

S U S A N

C O M B S

TEXAS COMPTROLLER *of* PUBLIC ACCOUNTS

P.O. Box 13528 • AUSTIN, TX 78711-3528



October 10, 2013

Mike Norrell
Superintendent
Adrian Independent School District
P.O. Box 189
Adrian, Texas 79001

Dear Superintendent Norrell:

On September 16, 2013, the Comptroller received the completed application (Application # 313) for a limitation on appraised value under the provisions of Tax Code Chapter 313¹. This application was originally submitted in September 2013 to the Adrian Independent School District (the school district) by Spinning Spur Wind Three, LLC (the applicant). This letter presents the results of the Comptroller's review of the application:

- 1) under Section 313.025(h) to determine if the property meets the requirements of Section 313.024 for eligibility for a limitation on appraised value under Chapter 313, Subchapter C; and
- 2) under Section 313.025(d), to make a recommendation to the governing body of the school district as to whether the application should be approved or disapproved using the criteria set out by Section 313.026.

The school district is currently classified as a rural school district in Category 4 according to the provisions of Chapter 313. Therefore, the applicant properly applied under the provisions of Subchapter C, applicable to rural school districts. The amount of proposed qualified investment (\$190 million) is consistent with the proposed appraised value limitation sought (\$5 million). The property value limitation amount noted in this recommendation is based on property values available at the time of application and may change prior to the execution of any final agreement.

The applicant is an active franchise taxpayer in good standing, as required by Section 313.024(a), and is proposing the construction of a wind power electric generation facility in Oldham County, an eligible property use under Section 313.024(b). The Comptroller has determined that the property, as described by the application, meets the requirements of Section 313.024 for eligibility for a limitation on appraised value under Chapter 313, Subchapter C.

After reviewing the application using the criteria listed in Section 313.026, and the information provided by the applicant, the Comptroller's recommendation is that this application under Tax Code Chapter 313 be approved.

Our review of the application assumes the truth and accuracy of the statements in the application and that, if the application is approved, the applicant would perform according to the provisions of the agreement reached with the school district. Our recommendation does not address whether the applicant has complied with all Chapter 313 requirements; the school district is responsible for verifying that all requirements of the statute have been fulfilled. Additionally, Section 313.025 requires the school district to only approve an application if the school district finds that the information in the application is true and

¹ All statutory references are to the Texas Tax Code, unless otherwise noted.

correct, finds that the applicant is eligible for a limitation and determines that granting the application is in the best interest of the school district and this state. When approving a job waiver requested under Section 313.025(f-1), the school district must also find that the statutory jobs creation requirement exceeds the industry standard for the number of employees reasonably necessary for the operation of the facility. As stated above, the Comptroller's recommendation is prepared by generally reviewing the application and supporting documentation in light of the Section 313.026 criteria and a cursory review of the industry standard evidence necessary to support the waiver of the required number of jobs.

Note that any new building or other improvement existing as of the application review start date of September 16, 2013, or any tangible personal property placed in service prior to that date may not become "Qualified Property" as defined by 313.021(2).

The Comptroller's recommendation is based on the application submitted by the school district and reviewed by the Comptroller. The recommendation may not be used by the school district to support its approval of the property value limitation agreement if the application is modified, the information presented in the application changes, or the limitation agreement does not conform to the application. Additionally, this recommendation is contingent on future compliance with the Chapter 313 and the Texas Administrative Code, with particular reference to the following requirements related to the execution of the agreement:

- 1) The applicant must provide the Comptroller a copy of the proposed limitation on appraised value agreement no later than ten (10) days prior to the meeting scheduled by the school district to consider approving the agreement, so that the Comptroller may review it for compliance with the statutes and the Comptroller's rules as well as consistency with the application;
- 2) The Comptroller must confirm that it received and reviewed the draft agreement and affirm the recommendation made in this letter;
- 3) The school district must approve and execute a limitation agreement that has been reviewed by the Comptroller within a year from the date of this letter; and
- 4) The school district must provide a copy of the signed limitation agreement to the Comptroller within seven (7) days after execution, as required by Section 313.025..

Should you have any questions, please contact Robert Wood, director of Economic Development & Analysis Division, by email at robert.wood@cpa.state.tx.us or by phone at 1-800-531-5441, ext. 3-3973, or direct in Austin at 512-463-3973.

