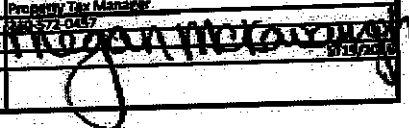


Biennial Progress Report for Texas Economic Development Act		Form 50-775-A
Economic Development and Analysis		
<b>SECTION 1: General Information</b>		
1. Application number	#251	
2. Name of school district	Barbers Hill ISD	
3. Name of central appraisal district (CAD) appraising the qualified property in this school district	Chambers County CAD	
4. Name of project on original application (or short description of facility)	Mont Belvieu Fractionation Plant II	
5. Name of applicant on original application	Lone Star NGL Asset Holdings II, LLC	
6. Name of company entering into original agreement with district	Lone Star NGL Asset Holdings II, LLC	
7. If you are one or more companies originally applying for a limitation, list all other applicants here and describe their relationships. (Use attachments if necessary.)	N/A	
<b>SECTION 2: Current Agreement Information</b>		
1. Name of current agreement holder(s)	Lone Star NGL Asset Holdings II LLC	
2. Complete mailing address of current agreement holder	800 E Sonterra Blvd, Suite 400, San Antonio, TX 78258	
3. Company contact person for agreement holder:		
Name:	Megan McKavanagh	
Title:	Property Tax Manager	
Phone:	210-572-0457	
Email:	megan.mckavanagh@energytransfer.com	
4. Texas franchise tax ID number of current agreement holder:		32044534082
5. If the current agreement holder does not report under the franchise tax law, please include name and tax ID of reporting entity:		
Name:		
Tax ID:		375120
6. NAICS Code of current agreement holder (6 Digits)		
7. If the authorized company representative is different from the contact person listed above:		
Name:	N/A	
Title:	N/A	
Complete Mailing Address:	N/A	
Phone:	N/A	
Email:	N/A	
8. If you are a current agreement holder who was not an original applicant, please list all other current agreement holders. Please describe the chain of ownership from the original applicant to the new entities. (Use attachments if necessary.)		
<b>SECTION 3: Project Timeline</b>		
1. Date original limitation agreement approved by school district		9/23/2013
2. First (complete) year of qualifying time period — after the date the application is approved. See Tax Code §913.021(a)		2014
3. Date commercial operations began at the site of the project		1st Quarter 2015
4. First year of property value limitation		2016
<b>SECTION 4: Investment Information</b>		
1. Minimum limitation amount per Agreement (for entire agreement)		30,000,000.00
2. Amount of qualified investment during the qualifying time period the recipient committed to spend or allocate for this project on application (not total investment)		277,000,000.00
3. Total qualified investment made from the beginning of the qualifying time period through the end of the qualifying time period or the last complete tax year, if still in the qualifying time period		275,000,000.00
4. Has the site and/or scope of the project changed, resulting in a material change in qualified property from that in the application?	No	
4a. If yes, please describe on an attachment how the actual qualified property — for which you are providing actual and estimated market values on subsequent pages — differs from that property described in the agreement. Include only property located in this school district.	N/A	
5. What was the number of permanent existing jobs at this facility prior to application? (See guidelines for definition of existing job.)		0
6. For agreements entered into on 1/1/2014, does the agreement include a definition of "new job" other than TAC §9.1051(14)(C), as the rule existed at the time of application?	N/A	
6a. If yes, please provide the definition of "new job" as used in the agreement. (Use attachments if needed.)	N/A	
<b>SECTION 5: Certification</b>		
After this report and charts are complete, they should be reviewed and certified to be complete by a company employee authorized to sign on behalf of the company listed in Section 2.		
By signing below, I certify that I am an employee of Lone Star NGL Asset Holdings II, LLC, a current agreement holder of a limitation on appraised value who is authorized to sign on behalf of the company. I attest that the contents of this form and attachments are true and correct to the best of my knowledge and belief and have determined that the electronic copy is identical to the hard copy of this report.		
Print Name of Company Employee	Megan McKavanagh	
Title	Property Tax Manager	
Phone	210-572-0457	
Signature of Company Employee		
Date	9/15/2014	
NOTE: If you amend your report, you will need to resign and resubmit this section with your forms, charts or attachments.		

Biennial Progress Report for Texas Economic Development Act  
 CHART A1: Job Data for Applications 1 through 999

Form 88-773A  
 Revised Jan 2014

App Number #251  
 District Name Barbers Hill ISD  
 Company Name Lone Star NGL Asset Holdings II LLC

Project Name Lone Star Frac II  
 1st Yr. of Qualifying Time Period 2014

Tax year (YYYY)	Qualifying Time Period					Subsequent Years					Viable Presence Period		
	Year 1 (First Complete Tax Year)	Year 2 2015	Year 3 2016	Year 4 2017	Year 5 2018	Year 6 2019	Year 7 2020	Year 8 2021	Year 9 2022	Year 10 2023	Year 11 2024	Year 12 2025	Year 13 2026
1	10	10	10	10	10	10	10	10	10	10	10	10	10
2	10	10	10	10	10	10	10	10	10	10	10	10	10
3	10	10	10	10	10	10	10	10	10	10	10	10	10
4	\$50,076	\$50,076	\$50,076	\$50,076	\$50,076	\$50,076	\$50,076	\$50,076	\$50,076	\$50,076	\$50,076	\$50,076	\$50,076
5	\$590,760	\$590,760	\$590,760	\$590,760	\$590,760	\$590,760	\$590,760	\$590,760	\$590,760	\$590,760	\$590,760	\$590,760	\$590,760

Actual and projected data. Use actual data for prior years. Estimates are required for current and future years.

