

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
First Name Salvador	Last Name Cavazos	
Title Superintendent		
School District Name Goose Creek ISD		
Street Address 4544 Interstate 10 East Baytown, TX 77521		
Mailing Address P.O. Box 30		
City Baytown	State Texas	ZIP 77522
Phone Number 281-420-4842	Fax Number 281-420-4815	
Mobile Number (optional)	E-mail Address salvador.cavazos@gccisd.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 **Dan** Last Name **Casey**

Title **Partner**

Firm Name **Moak, Casey & Associates**

Street Address **400 W. 15th Street, Suite 1410**

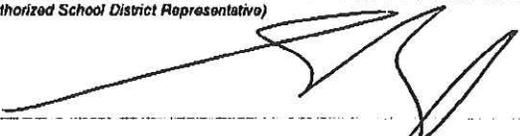
Mailing Address **Same**

City **Austin** State **Texas** ZIP **78701-1648**

Phone Number **512-485-7878** Fax Number **512-485-7888**

Mobile Number (Optional) E-mail Address **dcasey@moakcasey.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)  Date **9/29/12**

Has the district determined this application complete? Yes No

If yes, date determined complete. 11/5/2012

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

SCHOOL DISTRICT CHECKLIST AND REQUESTED ATTACHMENTS

Checklist	Page X of 16	Check Completed
1 Date application received by the ISD	1 of 16	X
2 Certification page signed and dated by authorized school district representative	2 of 16	X
3 Date application deemed complete by ISD	2 of 16	X
4 Certification pages signed and dated by applicant or authorized business representative of applicant	4 of 16	X
5 Completed company checklist	12 of 16	X
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 supplement

APPLICANT INFORMATION - CERTIFICATION OF APPLICATION

Authorized Business Representative (Applicant)

First Name Chaney		Last Name Moore	
Title Real Estate & Property Tax Manager			
Organization Chevron Phillips Chemical Company LP			
Street Address 10001 Six Pines Drive, Suite 7056B			
Mailing Address same			
City The Woodlands		State Texas	ZIP 77380
Phone Number 832-813-4713		Fax Number 832-813-4174	
Mobile Number (optional)		Business e-mail Address moorch@cpchem.com	

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

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

First Name 		Last Name 	
Organization 			
Street Address 			
Mailing Address 			
City 		State 	ZIP
Phone Number 		Fax Number 	
Mobile Number (optional) 		E-mail Address 	

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

Will consultant be primary contact? 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

[Handwritten Signature]

9-5-12

GIVEN under my hand and seal of office this 5th day of September, 2012



[Handwritten Signature]

Notary Public, State of Texas

My commission expires February 17, 2016

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

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 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

Chevron Phillips Chemical Company LP

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

17315877120

NAICS code

325110

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

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

plemons-Stinnett-Phillips CISD---2007, Sweeny ISD - Application for first qualifying year 2016.

APPLICANT BUSINESS STRUCTURE

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

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

Limited Partnership

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 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? Yes No

3. Are all applicant members of the combined group current on all tax payments due to the State of Texas? 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 Attached Exhibit " A "

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

See Attached Exhibit " 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 Q2 2014 Begin Hiring New Employees 2015

Construction Complete Q2 2017 Fully Operational 2017

Purchase Machinery & Equipment 2014----2017

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? 2017

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.)

THE PROPERTY

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

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

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: Harris (100%) City: n/a
(Name and percent of project) (Name and percent of project)

Hospital District: Harris County Hospital District (100%) Water District: Harris County Flood Control (100%)
(Name and percent of project) (Name and percent of project)

Other (describe): Port of Houston (100%) Lee Jr. College (100%) Other (describe): Harris County Education District (100%)
(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? \$30,000,000

What is the amount of appraised value limitation for which you are applying? \$30,000,000

What is your total estimated *qualified* investment? \$2,300,000,000

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? May 2013

What is the anticipated date of the beginning of the qualifying time period? January 2, 2016

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? \$2,300,000,000

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? May 2013

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. See "land information" attachment 2012
(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 2012
(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?
Three thousand Four hundred seventy one (3,471)

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.
n/a

Total number of new jobs that will have been created when fully operational 100 estimated

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? 80 estimated

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 TWC 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 TAC §9.1051(7).

