$1,000, up to a maximum benefit of \$500,000.

Supplemental Life Insurance

For added protection, you may elect supplemental life coverage for you and your family. Contributions are made on an after-tax basis. You may increase or decrease your employee life coverage each year during annual enrollment, however Evidence of Insurability (EOI) may be required before the insurance company will agree to provide certain amounts of life insurance coverage.

Employee Supplemental Life Insurance

You may purchase additional life insurance coverage in increments from 1.0, 1.5, 2.0, 2.5 or 3.0 times your annual base salary. The cost is based on the level of coverage, salary and age.

Supplemental Spouse Life Insurance

Coverage is available for your spouse in \$10,000 increments up to a maximum of 50% of your combined basic and supplemental life insurance coverage amount or \$500,000, whichever is less. The cost for your spouse's coverage is based on your spouse's age.

Supplemental Dependent Child Life Insurance (up to age 25)

You may elect Dependent Child Life insurance in the amount of \$10,000 per child. The contribution is a flat rate, regardless of the number of children covered.

Annually, during open enrollment you may change your medical, dental, vision, flexible spending account and life insurance elections. If you have a QLE later in the calendar year, you may be able to make changes to your coverage. Any eligible change must be made within 31 days of the QLE.



Savings Plan

The company Savings Plan allows you to contribute up to a total of 50% of your pay on a pre-tax or Roth basis and/or up to 10% of your compensation on an after-tax basis to a number of investment options, subject to the annual federal limits regarding 401(k) contributions. The company will match your pre-tax or Roth Savings Plan contributions at a rate of \$0.50 on the \$1.00, up to 4% of your eligible compensation.

You will be 100% vested in the matching contributions after a 5-year graded vesting schedule.

The company also offers an enhancement to the Savings Plan to allow employees to receive an additional, non-discretionary employer contribution.

Parking & Transportation

Secured, covered parking is provided for all Fort Worth-based employees at no cost.

Work & Family Programs

Vacation

Employees accrue vacation on a monthly basis based on their length of service. Vacation is accrued at the end of the month. New hires with a start date between the 1st and 15th of the month, will receive their first accrual at the end of their first month of employment. New hires with a start date from the 16th to the end of the month, will receive their first accrual at the end of the following month. Employees will receive their new accrual rate on January 1st of the year the employee reaches their milestone year of service. Vacation accrual rate is as followed:

Length of Service	Accrual Rate	Maximum Vacation Accrual per Calendar Year
Less than 1 year	6.6 hours per month	80 hours
1-5 years	10 hours per month	120 hours
6-13 years	13.3 hours per month	160 hours
14+ years	16.6 hours per month	200 hours

Holidays

There are ten (10) holidays per year, which includes eight (8) company-designated holidays and two (2) personal days. New employees are eligible for these, regardless of the time they join the company. The holiday schedule can be found on the company intranet site.

Flexible Work Hours

Fort Worth office employees may begin the workday as early as 7:00 a.m. and as late as 8:30 a.m., subject to management approval.

Employee Discounts

Southern Union offers employees discounts to various vendors such as Ford Partner Program, Verizon Wireless, GM Supplier Discount, and HP, Dell, and Microsoft Office Employee Purchase Programs.

Sick Leave

Employees are eligible for up to 80 hours of sick leave for employee illness or non-work related injury, immediate family member illness and doctor's appointments for employee or family members.

Short Term Disability

Short term disability (STD) benefits are available to eligible employees who are unable to perform the duties of their job because of an illness or injury that exceeds the elimination period. Short term disability time is based on years of service: 15 or more years - 1,040 hours at 100% pay; 10-15 years - 780 hours at 100% pay and 260 hours at 80% pay; less than 10 years - 520 hours at 100% pay and 520 hours at 80% pay.

Long Term Disability

The company automatically provides you with long term disability (LTD) benefits as part of your employment. The company will cover 60% of your monthly pay if you have been disabled for more than 6 months as a result of an illness or injury.