Notes:

- Jobs meeting all of the requirements of Tax Code §313.021(3) as the statute existed before Jan. 1, 2014. Do not include construction jobs in counts of qualifying jobs.
- For new job definition see TAC §9.1051(14) as rules existed before Jan. 1, 2014.

By signing below, I, Megan McKavanagh certify that I am the authorized representative of Lone Star NGL, a current agreement holder of a limitation on appraised value, and the contents of this form and the attached documentation are true and correct to the best of my knowledge and belief.

Authorized Official Signature Megan McKavanagh Date 5/13/10

Print Name/Title Megan McKavanagh - Sr. Manager Phone 210 403 7300

The CPA requestor completes the electronic spreadsheet version of the form.  
 Please submit both an electronic version and a signed hard copy version of the spreadsheet (with any attachments) to the district.

**Biennial Progress Report for Texas Economic Development Act  
CHART A2: Investment and Market Values for Applications 1 through 999**

Form 50-773A  
Revised Jan 2014

Application Number #251  
Current Agreement Holder Name Lone Star NGL Asset Holdings II, LLC  
ISD Name Barbers Hill ISD

Year	School Year (YYYY-YYYY)	Tax Year (actual tax year) YYYY	Total Investment (cumulative)	Market value of qualified investments BEFORE any exemptions	Market value of qualified investments (including any exemptions) after the value limitation	Excess value of qualified property for purposes of MAC
1	2013-2014	2013	\$ 277,000,000.00	\$ 56,400,000.00	\$ 56,400,000.00	\$ 56,400,000.00
2	2014-2015	2014	\$ 277,000,000.00	\$ 228,529,890.00	\$ 228,529,890.00	\$ 228,529,890.00
3	2015-2016	2015	\$ 277,000,000.00	\$ 232,026,763.00	\$ 232,026,763.00	\$ 232,026,763.00
4	2016-2017	2016	\$ 277,000,000.00	\$ 225,085,980.11	\$ 225,000,000.00	\$ 30,000,000.00
5	2017-2018	2017	\$ 277,000,000.00	\$ 218,105,157.22	\$ 218,105,157.22	\$ 30,000,000.00
6	2018-2019	2018	\$ 277,000,000.00	\$ 211,144,354.33	\$ 211,144,354.33	\$ 30,000,000.00
7	2019-2020	2019	\$ 277,000,000.00	\$ 204,183,551.44	\$ 204,183,551.44	\$ 30,000,000.00
8	2020-2021	2020	\$ 277,000,000.00	\$ 197,222,748.55	\$ 197,222,748.55	\$ 30,000,000.00
9	2021-2022	2021	\$ 277,000,000.00	\$ 190,261,945.66	\$ 190,261,945.66	\$ 30,000,000.00
10	2022-2023	2022	\$ 277,000,000.00	\$ 183,301,142.77	\$ 183,301,142.77	\$ 30,000,000.00
11	2023-2024	2023	\$ 277,000,000.00	\$ 176,340,339.88	\$ 176,340,339.88	\$ 30,000,000.00
12	2024-2025	2024	\$ 277,000,000.00	\$ 169,379,536.99	\$ 169,379,536.99	\$ 169,379,536.99
13	2025-2026	2025	\$ 277,000,000.00	\$ 162,418,734.10	\$ 162,418,734.10	\$ 162,418,734.10
14	2026-2027	2026	\$ 277,000,000.00	\$ 155,457,931.21	\$ 155,457,931.21	\$ 155,457,931.21

Pre-Year 1 period

Prior to start of value limitation period

Prior to start of value limitation period

Value limitation period

Viable presence period

- Notes:
- Total investment is all investment at original cost, including land acquired after filing of application. Investments made in a year should be reflected in the subsequent year's market value.
  - Use appraisal values from CAD as available. For future years, use market value that the entity estimates will approximate the market value for ad valorem tax purposes in that year.
  - This amount is typically the taxable value for the purpose of I&S fund or debt service reserve fund.

By signing below, Megan McAvanagh, certify that I am the authorized representative of Lone Star NGL, a current agreement holder of a limitation on appraised value, and the contents of this form and the attached documentation are true and correct to the best of my knowledge and belief.

Authorized Official Signature Megan McAvanagh Date 5/13/16  
 Print Name Megan McAvanagh Phone Number 210 403 7300  
Jr. Manager Property Tax

The CPA requests companies complete the electronic spreadsheet version of the form. Please submit both an electronic version and a signed hard copy version of the spreadsheet (with any attachments) to the district.