110% of the county average weekly wage for all jobs (all industries) in the county is \$1,381.60

110% of the county average weekly wage for manufacturing jobs in the county is \$1,607.38

110% of the county average weekly wage for manufacturing jobs in the region is \$1,078.88

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? \$59,076

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? \$59,076

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

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 Exhibit "A"

ECONOMIC IMPACT

Is an Economic Impact Analysis attached (If supplied by other than the Comptroller's office)? 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	✓
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	✓
22	Order, Resolution, or Ordinance Establishing the Zone (Attachment)*	9 of 16	
23	Legal Description of Reinvestment Zone (Attachment)*	9 of 16	✓
24	Guidelines and Criteria for Reinvestment Zone(Attachment)*	9 of 16	

*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)*

EXHIBIT "A"

Project Description—The project provides for the design and construction of a world scale Ethylene Cracker, related utility, infrastructure and logistics improvements and a rail storage yard. The plant will take hydrocarbons and break them down into Ethylene. The Ethylene which will be further processed at other units into polyethylene resin which is used in products such as plastic pipe, merchandise bags, milk jugs, food and beverage containers, household chemical and detergent bottles, pails, and drums.

Construction is proposed to commence in 2014 with completion estimated for the SIT Yard to be 2016 and 2017 for the Ethylene Cracker. The project will create 100+ new jobs

The proposed improvements for which the tax limitation is sought will include the Ethylene Cracker, rail car SIT yard, rail car interchange track, rail car wash bay, rail car staging track, rail car transload track, laboratory and laboratory equipment, rail spurs, along with all process auxiliaries including but not limited to packaged systems, blowers and fans, dryers, furnaces, heat exchangers, electrical heaters, cyclones and screens, mixers, feeders, extruders, rotary valves, vessels, reactors, scales, trolleys and hoists pipe ways, utility service lines, raw material pipelines, storage tanks, compressors, drums, heat exchangers, pumps, filters piping, insulation, electrical switchgear, transformers, instrumentation equipment, equipment and structural foundations and supports, control equipment and facilities, warehouses, raw material and utility distribution improvements, flare, shipping facility improvements, inter-plant piping, other chemical processing equipment, modifications, tie-ins, upgrades and revamps to existing facilities, air compressors, electrical sub-stations, road improvements, rail spurs, utilities (including all lines), flares, tankage, pipe connections, cooling towers, waste water units, control, administration and other plant buildings, water and sewer treatment facilities, railroad and truck racks, NGL expansion, rail car loading and cleaning equipment, fire prevention and safety equipment, any other tangible personal property utilized in the process, storage, quality control, shipping, waste management and general operation of the polyethylene units and rail operations, and any other infrastructure additions, upgrades and modifications related to the polyethylene units and rail operations.

Chevron Phillips Chemical Company LP respectfully requests the appraised value limitation to all apply to all of the Proposed Improvements.

Ability to Relocate---Chevron Phillips Chemical Company LP is a leading chemicals and plastics manufacturer that provides products worldwide to many essential consumer markets. Chevron Phillips' global manufacturing presence provides substantial flexibility in plant locations.

Benefits---

Savings & Pension Plan:

Participation in a Company-paid Pension Plan

A Company match on eligible contributions to the 401(k) Savings Plan — up to 6% of your pay — at 75¢ on the dollar.

Profit-sharing contributions (based on the Company's performance) to the 401(k) Savings Plan.

Health Care Benefits:

Include medical, dental, prescription drug and mental health coverage. Employee and the Company share the cost of coverage. The amount of employee contribution will depend on the plan options selected and the dependents covered.