Bereavement

You may receive approval for up to 5 days off with pay due to the death of an immediate family member.

Adoption/Paternity Leave

Employees can take up to 40 hours for adoption or birth of a child.

Jury, Witness Duty and Military Duty

Employees serving jury or witness duty will receive full pay. Employees serving military duty will be paid their full salary for the first 2 weeks of service; thereafter, the company pays the difference between base and military pay up to the cumulative Uniformed Services Employment and Reemployment Rights Act (USERRA) limit (5 years).

Family Medical Leave Act (FMLA)

Provides up to 12 weeks of unpaid, job protected leave to "eligible" employees for certain family or medical reasons. You are eligible if you have worked for Southern Union for at least one year and for 1,250 hours over the previous 12 months. Reasons for taking leave:

- To care for your child after birth, or placement for adoption or foster care
- To care for your spouse, son, daughter or parent who has a serious health condition
- For a serious health condition that makes you unable to perform your job
- For certain military related situations

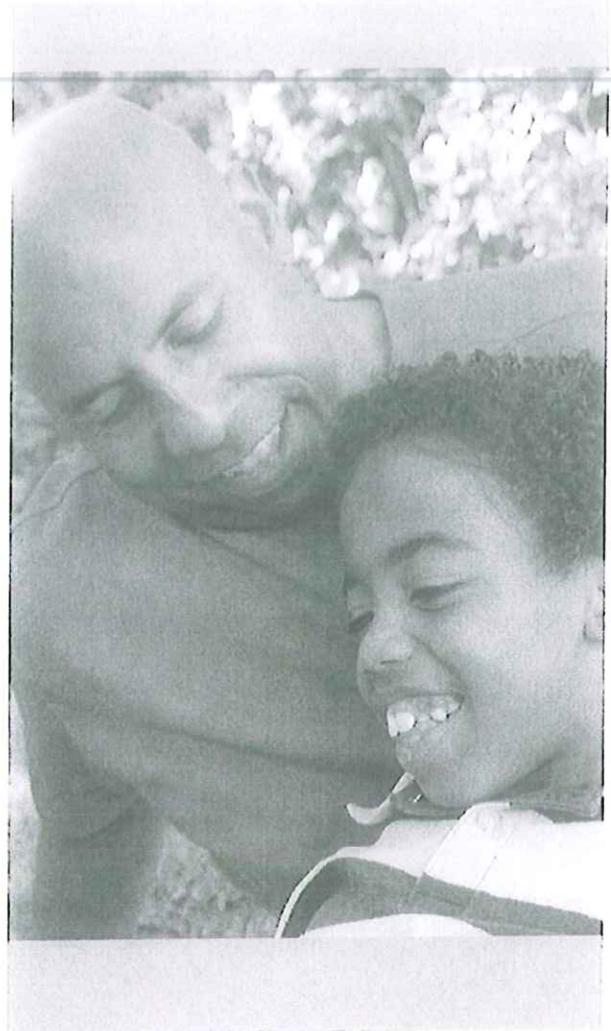
Leaves of Absence

The company may approve unpaid leaves of absence for family and medical leave, personal leave, military service or government or civic service.

Employee Development

Educational Assistance

Employees enjoy numerous opportunities for continued education and training through company-sponsored courses and the Educational Assistance Program. The Educational Assistance Program provides reimbursement of approved tuition, fees and books for courses completed at approved institutions. Reimbursement ranges from 75 - 100%, based on grades attained, up to a total annual maximum benefit of \$5,250 and a lifetime maximum of \$21,000.



Employee Assistance Program - Care24 (EAP)

The company provides Care24 services which offer you access to a wide range of health and well-being information seven days a week, 24 hours a day. Using one toll-free phone number, you can speak confidentially with registered nurses and counselors who can help with almost any problem ranging from medical and family matters to personal legal, financial and emotional needs.

Internal Job Posting Policy

This policy provides employees the opportunity to express interest in specific job openings and enables the company to fill positions effectively when qualified internal candidates are identified.