Sincerely,



Martin A. Hubert
Deputy Comptroller

Enclosure

cc: Robert Wood

Economic Impact for Chapter 313 Project

Applicant	Spinning Spur Wind Three LLC
Tax Code, 313.024 Eligibility Category	Renewable Energy Electric Generation
School District	Adrian ISD
2011-2012 Enrollment in School District	130
County	Oldham
Total Investment in District	\$190,000,000
Qualified Investment	\$190,000,000
Limitation Amount	\$5,000,000
Number of total jobs committed to by applicant	5*
Number of qualifying jobs committed to by applicant	5
Average Weekly Wage of Qualifying Jobs committed to by applicant	\$1,096
Minimum Weekly Wage Required Tax Code, 313.051(b)	\$1,094
Minimum Annual Wage committed to by applicant for qualified jobs	\$57,000
Investment per Qualifying Job	\$38,000,000
Estimated 15 year M&O levy without any limit or credit:	\$21,210,730
Estimated gross 15 year M&O tax benefit	\$15,111,392
Estimated 15 year M&O tax benefit (after deductions for estimated school district revenue protection--but not including any deduction for supplemental payments or extraordinary educational expenses):	\$14,907,211
Tax Credits (estimated - part of total tax benefit in the two lines above - appropriated through Foundation School Program)	\$3,522,677
Net M&O Tax (15 years) After Limitation, Credits and Revenue Protection:	\$6,303,519
Tax benefit as a percentage of what applicant would have paid without value limitation agreement (percentage exempted)	70.3%
Percentage of tax benefit due to the limitation	76.7%
Percentage of tax benefit due to the credit	23.3%
* Applicant is requesting district to waive requirement to create minimum number of qualifying jobs pursuant to Tax Code, 313.025 (f-1).	

This presents the Comptroller's economic impact evaluation of Spinning Spur Wind Three, LLC (the project) applying to Adrian Independent School District (the district), as required by Tax Code, 313.026. This evaluation is based on information provided by the applicant and examines the following criteria:

- (1) the recommendations of the comptroller;
- (2) the name of the school district;
- (3) the name of the applicant;
- (4) the general nature of the applicant's investment;
- (5) the relationship between the applicant's industry and the types of qualifying jobs to be created by the applicant to the long-term economic growth plans of this state as described in the strategic plan for economic development submitted by the Texas Strategic Economic Development Planning Commission under Section 481.033, Government Code, as that section existed before February 1, 1999;
- (6) the relative level of the applicant's investment per qualifying job to be created by the applicant;
- (7) the number of qualifying jobs to be created by the applicant;
- (8) the wages, salaries, and benefits to be offered by the applicant to qualifying job holders;
- (9) the ability of the applicant to locate or relocate in another state or another region of this state;
- (10) the impact the project will have on this state and individual local units of government, including:
 - (A) tax and other revenue gains, direct or indirect, that would be realized during the qualifying time period, the limitation period, and a period of time after the limitation period considered appropriate by the comptroller; and
 - (B) economic effects of the project, including the impact on jobs and income, during the qualifying time period, the limitation period, and a period of time after the limitation period considered appropriate by the comptroller;
- (11) the economic condition of the region of the state at the time the person's application is being considered;
- (12) the number of new facilities built or expanded in the region during the two years preceding the date of the application that were eligible to apply for a limitation on appraised value under this subchapter;
- (13) the effect of the applicant's proposal, if approved, on the number or size of the school district's instructional facilities, as defined by Section 46.001, Education Code;
- (14) the projected market value of the qualified property of the applicant as determined by the comptroller;
- (15) the proposed limitation on appraised value for the qualified property of the applicant;
- (16) the projected dollar amount of the taxes that would be imposed on the qualified property, for each year of the agreement, if the property does not receive a limitation on appraised value with assumptions of the projected appreciation or depreciation of the investment and projected tax rates clearly stated;
- (17) the projected dollar amount of the taxes that would be imposed on the qualified property, for each tax year of the agreement, if the property receives a limitation on appraised value with assumptions of the projected appreciation or depreciation of the investment clearly stated;
- (18) the projected effect on the Foundation School Program of payments to the district for each year of the agreement;
- (19) the projected future tax credits if the applicant also applies for school tax credits under Section 313.103; and
- (20) the total amount of taxes projected to be lost or gained by the district over the life of the agreement computed by subtracting the projected taxes stated in Subdivision (17) from the projected taxes stated in Subdivision (16).

Wages, salaries and benefits [313.026(6-8)]

After construction, the project will create five new jobs when fully operational. All five jobs will meet the criteria for qualifying jobs as specified in Tax Code Section 313.021(3). According to the Texas Workforce Commission (TWC), the regional manufacturing wage for the Panhandle Regional Planning Commission Region, where Oldham County is located was \$41,850 in 2012. The annual average manufacturing wage for 2012-2013 for Oldham County is \$51,701. That same year, the county annual average wage for all industries was \$45,812. In addition to an annual average salary of \$57,000 each qualifying position will receive benefits such as medical, dental and vision insurance, vacation time, sick leave and skills training. The project's total investment is \$190 million, resulting in a relative level of investment per qualifying job of \$38 million.

Ability of applicant to locate to another state and [313.026(9)]

According to Spinning Spur Wind Three, LLC's application, "The applicant can locate the Project anywhere in the U.S. with sufficient prevailing wind conditions conducive to power generation."

Number of new facilities in region [313.026(12)]

During the past two years, 16 projects in the Panhandle Regional Planning Commission Region applied for value limitation agreements under Tax Code, Chapter 313.

Relationship of applicant's industry and jobs and Texas's economic growth plans [313.026(5)]

The Texas Economic Development Plan focuses on attracting and developing industries using technology. It also identifies opportunities for existing Texas industries. The plan centers on promoting economic prosperity throughout Texas and the skilled workers that the Spinning Spur Wind Three, LLC project requires appear to be in line with the focus and themes of the plan. Texas identified energy as one of six target clusters in the Texas Cluster Initiative. The plan stresses the importance of technology in all sectors of the energy industry.