Income & Survivor Protection:

Company Paid

- Basic Life Insurance (82% paid by company, 18% employee)
- Basic Accidental Death and Personal Loss (AD&PL) Insurance
- Occupational AD&PL Insurance
- Business Travel Accident Insurance

Voluntary Programs

- Supplemental Life Insurance
- Spouse Life Insurance
- Dependent Child Life Insurance
- Supplemental AD&PL Insurance
- Long-Term Disability Insurance

Description of Qualified Investment and Qualified Property

The project provides for the design and construction of a world scale Ethylene Cracker, related utility, infrastructure and logistics improvements and a rail storage yard. The plant will take hydrocarbons and break them down in to Ethylene. The Ethylene will be further processed at other units into polyethylene resin, which is used in products such as plastic pipe, merchandise bags, milk jugs, food and beverage containers, household chemicals and detergent bottles, pails and drums.

The proposed improvements for which the tax limitation is sought will include a world scale Ethylene Cracker units, rail car SIT yard, rail car interchange track, rail car wash bay, rail car staging track, rail car transload track, laboratory and laboratory equipment, rail spurs, along with all process auxiliaries including but not limited to packaged systems, blowers and fans, dryers, furnaces, heat exchangers, electrical heaters, cyclones and screens, mixers, feeders, extruders, rotary valves, vessels, reactors, scales, trolleys and hoists pipe ways, utility service lines, raw material pipelines, storage tanks, compressors, drums, heat exchangers, pumps, filters piping, insulation, electrical switchgear, transformers, instrumentation equipment, equipment and structural foundations and supports, control equipment and facilities, warehouses, raw material and utility distribution improvements, flare, shipping facility improvements, inter-plant piping, other chemical processing equipment, modifications, tie-ins, upgrades and revamps to existing facilities, air compressors, electrical sub-stations, road improvements, rail spurs, utilities (including all lines), flares, tankage, pipe connections, cooling towers, waste water units, control, administration and other plant buildings, water and sewer treatment facilities, railroad and truck racks, NGL expansion, rail car loading and cleaning equipment, fire prevention and safety equipment, any other tangible personal property utilized in the process, storage, quality control, shipping, waste management and general operation of the polyethylene units and rail operations, and any other infrastructure additions, upgrades and modifications related to the polyethylene units and rail operations.

The qualified investment and qualified property will also include any other necessary equipment to construct a fully functioning manufacturing plant and rail yard.



Land Information

The Ethylene Cracker will sit on a 72.89 acre tract that is part of tax account 0401680000129. Each acre is valued at \$8,712 for a total of \$635,000. There are several parking lots and buildings on the property. These buildings will be demolished prior to the construction. They are also part of tax account, 0401680000129 and do not have separate accountnts.

Quarterly Employment and Wages (QCEW)

[Back](#)

Page 1 of 1 (40 results/page)

Year	Period	Area	Ownership	Division	Level	Ind Code	Industry	Avg Weekly Wages
2011	1st Qtr	Harris County	Private	00	0	10	Total, All Industries	\$1,302
2011	2nd Qtr	Harris County	Private	00	0	10	Total, All Industries	\$1,140
2011	3rd Qtr	Harris County	Private	00	0	10	Total, All Industries	\$1,173
2011	4th Qtr	Harris County	Private	00	0	10	Total, All Industries	\$1,274
2012	1st Qtr	Harris County	Private	00	0	10	Total, All Industries	\$1,386
2012	2nd Qtr	Harris County	Private	00	0	10	Total, All Industries	\$1,191
2012	2nd Qtr	Harris County	Private	31	2	31-33	Manufacturing	\$1,416
2012	1st Qtr	Harris County	Private	31	2	31-33	Manufacturing	\$1,672
2011	4th Qtr	Harris County	Private	31	2	31-33	Manufacturing	\$1,556
2011	3rd Qtr	Harris County	Private	31	2	31-33	Manufacturing	\$1,426
2011	2nd Qtr	Harris County	Private	31	2	31-33	Manufacturing	\$1,380
2011	1st Qtr	Harris County	Private	31	2	31-33	Manufacturing	\$1,604