Business Casual Dress Policy

The company's Fort Worth office has a year-round business casual dress policy. Appropriate business casual attire for men includes regular or knit shirts with an open collar and dress or casual slacks. Appropriate business casual attire for women includes dresses, skirts, dress or casual slacks, blouses, sweaters and jackets. Additionally, employees may wear presentable jeans on Fridays.

This information highlights the benefits and other plans offered to regular full-time employees of the company, but does not contain all of the details. The terms of the plan documents govern the specifics of the plans. The company reserves the right to amend, modify, suspend or terminate any of the benefit plans at any time. Please contact your Human Resource Representative to learn more about employee benefits.

Schedule A (Rev. May 2010): Investment

Form 50-283

Applicant Name: SOUTHERN UNION GAS SERVICES, LTD
 ISD Name: PECOS-BARSTOW-TOYAH ISD

PROPERTY INVESTMENT AMOUNTS

(Estimated Investment in each year. Do not put cumulative totals.)

The year preceding the first complete tax year of the qualifying time period (assuming no deferrals)	Year	School Year (YYYY-YYYY)	Tax Year (Fill in actual tax year below) YYYY	Column A: Tangible Personal Property The amount of new investment (original cost) placed in service of building during this year	Column B: Building or permanent nonremovable component of building (annual amount only)	Column C: Sum of A and B Qualifying investment during the qualifying time period	Column D: Other investment that is not qualified investment but investment affecting economic impact and total value	Column E: Total Investment (A+B+D)
The year preceding the first complete tax year of the qualifying time period (assuming no deferrals)	1	2011-2012	2011	\$ -	\$ -	\$ -	\$ 475,000	\$ 475,000
	2	2012-2013	2012	\$ 104,000,000	\$ -	\$ 104,000,000	\$ -	\$ 104,000,000
	3	2013-2014	2013	\$ 26,000,000	\$ -	\$ 26,000,000	\$ -	\$ 26,000,000
	4	2014-2015	2014					
	5	2015-2016	2015					
	6	2016-2017	2016					
	7	2017-2018	2017					
	8	2018-2019	2018					
	9	2019-2020	2019					
	10	2020-2021	2020					
	11	2021-2022	2021					
	12	2022-2023	2022					
	13	2023-2024	2023					
	14	2024-2025	2024					
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144	2154-2155	2154						
145	2155-2156	2155						
146	2156-2157	2156						
147	2157-2158	2157						
148	2158-2159	2158						
149	2159-2160	2159						
150	2160-2161	2160						
151	2161-2162	2161						
152	2162-2163	2162						
153	2163-2164	2163						
154	2164-2165	2164						
155	2165-2166	2165						
156	2166-2167	2166						
157	2167-2168	2167						
158	2168-2169	2168						
159	2169-2170	2169						
160	2170-2171	2170						
161	2171-2172	2171						
162	2172-2173	2172						
163	2173-2174	2173						
164	2174-2175	2174						
165	2175-2176	2175						
166	2176-2177	2176						
167	2177-2178	2177						
168	2178-2179	2178						
169	2179-2180	2179						
170	2180-2181	2180						
171	2181-2182	2181						
172	2182-2183	2182						
173	2183-2184	2183						
174	2184-2185	2184						
175	2185-2186	2185						
176	2186-2187	2186						
177	2187-2188	2187						
178	2188-2189	2188						

Schedule B (Rev. May 2010): Estimated Market And Taxable Value
SOUTHERN UNION GAS SERVICES, LTD