Economic Impact [313.026(10)(A), (10)(B), (11), (13-20)]

Table 1 depicts Spinning Spur Wind Three, LLC's estimated economic impact to Texas. It depicts the direct, indirect and induced effects to employment and personal income within the state. The Comptroller's office calculated the economic impact based on 16 years of annual investment and employment levels using software from Regional Economic Models, Inc. (REMI). The impact includes the construction period and the operating period of the project.

Table 1: Estimated Statewide Economic Impact of Investment and Employment in Spinning Spur Wind Three, LLC

Year	Employment			Personal Income		
	Direct	Indirect + Induced	Total	Direct	Indirect + Induced	Total
2013	25	28	53	\$1,425,000	\$1,575,000	\$3,000,000
2014	55	60	115	\$3,135,000	\$3,865,000	\$7,000,000
2015	5	6	11	\$285,000	\$715,000	\$1,000,000
2016	5	9	14	\$285,000	\$715,000	\$1,000,000
2017	5	9	14	\$285,000	\$1,715,000	\$2,000,000
2018	5	11	16	\$285,000	\$715,000	\$1,000,000
2019	5	13	18	\$285,000	\$715,000	\$1,000,000
2020	5	11	16	\$285,000	\$1,715,000	\$2,000,000
2021	5	13	18	\$285,000	\$1,715,000	\$2,000,000
2022	5	13	18	\$285,000	\$1,715,000	\$2,000,000
2023	5	13	18	\$285,000	\$1,715,000	\$2,000,000
2024	5	9	14	\$285,000	\$1,715,000	\$2,000,000
2025	5	16	21	\$285,000	\$1,715,000	\$2,000,000
2026	5	11	16	\$285,000	\$715,000	\$1,000,000
2027	5	11	16	\$285,000	\$1,715,000	\$2,000,000
2028	5	7	12	\$285,000	\$715,000	\$1,000,000

Source: CPA, REMI, Spinning Spur Wind Three, LLC

The statewide average ad valorem tax base for school districts in Texas was \$1.65 billion in 2021-2013. Adrian ISD's ad valorem tax base in 2012-2013 was \$43 million. The statewide average wealth per WADA was estimated at \$343,155 for fiscal 2012-2013. During that same year, Adrian ISD's estimated wealth per WADA was \$163,601. The impact on the facilities and finances of the district are presented in Attachment 2.

Table 2 examines the estimated direct impact on ad valorem taxes to the school district, Oldham County, and Llano Estacado Water District with all property tax incentives sought being granted using estimated market value from Spinning Spur Wind Three, LLC's application. Spinning Spur Wind Three, LLC has applied for both a value limitation under Chapter 313, Tax Code and a tax abatement with the county. Table 3 illustrates the estimated tax impact of the Spinning Spur Wind Three, LLC project on the region if all taxes are assessed.

Attachment 1 includes schedules A, B, C, and D provided by the applicant in the application. Schedule A shows proposed investment. Schedule B is the projected market value of the qualified property. Schedule C contains employment information, and Schedule D contains tax expenditures and other tax abatement information.

Attachment 2, provided by the district and reviewed by the Texas Education Agency, contains information relating to the financial impact of the proposed project on the finances of the district as well as the tax benefit of the value limitation. "TABLE II" in this attachment shows the estimated 13 year M&O tax levy without the value limitation agreement would be \$19,141,593. The estimated gross 13 year M&O tax benefit, or levy loss, is \$14,907,211.

Attachment 3 is an economic overview of Oldham County.

Disclaimer: This examination is based on information from the application submitted to the school district and forwarded to the comptroller. It is intended to meet the statutory requirement of Chapter 313 of the Tax Code and is not intended for any other purpose.

Attachments

1. Schedules A, B, C, and D provided by applicant in application
2. School finance and tax benefit provided by district
3. County Economic Overview

Attachment 1

Schedule A (Rev. May 2010): Investment

Form 990-2008

Applicant Name: Epling Bow Wind Three, LLC
 18D Name: Adult

PROPERTY INVESTMENT AMOUNTS									
(Estimated investment in each year. Do not put cumulative totals.)									
Year preceding the first complete tax year of the qualifying time period (assuming no deferrals)	Year	School Year (YYYY-YYYY)	Tax Year (FY) in actual tax year (leave YYYY)	Column A: Tangible Personal Property (original cost) placed in service during this year	Column B: Building or permanent nonresidential component of building (original amount)	Column C: Qualifying investment (during the qualifying time period)	Column D: Other investment that is not qualified investment but investment affecting economic impact and job creation	Column E: Total Investment (A)+(B)+(C)+(D)	
	Investment made before long complete application with district (whether qualified property not eligible to become qualified investment)	2013-2014	2013						
	Investment made after long complete application with district, but before final board approval of application (eligible to become qualified property)								
	Investment made after final board approval of application and before Jan. 1 of first complete tax year of qualifying time period (qualified investment and eligible to become qualified property)								
	Complete tax years of qualifying time period	1	2014-2015	\$550,000.00	\$0.00	\$950,000.00	0	\$950,000.00	
		2	2015-2016	\$189,050,000.00	\$0.00	\$189,050,000.00	0	\$189,050,000.00	
		3	2016-2017	0	0	0	0	0	
		4	2017-2018	0	0	0	0	0	
		5	2018-2019	0	0	0	0	0	
		6	2019-2020	0	0	0	0	0	
		7	2020-2021	0	0	0	0	0	
		8	2021-2022	0	0	0	0	0	
		9	2022-2023	0	0	0	0	0	
		10	2023-2024	0	0	0	0	0	
		11	2024-2025	0	0	0	0	0	
		12	2025-2026	0	0	0	0	0	
		13	2026-2027	0	0	0	0	0	
		14	2027-2028	0	0	0	0	0	
		15	2028-2029	0	0	0	0	0	
Tax Credit Period (with 50% cap on credit)									
Credit Set-As-Up Period									
Post-Set-As-Up Period									