**2011 Manufacturing Wages by Council of Government Region
Wages for All Occupations**

COG	Wages	
	Hourly	Annual
Texas	\$22.89	\$47,610
<u>1. Panhandle Regional Planning Commission</u>	\$19.32	\$40,196
<u>2. South Plains Association of Governments</u>	\$16.45	\$34,210
<u>3. NORTEX Regional Planning Commission</u>	\$18.14	\$37,733
<u>4. North Central Texas Council of Governments</u>	\$24.03	\$49,986
<u>5. Ark-Tex Council of Governments</u>	\$16.52	\$34,366
<u>6. East Texas Council of Governments</u>	\$18.27	\$37,995
<u>7. West Central Texas Council of Governments</u>	\$17.76	\$36,949
<u>8. Rio Grande Council of Governments</u>	\$15.69	\$32,635
<u>9. Permian Basin Regional Planning Commission</u>	\$21.32	\$44,349
<u>10. Concho Valley Council of Governments</u>	\$15.92	\$33,123
<u>11. Heart of Texas Council of Governments</u>	\$18.82	\$39,150
<u>12. Capital Area Council of Governments</u>	\$26.46	\$55,047
<u>13. Brazos Valley Council of Governments</u>	\$15.71	\$33,718
<u>14. Deep East Texas Council of Governments</u>	\$15.48	\$32,207
<u>15. South East Texas Regional Planning Commission</u>	\$28.23	\$58,724
<u>16. Houston-Galveston Area Council</u>	\$25.82	\$53,711
<u>17. Golden Crescent Regional Planning Commission</u>	\$20.38	\$42,391
<u>18. Alamo Area Council of Governments</u>	\$18.00	\$37,439
<u>19. South Texas Development Council</u>	\$13.85	\$28,806
<u>20. Coastal Bend Council of Governments</u>	\$22.35	\$46,489
<u>21. Lower Rio Grande Valley Development Council</u>	\$15.08	\$31,365
<u>22. Texoma Council of Governments</u>	\$20.76	\$43,190
<u>23. Central Texas Council of Governments</u>	\$16.17	\$33,642
<u>24. Middle Rio Grande Development Council</u>	\$13.65	\$28,382

Source: Texas Occupational Employment and Wages

Data published: July 2012

Data published annually, next update will be summer 2013

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.

Calculations of wages information---Based on Most Recent Data Available

110% of County Average Weekly Wage for all Jobs

Year	Period	Wages
2011	3Q	1,173
2011	4Q	1,274
2012	1Q	1,386
2012	2Q	1,191

Average= \$1256 average weekly salary
 X 1.1 (110%)
 \$1381.60 110% of County Average Weekly Wage for all Jobs

110% of County Average Weekly Wage for manufacturing Jobs

Year	Period	Wages
2011	3Q	1,426
2011	4Q	1,556
2012	1Q	1,672
2012	2Q	1,191

Average= \$1,461.25 average weekly salary
 X 1.1 (110%)
 \$1,607.38 110% of County Average Weekly Wage for all Jobs

110 % of County Average Weekly Wage for Manufacturing Jobs in Region
(Houston-Galveston Area Council)

\$25.82 per hour
 X 40 hr per week
\$ 1,032.80 average weekly salary
 X 1.10 (110%)
 \$ 1,136.08
 X 52 weeks
 \$ 59,076.16 110% of County Average Weekly Wage for all Jobs in Region