Form 50-296

Applicant Name
 ISD Name

PECOS-BARSTOW-TOYAH ISD

	Year	School Year (YYYY-YYYY)	Tax Year (Fill in actual tax year) YYYY	Qualified Property			Reductions from Market Value		Estimated Taxable Value
				Estimated Market Value of Land	Estimated Total Market Value of new buildings or other new improvements	Estimated Total Market Value of tangible personal property in the new building or in or on the new improvement	Exempted Value	Final taxable value for (S- M&O--after all reductions	
	pre-year 1	2011-2012	2011	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Complete tax years of qualifying time period	1	2012-2013	2012	\$28,400	\$ -	\$ -	\$ -	\$ 28,400	\$ 28,400
	2	2013-2014	2013	\$28,400	\$ -	\$ 104,000,000	\$ -	\$ 104,028,400	\$ 104,028,400
	3	2014-2015	2014	\$28,400	\$ -	\$ 126,880,000	\$ -	\$ 126,908,400	\$ 10,000,000
	4	2015-2016	2015	\$28,400	\$ -	\$ 123,073,600	\$ -	\$ 123,102,000	\$ 10,000,000
	5	2016-2017	2016	\$28,400	\$ -	\$ 119,381,392	\$ -	\$ 119,409,792	\$ 10,000,000
Value Limitation Period	6	2017-2018	2017	\$28,400	\$ -	\$ 115,799,950	\$ -	\$ 115,828,350	\$ 10,000,000
	7	2018-2019	2018	\$28,400	\$ -	\$ 112,325,952	\$ -	\$ 112,354,352	\$ 10,000,000
	8	2019-2020	2019	\$28,400	\$ -	\$ 108,956,173	\$ -	\$ 108,984,573	\$ 10,000,000
	9	2020-2021	2020	\$28,400	\$ -	\$ 105,687,488	\$ -	\$ 105,715,888	\$ 10,000,000
	10	2021-2022	2021	\$28,400	\$ -	\$ 102,516,863	\$ -	\$ 102,545,263	\$ 10,000,000
Credit Settle-Up Period	11	2022-2023	2022	\$28,400	\$ -	\$ 99,441,357	\$ -	\$ 99,469,757	\$ 99,469,757
	12	2023-2024	2023	\$28,400	\$ -	\$ 96,458,117	\$ -	\$ 96,486,517	\$ 96,486,517
	13	2024-2025	2024	\$28,400	\$ -	\$ 93,564,373	\$ -	\$ 93,592,773	\$ 93,592,773
Post-Settle-Up Period	14	2025-2026	2025	\$28,400	\$ -	\$ 90,757,442	\$ -	\$ 90,785,842	\$ 90,785,842
	15	2026-2027	2026	\$28,400	\$ -	\$ 88,034,719	\$ -	\$ 88,063,119	\$ 88,063,119

Notes: Market value in future years is good faith estimate of future taxable value for the purposes of property taxation.

This schedule must be submitted with the original application and any application for tax credit. When using this schedule for any purpose other than the original application, replace original estimates with actual appraisal district data for past years and update estimates for current and future years. If original estimates have not changed, enter those amounts for future years.

Stephen D. M. [Signature] VP - Tax

8/16/21

SIGNATURE OF AUTHORIZED COMPANY REPRESENTATIVE

DATE

Schedule C- Application: Employment Information

Applicant Name: SOUTHERN UNION GAS SERVICES, LTD
 ISD Name: PECOS-BARSTOW-TOYAH ISD