Qualifying Time Period usually begins with the final board approval of the application and extends generally for the following two complete tax years.
 Column A: This represents the total dollar amount of planned investment in tangible personal property the applicant considers qualified investment - as defined in Tax Code §313.021(1)(A)-(D).
 For the purposes of investment, please list amount invested each year, not cumulative totals.
 For the years outside the qualifying time period, this number should simply represent the planned investment in tangible personal property.
 Column B: The total dollar amount of planned investment each year in buildings or nonremovable component of buildings that the applicant considers qualified investment under Tax Code §313.021(1)(E).
 For the years outside the qualifying time period, this number should simply represent the planned investment in new buildings or nonremovable components of buildings.
 Column C: 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.
 This most significant example for many projects would be land. Other examples may be items such as professional services, etc.
 Note: Land can be listed as part of investment during the "pre-year 1" time period. It cannot be part of qualifying investment.
 Column D: Notes: For advanced clean energy projects, nuclear projects, projects with deferred 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 approved 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:  DATE: 07/08/2013

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

Form 50-296

Applicant Name: **Spinning Spur Wind Three, LLC**
 ISD Name: **Aurien**

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"		Final taxable value for IRS - after all reductions	Final taxable value for MSO--after all reductions
pre-year 1	2013-2014	2013	N/A	\$0.0	\$9,500,000.0	\$0.0	\$9,500,000.0	\$9,500,000.0
1	2014-2015	2014	N/A	\$0.0	\$190,000,000.0	\$0.0	\$190,000,000.0	\$190,000,000.0
2	2015-2016	2015	N/A	\$0.0	\$180,500,000.0	\$0.0	\$180,500,000.0	\$180,500,000.0
3	2016-2017	2016	N/A	\$0.0	\$171,475,000.0	\$168,475,000.0	\$171,475,000.0	\$5,000,000.0
4	2017-2018	2017	N/A	\$0.0	\$162,901,250.0	\$157,901,250.0	\$162,901,250.0	\$5,000,000.0
5	2018-2019	2018	N/A	\$0.0	\$154,756,187.5	\$149,756,187.5	\$154,756,187.5	\$5,000,000.0
6	2019-2020	2019	N/A	\$0.0	\$147,010,378.1	\$142,010,378.1	\$147,010,378.1	\$5,000,000.0
7	2020-2021	2020	N/A	\$0.0	\$139,667,459.2	\$134,667,459.2	\$139,667,459.2	\$5,000,000.0
8	2021-2022	2021	N/A	\$0.0	\$132,684,086.3	\$127,684,086.3	\$132,684,086.3	\$5,000,000.0
9	2022-2023	2022	N/A	\$0.0	\$126,049,881.9	\$121,049,881.9	\$126,049,881.9	\$5,000,000.0
10	2023-2024	2023	N/A	\$0.0	\$119,747,387.8	\$114,747,387.8	\$119,747,387.8	\$5,000,000.0
11	2024-2025	2024	N/A	\$0.0	\$113,760,018.5	\$0.0	\$113,760,018.5	\$113,760,018.5
12	2025-2026	2025	N/A	\$0.0	\$108,072,017.5	\$0.0	\$108,072,017.5	\$108,072,017.5
13	2026-2027	2026	N/A	\$0.0	\$102,668,416.7	\$0.0	\$102,668,416.7	\$102,668,416.7
14	2027-2028	2027	N/A	\$0.0	\$97,534,995.8	\$0.0	\$97,534,995.8	\$97,534,995.8
15	2028-2029	2028	N/A	\$0.0	\$92,658,246.0	\$0.0	\$92,658,246.0	\$92,658,246.0

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]

SIGNATURE OF AUTHORIZED COMPANY REPRESENTATIVE

07/08/2013

DATE

Amendment No. 001 -
Attachment 18
Schedule C- Application: Employment Information