Schedule A (Rev. May 2010): Investment

Applicant Name
Chevron Phillips Chemical Company
Goose Creek, SD

Form 88-206

PROPERTY INVESTMENT AMOUNTS										
(Estimated investment in each year. Do not put cumulative totals.)										
Year	School Year (YYYY-YYYY)	Tax Year (Filer actually paid for) YYYY	Column A: Tangible Personal Property The amount of new investment (original cost) placed in service during the 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)	Year	School Year (YYYY-YYYY)	Tax Year (Filer actually paid for) YYYY
The year preceding the first complete tax year of the qualifying time period (assuming no deferrals)	Investment made before filing complete application with district (neither qualified property nor eligible to become qualified investment in sole after filing complete application with district, but before final board approval of application (eligible to become qualified property)	2013-2014	50,000,000	0	50,000,000	This spending represents engineering and long term delivery of equipment	50,000,000	2013	2013-2014	2013
	Investment made after final board approval (disposition and before Jan. 1 of first complete tax year of qualifying time period (qualified investment and eligible to become qualified property)	2014-2015	2014	550,000,000	2,000,000	552,000,000	552,000,000	2014	2014-2015	2014
		2015-2016	2015	900,000,000	4,500,000	904,500,000	904,500,000	2015	2015-2016	2015
		2016-2017	2016	700,000,000	3,500,000	703,500,000	703,500,000	2016	2016-2017	2016
		2017-2018	2017	100,000,000	0	100,000,000	100,000,000	2017	2017-2018	2017
		2018-2019	2018	0	0	0	0	2018	2018-2019	2018
		2019-2020	2019					2019	2019-2020	2019
		2020-2021	2020					2020	2020-2021	2020
		2021-2022	2021					2021	2021-2022	2021
		2022-2023	2022					2022	2022-2023	2022
		2023-2024	2023					2023	2023-2024	2023
		2024-2025	2024					2024	2024-2025	2024
		2025-2026	2025					2025	2025-2026	2025
		2026-2027	2026					2026	2026-2027	2026
		2027-2028	2027					2027	2027-2028	2027
	2028-2029	2028					2028	2028-2029	2028	
	2029-2030	2029					2029	2029-2030	2029	
	2030-2031	2030					2030	2030-2031	2030	
	2031-2032	2031					2031	2031-2032	2031	

Qualifying Time Period usually begins with the final board approval of the application and extends generally for the following two complete tax years. This represents the total dollar amount of planned investment in tangible personal property the applicant considers qualified investment - as defined in Tax Code §13.02(1)(A)(D). For the purposes of investment, please list amount investor each year, not cumulative total.

Column A: For the years outside the qualifying time period, this number should simply represent the planned investment in new buildings or nonremovable components of buildings. Dollar value of other investment that may not be qualified investment but that may affect economic impact and total value for planning, construction and operation of the facility. The most significant example for many projects would be land. Other examples may be construction, etc.

Column B: Land can be listed as part of investment during the "year-year 1" time period. It cannot be part of qualifying investment.

Column D: For the years outside the qualifying time period, this number should simply represent the planned investment in new buildings or nonremovable components of buildings. Dollar value of other investment that may not be qualified investment but that may affect economic impact and total value for planning, construction and operation of the facility. The most significant example for many projects would be land. Other examples may be construction, etc.

Notes: For advanced clean energy projects, nuclear projects, projects with defined qualifying time periods, and projects with lengthy application review periods, insert additional rows as needed. 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 Applicant Representative:  DATE: 8-10-12