Form 50-286

	Year	School Year (YYYY-YYYY)	Tax Year (Fill in actual tax year) YYYY	Construction			New Jobs			Qualifying Jobs		
				Column A: Number of Construction FTE's or man-hours (specify)	Column B: Average annual wage rates for construction workers	Column C: Number of new jobs applicant commits to create (cumulative)	Column D: Average annual wage rate for all new jobs.	Column E: Number of qualifying jobs applicant commits to create meeting all criteria of Sec. 313.021(3) (cumulative)	Column F: Average annual wage of qualifying jobs.			
	pre-year 1	2011-2012	2011									
	1	2012-2013	2012	FTE	200 \$ 35,000							
	2	2013-2014	2013	FTE	200 \$ 36,000	10 \$	45,531	10 \$	45,531	10 \$	45,531	45,531
	3	2014-2015	2014			10 \$	45,531	10 \$	45,531	10 \$	45,531	45,531
	4	2015-2016	2015			10 \$	45,531	10 \$	45,531	10 \$	45,531	45,531
	5	2016-2017	2016			10 \$	45,531	10 \$	45,531	10 \$	45,531	45,531
	6	2017-2018	2017			10 \$	45,531	10 \$	45,531	10 \$	45,531	45,531
	7	2018-2019	2018			10 \$	45,531	10 \$	45,531	10 \$	45,531	45,531
	8	2019-2020	2019			10 \$	45,531	10 \$	45,531	10 \$	45,531	45,531
	9	2020-2021	2020			10 \$	45,531	10 \$	45,531	10 \$	45,531	45,531
	10	2021-2022	2021			10 \$	45,531	10 \$	45,531	10 \$	45,531	45,531
	11	2022-2023	2022			10 \$	45,531	10 \$	45,531	10 \$	45,531	45,531
	12	2023-2024	2023			10 \$	45,531	10 \$	45,531	10 \$	45,531	45,531
	13	2024-2025	2024			10 \$	45,531	10 \$	45,531	10 \$	45,531	45,531
	14	2025-2026	2025			10 \$	45,531	10 \$	45,531	10 \$	45,531	45,531
	15	2026-2027	2026			10 \$	45,531	10 \$	45,531	10 \$	45,531	45,531
Tax Credit Period (with 50% cap on credit)												
		Complete tax years of qualifying time period										
		Value Limitation Period										
Credit Settle-Up Period		Continue to Maintain Viable Presence										
Post-Settle-Up Period												
Post-Settle-Up Period												

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

This schedule must be submitted with the original application and any application for tax credit. When using this schedule for any purpose other than the original application, replace original estimates with actual appraisal district data for past years and update estimates for current and future years. If original estimates have not changed, enter those amounts for future years.

 SIGNATURE OF AUTHORIZED COMPANY REPRESENTATIVE

8/16/24
 DATE

Schedule D: (Rev. May 2010): Other Tax Information

Applicant Name

SOUTHERN UNION GAS SERVICES, LTD

ISD Name

PECOS-BARSTOW-TOYAH ISD

Form 50-296

		Sales Tax Information			Franchise Tax			Other Property Tax Abatements Sought			
		Sales Taxable Expenditures			Franchise Tax	County	City	Hospital	Other		
Year	School Year (YYYY-YYYY)	Tax/Calendar Year YYYY	Column F: Estimate of total annual expenditures* subject to state sales tax	Column G: Estimate of total annual expenditures* made in Texas NOT subject to sales tax	Column H: Estimate of Franchise tax due from (or attributable to) the applicant	Fill in percentage exemption requested or granted in each year of the Agreement	Fill in percentage exemption requested or granted in each year of the Agreement	Fill in percentage exemption requested or granted in each year of the Agreement	Fill in percentage exemption requested or granted in each year of the Agreement	Fill in percentage exemption requested or granted in each year of the Agreement	Fill in percentage exemption requested or granted in each year of the Agreement
The year preceding the first complete tax year of the qualifying time period (assuming no deferrals)	2011-2012	2011									
Complete tax years of qualifying time period	1	2012-2013	2012	13,000,000	117,000,000						
	2	2013-2014	2013	2,100,000	3,900,000	31,457	50%	N/A	50%	N/A	N/A
	3	2014-2015	2014	2,100,000	3,900,000	119,000	50%	N/A	50%	N/A	N/A
	4	2015-2016	2015	2,100,000	3,900,000	198,000	50%	N/A	50%	N/A	N/A
	5	2016-2017	2016	2,100,000	3,900,000	218,000	50%	N/A	50%	N/A	N/A
	6	2017-2018	2017	2,100,000	3,900,000	232,000	50%	N/A	50%	N/A	N/A
	7	2018-2019	2018	2,100,000	3,900,000	231,000	50%	N/A	50%	N/A	N/A
	8	2019-2020	2019	2,100,000	3,900,000	229,000	50%	N/A	50%	N/A	N/A
	9	2020-2021	2020	2,100,000	3,900,000	247,000	50%	N/A	50%	N/A	N/A
	10	2021-2022	2021	2,100,000	3,900,000	264,000	50%	N/A	50%	N/A	N/A
	11	2022-2023	2022	2,100,000	3,900,000	262,000	50%	N/A	50%	N/A	N/A
	12	2023-2024	2023	2,100,000	3,900,000	129,000	50%	N/A	50%	N/A	N/A
	13	2024-2025	2024	2,100,000	3,900,000	225,000					
	14	2025-2026	2025	2,100,000	3,900,000	225,000					
	15	2026-2027	2026	2,100,000	3,900,000	225,000					