Applicant Name: **Spinning Spur Wind Three**
ISD Name: **Adrian**

Form 50-298

	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	2013-2014	2013	25 FTEs	\$57,000.0	0	0	0	0
Complete tax years of qualifying time period	1	2014-2015	2014	50 FTEs	\$57,000.0	5	\$57,000	5	\$57,000
	2	2015-2016	2015	0	\$0.0	5	\$57,000	5	\$57,000
	3	2016-2017	2016	0	\$0.0	5	\$57,000	5	\$57,000
	4	2017-2018	2017	0	\$0.0	5	\$57,000	5	\$57,000
	5	2018-2019	2018	0	\$0.0	5	\$57,000	5	\$57,000
Tax Credit Period (with 50% cap on credit)	6	2019-2020	2019	0	\$0.0	5	\$57,000	5	\$57,000
	7	2020-2021	2020	0	\$0.0	5	\$57,000	5	\$57,000
	8	2021-2022	2021	0	\$0.0	5	\$57,000	5	\$57,000
	9	2022-2023	2022	0	\$0.0	5	\$57,000	5	\$57,000
	10	2023-2024	2023	0	\$0.0	5	\$57,000	5	\$57,000
Credit Settle-Up Period	11	2024-2025	2024	0	\$0.0	5	\$57,000	5	\$57,000
	12	2025-2026	2025	0	\$0.0	5	\$57,000	5	\$57,000
	13	2026-2027	2026	0	\$0.0	5	\$57,000	5	\$57,000
Post-Settle-Up Period	14	2027-2028	2027	0	\$0.0	5	\$57,000	5	\$57,000
Post-Settle-Up Period	15	2028-2029	2028	0	\$0.0	5	\$57,000	5	\$57,000

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

Aug 1, 2013
DATE

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

Applicant Name		Spinning Spur Wind Three, LLC		ISD Name		Auditor		Form 50-386				
				Sales Tax Information		Franchise Tax		Other Property Tax Abatement 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		
The year preceding the first complete tax year of the qualifying time period (assuming no deferrals)		2013-2014	2013	\$619,380.0	\$8,880,620.0	0	0	0	0	0	0	
	Complete tax years of qualifying time period	1	2014-2015	2014	\$11,768,220.0	\$168,731,780.0	\$0.0	0.0%	0	0	0	0
		2	2015-2016	2015	0	0	\$0.0	0.0%	0	0	0	0
		3	2016-2017	2016	0	0	\$0.0	100.0%	0	0	0	0
		4	2017-2018	2017	0	0	\$0.0	100.0%	0	0	0	0
		5	2018-2019	2018	0	0	\$0.0	100.0%	0	0	0	0
		6	2019-2020	2019	0	0	\$0.0	100.0%	0	0	0	0
	Tax Credit Period (with 50% cap on credit)	7	2020-2021	2020	0	0	\$140,445.6	100.0%	0	0	0	0
		8	2021-2022	2021	0	0	\$139,047.2	100.0%	0	0	0	0
		9	2022-2023	2022	0	0	\$140,141.7	100.0%	0	0	0	0
		10	2023-2024	2023	0	0	\$126,382.0	100.0%	0	0	0	0
	Credit Settle-Up Period	11	2024-2025	2024	0	0	\$137,293.3	100.0%	0	0	0	0
		12	2025-2026	2025	0	0	\$133,136.0	100.0%	0	0	0	0
		13	2026-2027	2026	0	0	\$150,000.4	0	0	0	0	0
	Post-Settle Up Period	14	2027-2028	2027	0	0	\$187,760.1	0	0	0	0	0
15		2028-2029	2028	0	0	\$101,733.4	0	0	0	0	0	

*For planning, construction and operation of the facility.



07/08/2013

DATE

SIGNATURE OF AUTHORIZED COMPANY REPRESENTATIVE

Attachment 2

October 7, 2013

Mr. Robert Wood
Director, Economic Development and Analysis
Texas Comptroller of Public Accounts
Lyndon B. Johnson State Office Building
111 East 17th Street
Austin, Texas 78774

Dear Mr. Wood:

As required by the Tax Code, §313.025 (b-1), the Texas Education Agency (TEA) has evaluated the impact of the proposed Spinning Spur Wind Three LLC project on the number and size of school facilities in Adrian Independent School District (AISD). Based on the analysis prepared by Randy McDowell and Neal Brown for the school district and a conversation with the AISD superintendent, Michael Norrell, the TEA has found that the Spinning Spur Wind Three LLC project would not have a significant impact on the number or size of school facilities in AISD.

Please feel free to contact me by phone at (512) 463-9186 or by email at al.mckenzie@tea.state.tx.us if you need further information about this issue.

Sincerely,



Al McKenzie, Manager
Foundation School Program Support

AM/rk

October 7, 2013

Mr. Robert Wood
Director, Economic Development and Analysis
Texas Comptroller of Public Accounts
Lyndon B. Johnson State Office Building
111 East 17th Street
Austin, Texas 78774

Dear Mr. Wood:

The Texas Education Agency (TEA) has analyzed the revenue gains that would be realized by the proposed Spinning Spur Wind Three LLC project for the Adrian Independent School District (AISD). Projections prepared by the TEA State Funding Division confirm the analysis that was prepared by Randy McDowell and Neal Brown and provided to us by your division. We believe their assumptions regarding the potential revenue gain are valid, and their estimates of the impact of the Spinning Spur Wind Three LLC project on AISD are correct.