Schedule B (Rev. May 2010): Estimated Market Value and Taxable Value

Form 50-296

Applicant No.
ISD Name

	Year	School Year (YYYY-YYYY)	Tax Year (File 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 US - after all reductions	Final taxable value for M&O - after all reductions	
	pre-year 1	2013-2014	2013	635,000	0	0	0	635,000	0	
	pre-year 2	2014-2015	2014	635,000	0	0	0	635,000	0	
	pre-year 3	2015-2016	2015	635,000	1,000,000	164,000,000	0	165,635,000	165,635,000	
	pre-year 4	2016-2017	2016	635,000	2,000,000	560,000,000	10,000,000	552,635,000	552,635,000	
Complete tax years of qualifying time period	1	2017-2018	2017	635,000	4,000,000	1,090,000,000	40,000,000	1,054,635,000	1,054,635,000	
	2	2018-2019	2018	635,000	10,000,000	2,300,000,000	100,000,000	2,210,635,000	2,210,635,000	
	3	2019-2020	2019	635,000	9,600,000	2,208,000,000	96,000,000	2,122,235,000	2,122,235,000	
	4	2020-2021	2020	635,000	9,216,000	2,119,680,000	92,160,000	2,037,371,000	2,037,371,000	
	5	2021-2022	2021	635,000	8,847,360	2,034,892,800	88,473,600	1,955,901,560	1,955,901,560	
Value Limitation Period	6	2022-2023	2022	635,000	8,493,468	1,953,497,088	84,934,656	1,877,690,898	1,877,690,898	
	7	2023-2024	2023	635,000	8,153,727	1,875,357,204	81,537,270	1,802,608,662	1,802,608,662	
	8	2023-2025	2024	635,000	7,827,578	1,800,342,916	78,275,779	1,730,529,715	1,730,529,715	
	9	2025-2026	2025	635,000	7,514,475	1,728,329,200	75,144,748	1,661,333,927	1,661,333,927	
	10	2026-2027	2026	635,000	7,213,896	1,659,196,032	72,138,958	1,594,905,970	1,594,905,970	
Credit Settle-Up Period	11	2027-2028	2027	635,000	6,925,340	1,592,828,190	69,253,400	1,531,135,131	1,531,135,131	
	12	2028-2029	2028	635,000	6,648,326	1,529,115,063	66,483,264	1,469,915,126	1,469,915,126	
	13	2029-2030	2029	635,000	6,382,393	1,467,950,460	63,823,933	1,411,143,921	1,411,143,921	
Post-Settle-Up Period	14	2030-2031	2030	635,000	6,127,098	1,409,232,442	61,270,976	1,354,723,564	1,354,723,564	
	15	2031-2032	2031	635,000	5,882,014	1,352,863,144	58,820,137	1,300,560,021	1,300,560,021	

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.

SIGNATURE OF AUTHORIZED COMPANY REPRESENTATIVE

8-10-12 DATE

Schedule C- Application: Employment Information

Applicant Name
ISD Name

Form 50-296

	Year	School Year (YYYY-YYYY)	Tax Year (Fill in actual tax year) YYYY	Construction		New Jobs		Qualifying Jobs		
				Column A: Number of Construction man- hours	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	2013-2014	2013							
	pre-year 2	2014-2015	2014	1,600,000	59,144	0	0	0	0	0
	pre-year 3	2015-2016	2015	2,700,000	50,918	0	0	0	0	0
	pre-year 4	2016-2017	2016	2,000,000	62,746	50	\$80,000	40	\$80,000	\$80,000
Complete tax years of qualifying time period	1	2017-2018	2017	200,000	64,628	100	\$82,400	80	\$82,400	\$82,400
	2	2016-2019	2018							
Tax Credit Period (with 50% cap on credit)	3	2019-2020	2019			100	\$84,872	80	\$84,872	\$84,872
	4	2020-2021	2020			100	\$87,418	80	\$87,418	\$87,418
	5	2021-2022	2021			100	\$90,041	80	\$90,041	\$90,041
	6	2022-2023	2022			100	\$92,742	80	\$92,742	\$92,742
	7	2023-2024	2023			100	\$95,524	80	\$95,524	\$95,524
	8	2024-2025	2024			100	\$98,390	80	\$98,390	\$98,390
	9	2025-2026	2025			100	\$101,342	80	\$101,342	\$101,342
	10	2026-2027	2026			100	\$104,382	80	\$104,382	\$104,382
	11	2027-2028	2027			100	\$107,513	80	\$107,513	\$107,513
	12	2028-2029	2028			100	\$110,739	80	\$110,739	\$110,739
Credit Settle-Up Period	13	2029-2030	2029			100	\$114,061	80	\$114,061	\$114,061
	14	2030-2031	2030			100	\$117,483	80	\$117,483	\$117,483
	15	2031-2032	2031			100	\$121,007	80	\$121,007	\$121,007
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