*For planning, construction and operation of the facility.

SIGNATURE OF AUTHORIZED COMPANY REPRESENTATIVE *[Signature]*

DATE 5/16/24

REEVES COUNTY COMMISSIONER'S COURT

RESOLUTION

STATE OF TEXAS §
 §
COUNTY OF REEVES §

WHEREAS, the Commissioners Court of Reeves County (the "County") desires to make available tax abatement relief in the area which is the subject of this resolution in order to encourage the development of primary employment and to attract major investment in the County; and,

WHEREAS, the County has elected to become eligible to participate in tax abatement agreements under the provisions of the Texas Property Redevelopment and Tax Abatement Act (Chapter 312 of the Texas Tax Code); and,

WHEREAS, the County has adopted guidelines and criteria governing tax abatement agreements in Resolution No. 9-11+ dated Sept 9th, 2011 (the "Abatement Guidelines and Criteria"); and,

WHEREAS, a public hearing is required by Chapter 312 of the Texas Tax Code prior to approval of a reinvestment zone; and

WHEREAS, Southern Union Gas Services, Ltd. published notice of a public hearing to be held on September 12, 2011, regarding the designation of the area described in the attached Exhibit 1 as a reinvestment zone for tax abatement purposes;

WHEREAS, the improvements proposed by Southern Union Gas Services, Ltd., are feasible and of benefit to the reinvestment zone after expiration of an abatement agreement; and

WHEREAS, the property described on Exhibit 1 meets the criteria established in the Abatement Guidelines and Criteria; and

WHEREAS, the designation of the reinvestment zone would contribute to the retention or expansion of primary employment or would attract major investment in the reinvestment zone that would be of benefit to the property described on Exhibit 1 and would contribute to the economic development of the County; and

WHEREAS, all interested members of the public were given an opportunity to make comment at the public hearing.

THEREFORE, BE IT ENACTED BY THE COMMISSIONERS COURT OF REEVES COUNTY, TEXAS:

A reinvestment zone for the purposes of Chapter 312 of the Texas Tax Code is hereby established for the property shown on the attached Exhibit 1.

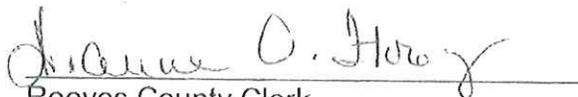
The foregoing Resolution was lawfully moved by Rigelio Alvarez, duly seconded by Tony Trujillo, and duly adopted by the Reeves County Commissioner's Court.

Signed the 12th day of September, 2011.



The Honorable W.J. Bang
Reeves County Judge

ATTEST:

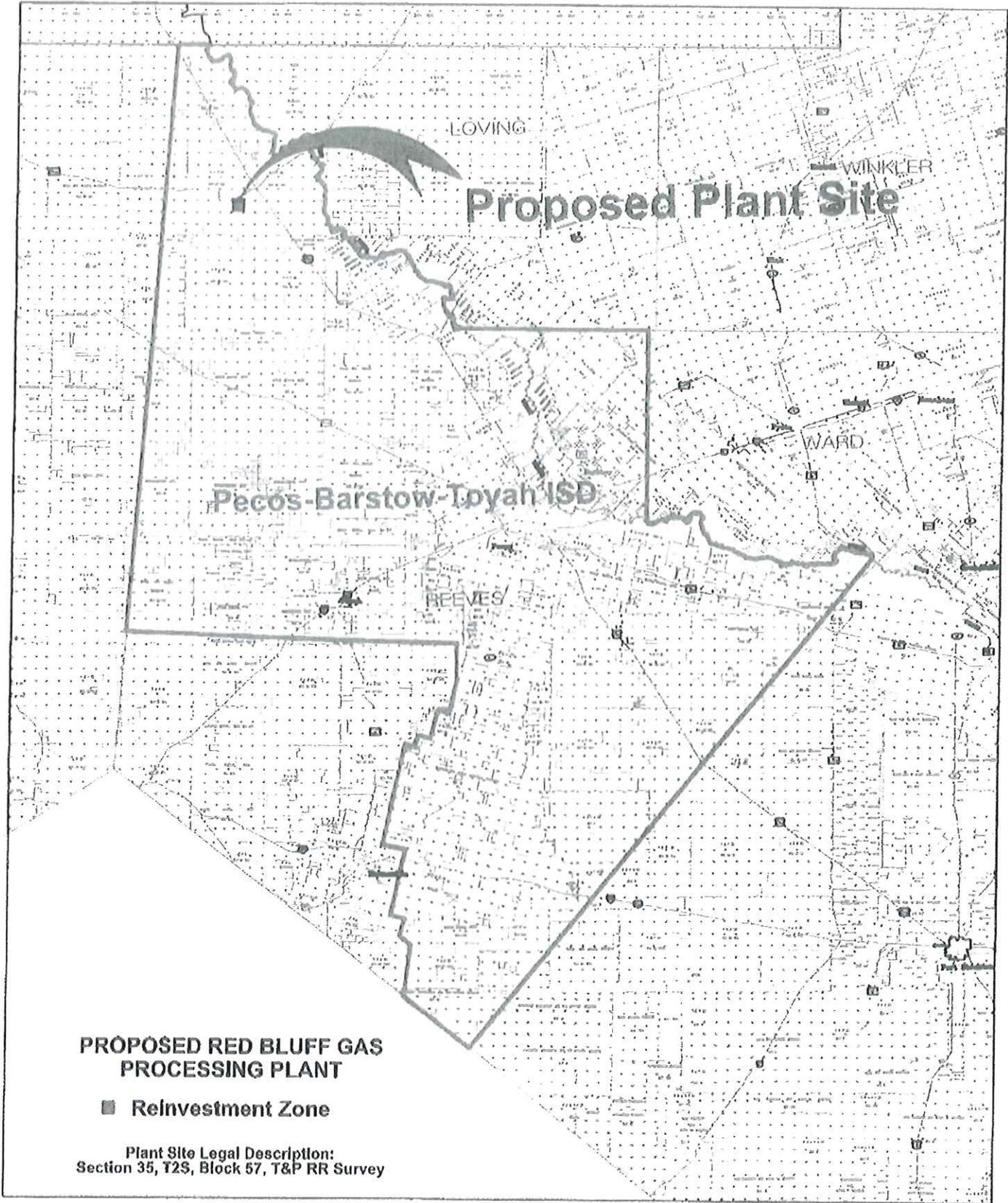


Reeves County Clerk

Exhibit 1
RED BLUFF REINVESTMENT ZONE

Description for one section totaling 640 acres of land located in Reeves County, Texas.

Section 35, Blk 57, T2South T&P RR Survey, Reeves County, Texas.