Please feel free to contact me by phone at (512) 463-9186 or by email at al.mckenzie@tea.state.tx.us if you need further information about this issue.

Sincerely,



Al McKenzie, Manager
Foundation School Program Support

AM/rk

**Summary of the District's Financial Impact
of Chapter 313 Agreement
with Spinning Spur Wind Three, LLC**

Prepared by

Randy McDowell, RTSBA

&

Neal Brown

School Finance Consultants

Adrian ISD Financial Impact of Chapter 313 Agreement

Summary of Adrian ISD Financial Impact of the Limited Appraised Value Application from Spinning Spur Wind Three, LLC

Introduction

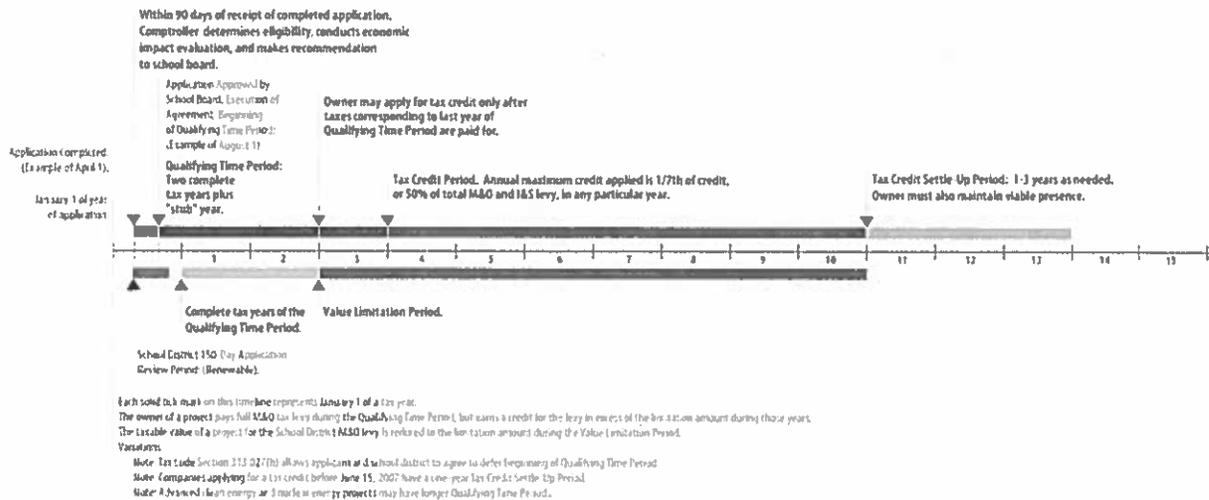
Spinning Spur Wind Three, LLC applied for a property value limitation from Adrian Independent School District under Chapter 313 of the Tax Code. The application was submitted on July 8, 2013 and subsequently approved for consideration by the Adrian ISD Board of Trustees. Spinning Spur Wind Three, LLC ("Spinning Spur Three"), is requesting the property value limitation as a "renewable energy electric generation" project as listed in Sec. 313.024.(b) of the Tax Code.

"The Economic Development Act", Tax Code Chapter 313, was created by House Bill 1200 of the 77th Texas Legislature in 2001. Further amendments were made to Chapter 313 as a result of House Bill 1470 from the 80th Texas Legislative Session in 2007.

The Economic Development Act was created to attract qualifying businesses to Texas by allowing school districts the option of approving a property value limitation to these qualifying entities. The purpose of the property value limitation is to reduce the maintenance and operations taxes paid by the company, to a school district during the applicable years as displayed below.

Adrian ISD Financial Impact of Chapter 313 Agreement

Appraised Value Limitation and Credit under Tax Code Chapter 313 for School District Maintenance & Operations (M&O) Tax



The company must file an application with the school district to qualify for consideration of a Limited Appraised Value Agreement ("LAVA" or "Agreement") to begin the following tax year or a later year if agreed upon by the District and the Company. The first two years of the agreement are considered the qualifying time period and the company's school district taxes will be levied at one-hundred percent of the appraised value. The applicant may then file a separate application with the school district to request tax credits (for taxes paid during the qualifying time period) to be applied during years four through ten of the LAVA, but not to exceed 50% of their tax levy for those years. Any tax credit balance remaining after this period can then be applied during years eleven through thirteen of the agreement, but cannot exceed the actual amount of taxes paid to the school district during the Settle-Up Period. After year thirteen, any leftover credits will not be applied and will expire.

During years three through ten of the LAVA, the qualifying entity's taxable value will be reduced to the minimum qualified investment for the applicable school district as determined by the State Comptroller's Office. Adrian ISD is considered a Rural category 4 District as categorized with total taxable value of industrial property of at least \$100,000 but less than \$1 million, thus Adrian ISD has a minimum qualified investment amount of \$5 million. A qualifying entity's taxable value would be

Adrian ISD Financial Impact of Chapter 313 Agreement

reduced to \$5 million during years three through ten of the agreement for the purposes of computing the tax levy for the maintenance and operations (M&O) tax of Adrian ISD. The entire appraised value will be used for computing the interest and sinking (I&S) tax levy.