8-10-12

DATE

Schedule D: (Rev. May) Other Tax Information

Form 50-296

Applicant Name		Sales Tax Information				Franchise Tax				Other Property Tax Abatements Sought				
		Sales Taxable Expenditures		Franchise Tax		City		County		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	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)		2013--2014	2013	25,571,200	24,428,800	0	0%	0%	0%	0%	0%	0%	0%	
		2014-2015	2014	119,921,195	432,078,805	0	0%	0%	0%	0%	0%	0%	0%	
		2015-2016	2015	196,501,307	707,998,693	0	0%	0%	0%	0%	0%	0%	0%	
		2016-2017	2016	152,834,350	550,665,650	0	0%	0%	0%	0%	0%	0%	0%	
		2017-2018	2017	51,724,138	48,275,862	17	0%	0%	0%	0%	0%	0%	0%	
	Complete tax years of qualifying time period	1	2018-2019	2018	6,613,000	6,172,000	300,000	0%	0%	0%	0%	0%	0%	0%
		2	2019-2020	2019	6,613,000	6,172,000	419,000	0%	0%	0%	0%	0%	0%	0%
		3	2020-2021	2020	6,613,000	6,172,000	422,000	0%	0%	0%	0%	0%	0%	0%
		4	2021-2022	2021	6,613,000	6,172,000	423,000	0%	0%	0%	0%	0%	0%	0%
		5	2022-2023	2022	6,613,000	6,172,000	424,000	0%	0%	0%	0%	0%	0%	0%
	Value Limitation Period	6	2023-2024	2023	6,613,000	6,172,000	-5,000	0%	0%	0%	0%	0%	0%	0%
		7	2024-2025	2024	6,613,000	6,172,000	425,000	0%	0%	0%	0%	0%	0%	0%
		8	2025-2026	2025	6,613,000	6,172,000	422,000	0%	0%	0%	0%	0%	0%	0%
		9	2026-2027	2026	6,613,000	6,172,000	388,000	0%	0%	0%	0%	0%	0%	0%
		10	2027-2028	2027	6,613,000	6,172,000	393,000	0%	0%	0%	0%	0%	0%	0%
Credit Settle-Up Period (with 50% cap on credit)	11	2028-2029	2028	6,613,000	6,172,000	-84,000	0%	0%	0%	0%	0%	0%	0%	
	12	2029-2030	2029	6,613,000	6,172,000	396,000	0%	0%	0%	0%	0%	0%	0%	
	13	2030--2031	2030	6,613,000	6,172,000	403,000	0%	0%	0%	0%	0%	0%	0%	
Post-Settle-Up Period	14	2031--2032	2031	6,613,000	6,172,000	408,000	0%	0%	0%	0%	0%	0%	0%	
	15						0%	0%	0%	0%	0%	0%	0%	

*For planning, construction and operation of the facility.

SIGNATURE OF AUTHORIZED COMPANY REPRESENTATIVE

8-10-12

DATE

PROPOSED REINVESTMENT ZONE

Approximately 1,120 contiguous acres of land out of the 4 W Bloodgood abstract. Beginning at the intersection of Sjolander and Interstate 10 traversing in a northerly direction a distance of 4,588 feet to the intersection with the Exxon Mobil / Shell pipeline corridor, thence northeasterly a distance of 4,330 feet to a point at the south water's edge of Cedar Bayou. Thence in a east southeasterly direction, along and coincident with the south water's edge of Cedar Bayou, continuing in all a distance of 11,787 feet to a point located at the intersection of Cedar Bayou and Interstate 10. Thence in a westerly direction along Interstate 10 9,827 feet to the place of beginning, containing 1120 acres of land, more or less.