LOVING

WINKLER

Proposed Plant Site

WARD

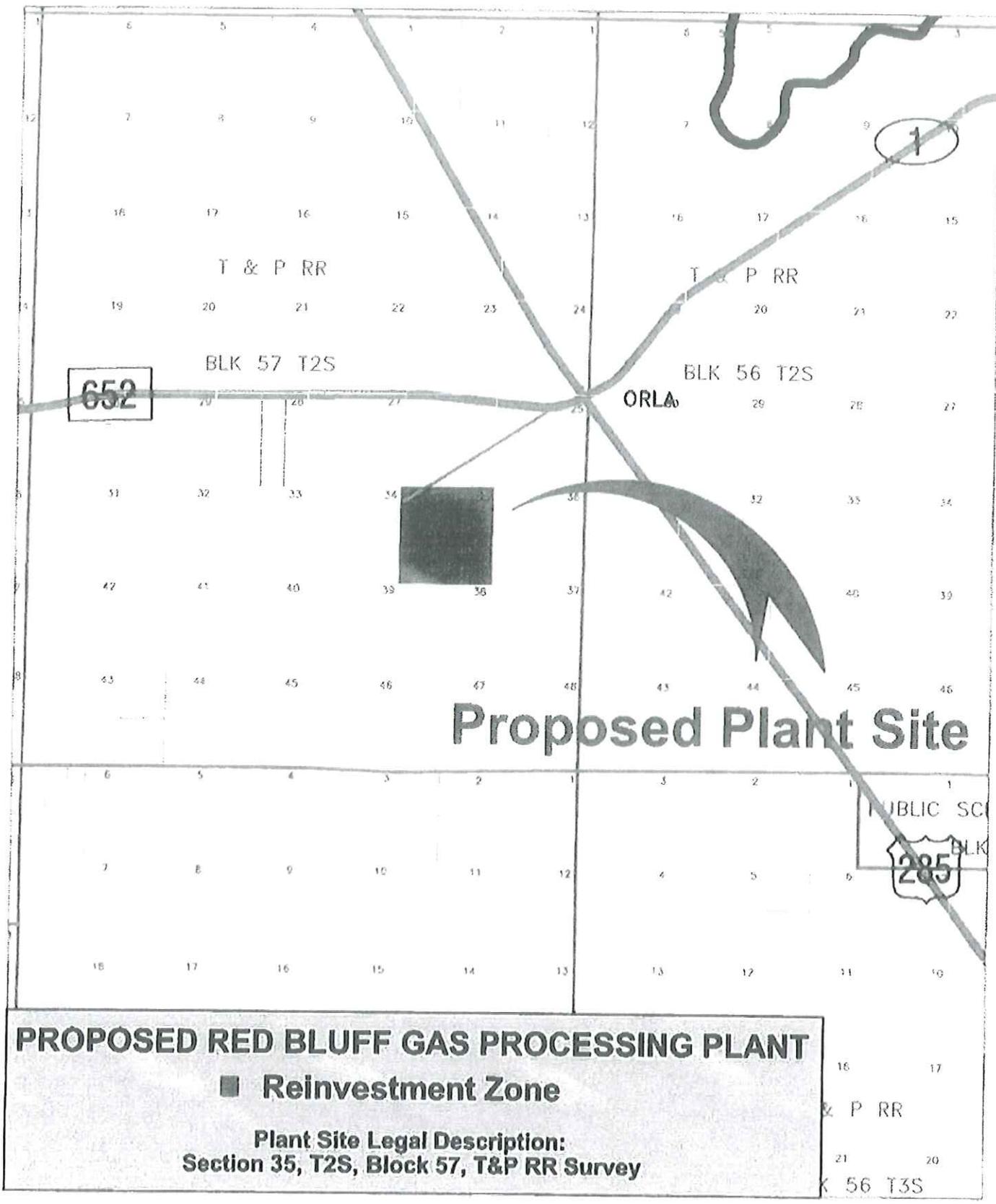
Pecos-Barstow-Toyah ISD

REEVES

**PROPOSED RED BLUFF GAS
PROCESSING PLANT**

■ Reinvestment Zone

Plant Site Legal Description:
Section 35, T2S, Block 57, T&P RR Survey



PROPOSED RED BLUFF GAS PROCESSING PLANT
 ■ Reinvestment Zone
 Plant Site Legal Description:
 Section 35, T2S, Block 57, T&P RR Survey