Taxable Value Impact from LAVA

The "Additional Value from Spinning Spur Three" represents the values that the company estimated as their taxable values in the application that was filed with the district. During years three through ten, the company's taxable value will be limited to the \$5,000,000 minimum qualified investment of Adrian ISD.

TABLE I- Calculation of Taxable Value:

Tax Year	Additional Value From Spinning Spur Three	Minimum Qualified Investment	Abated Value	Taxable Value
Jan. 1, 2014	190,000,000	n/a	0	190,000,000
Jan. 1, 2015	180,500,000	n/a	0	180,500,000
Jan. 1, 2016	171,475,000	(5,000,000)	166,475,000	5,000,000
Jan. 1, 2017	162,901,250	(5,000,000)	157,901,250	5,000,000
Jan. 1, 2018	154,756,187	(5,000,000)	149,756,187	5,000,000
Jan. 1, 2019	147,018,378	(5,000,000)	142,018,378	5,000,000
Jan. 1, 2020	139,667,459	(5,000,000)	134,667,459	5,000,000
Jan. 1, 2021	132,684,086	(5,000,000)	127,684,086	5,000,000
Jan. 1, 2022	126,049,881	(5,000,000)	121,049,881	5,000,000
Jan. 1, 2023	119,747,387	(5,000,000)	114,747,387	5,000,000
Jan. 1, 2024	113,760,018	n/a	0	113,760,018
Jan. 1, 2025	108,072,017	n/a	0	108,072,017
Jan. 1, 2026	102,668,416	n/a	0	102,668,416

Adrian ISD Financial Impact of Chapter 313 Agreement

Spinning Spur Three's Tax Benefit from Agreement

The projected amount of the net tax savings for Spinning Spur Three is \$14.9 million over the life of the Agreement. This net savings is after all tax credits have been applied and after estimated payments have been made to the district to offset their revenue losses that were a direct result of entering into this Agreement. Tax credits during years four through ten are limited to the lesser of 1/7 of the total tax credit or 50% of the total taxes paid for that tax year. Any tax credits not refunded to the company during those years will be refunded up to 100% of the taxes paid in years eleven through thirteen.

Adrian ISD's projected tax rates for maintenance & operations (M&O) and interest & sinking (I&S) are based on the following assumptions:

- The District has not held a tax ratification election and the study projects that it will maintain an M&O tax rate of \$1.04 for the life of this agreement. The M&O rates for 2014-2015 & 2024-2025 are projected to drop to \$1.01 due to the rollback tax rate calculations.
- The district currently has no outstanding bonds and no I&S tax rate is projected in the study. The district could however pursue a bond election and issue bonded debt during the life of this agreement.

TABLE II- Computation of Net Tax Savings:

Fiscal Year	Projected M&O Tax Rate	Projected I&S Tax Rate	Taxes w/o Agreement	Tax Savings with Agreement	Tax Credits	Payment of District's Revenue Losses	Net Tax Savings
2014-2015	1.01	0.00	1,919,000	0	n/a	0	0
2015-2016	1.04	0.00	1,877,200	0	n/a	0	0
2016-2017	1.04	0.00	1,783,340	1,731,340	n/a	(204,181)	1,527,159
2017-2018	1.04	0.00	1,694,173	1,642,173	26,000	0	1,668,173
2018-2019	1.04	0.00	1,609,484	1,557,484	26,000	0	1,583,484
2019-2020	1.04	0.00	1,528,991	1,476,991	26,000	0	1,502,991
2020-2021	1.04	0.00	1,452,542	1,400,542	26,000	0	1,426,542
2021-2022	1.04	0.00	1,379,914	1,327,914	26,000	0	1,353,914
2022-2023	1.04	0.00	1,310,919	1,258,919	26,000	0	1,284,919
2023-2024	1.04	0.00	1,245,373	1,193,373	26,000	0	1,219,373
2024-2025	1.01	0.00	1,148,976	0	1,148,976	0	1,148,976
2025-2026	1.04	0.00	1,123,949	0	1,123,949	0	1,123,949
2026-2027	1.04	0.00	1,067,752	0	1,067,752	0	1,067,752
Totals			19,141,593	11,588,716	3,522,677	(204,181)	14,907,211

Adrian ISD Financial Impact of Chapter 313 Agreement

Financial Impact Study

This Financial Impact Study was performed to determine the financial impact of the Limited Appraised Value Agreement on Adrian ISD. First, a thirteen year financial forecast was prepared to establish a baseline without the added values of the renewable energy electric generation company. Second, a thirteen year financial forecast was prepared that incorporated the additional taxable value of the company without a LAVA in effect. Third, a thirteen year financial forecast was prepared that incorporates the additional taxable value of the company with an approved LAVA. These three forecasts are detailed in the "Calculation of LAVA Impact on District's Finances" section. The following assumptions were used to compare the financial impact of the LAVA:

- The current state funding formulas (in effect for 2013-2014 fiscal year) were used for state aid and recapture calculation purposes
 - Level 2 of Tier II yield - \$61.86 per weighted student in average daily attendance (WADA) per penny of tax effort
- The district's tax rate for maintenance & operations (M&O) will remain at the same rate as for tax year 2012.
- A tax collection rate of 100% on current year tax levy with no projected delinquent taxes
- An annual taxable value increase of 2% was used to project the district's taxable value, except as it related to the requested LAVA. The district's 2012 taxable value was used as a baseline for all projections
- The district's enrollment is projected to decrease slightly; therefore, the projected ADA and WADA for school year 2012-2013 was decreased by .25% per year for the life of the agreement.

Although these assumptions were used to develop a baseline scenario for comparison purposes, many of these factors will not remain constant for the thirteen years of this proposed agreement. Also, Legislative changes to the school finance formulas are likely during the near future and almost certain during the life of this agreement.

Adrian ISD Financial Impact of Chapter 313 Agreement

Calculation of LAVA Impact on District's Finances

The tables displayed below (Table III, IV, V) show the different impacts on the school district's finances. These scenarios were computed to compare the District's revenue without the additional taxable value of Spinning Spur Three (Table III), the addition of Spinning Spur Three's taxable values without a Chapter 313 Agreement (Table IV), and the addition of Spinning Spur Three's taxable values with a Chapter 313 Agreement (Table V).

TABLE III – District Revenues *without* Spinning Spur Wind Three, LLC:

Fiscal Year	Total Taxable Value	M&O Taxes		Recapture Amount	Hold	M&O	Total District Revenue
		Compressed Rate	State Revenue		Harmless Revenue	Taxes > Comp Rate	
2014-2015	47,870,223	462,761	944,651	0	1,407,412	108,807	1,516,220
2015-2016	48,827,627	472,017	935,917	0	1,407,934	111,896	1,519,830
2016-2017	49,804,180	481,457	921,501	0	1,402,958	111,581	1,514,540
2017-2018	50,800,263	491,086	906,896	0	1,397,982	111,268	1,509,251
2018-2019	51,816,269	500,908	897,071	0	1,397,978	110,957	1,508,936
2019-2020	52,852,594	510,926	882,304	0	1,393,230	110,647	1,503,878
2020-2021	53,909,646	521,145	866,353	0	1,387,497	110,339	1,497,836
2021-2022	54,987,839	531,567	856,451	0	1,388,018	110,032	1,498,050
2022-2023	56,087,596	542,199	840,842	0	1,383,041	109,727	1,492,768
2023-2024	57,209,348	553,043	825,023	0	1,378,066	109,423	1,487,489
2024-2025	58,353,535	564,104	813,958	0	1,378,061	108,015	1,484,076
2025-2026	59,520,605	575,386	797,715	0	1,373,101	108,819	1,481,920
2026-2027	60,711,017	586,893	781,409	0	1,368,302	108,520	1,476,822

Adrian ISD Financial Impact of Chapter 313 Agreement

TABLE IV- District Revenues *with* Spinning Spur Three *without* Chapter 313 Agreement:

Fiscal Year	Total Taxable Value	M&O Taxes		Recapture Amount	Hold Harmless Revenue	M&O Taxes > Comp Rate	Total District Revenue
		Compressed Rate	State Revenue				
2014-2015	237,870,223	2,299,491	908,137	0	3,207,628	356,437	3,564,066
2015-2016	229,327,627	2,216,910	53,532	988,286	1,282,156	165,299	1,447,456
2016-2017	221,279,180	2,139,106	50,516	911,514	1,278,108	159,518	1,437,626
2017-2018	213,701,513	2,065,853	47,943	839,307	1,274,489	154,074	1,428,563
2018-2019	206,572,456	1,996,936	49,987	771,450	1,275,474	148,953	1,424,427
2019-2020	199,870,972	1,932,153	46,270	707,736	1,270,687	144,139	1,414,826
2020-2021	193,577,105	1,871,310	42,741	647,971	1,266,080	139,618	1,405,698
2021-2022	187,671,925	1,814,224	47,011	591,970	1,269,265	135,376	1,404,641
2022-2023	182,137,477	1,760,723	44,729	539,560	1,265,892	131,400	1,397,292
2023-2024	176,956,735	1,710,641	42,116	490,576	1,262,182	127,679	1,389,860
2024-2025	172,113,553	1,663,822	44,508	444,517	1,263,812	120,633	1,384,445
2025-2026	167,592,622	1,620,118	41,915	402,266	1,259,766	120,952	1,380,719
2026-2027	163,379,433	1,579,389	28,715	362,654	1,245,450	117,926	1,363,376

TABLE V – District Revenues *with* Spinning Spur Three *with* Chapter 313 Agreement:

Fiscal Year	Total Taxable Value	M&O Taxes Comp Rate	State Revenue	Recapture Amount	Hold Harmless Revenue	M&O		Total District Revenue
						Taxes > Comp Rate	Payment for District Losses	
2014-2015	237,870,223	2,299,491	908,137	0	3,207,628	356,437	0	3,564,066
2015-2016	229,327,627	2,216,910	53,532	988,286	1,282,156	165,299	0	1,447,456
2016-2017	54,804,180	529,792	1,187,729	524,009	1,193,513	39,932	204,181	1,437,626
2017-2018	55,800,263	539,421	857,594	0	1,397,015	110,918	0	1,507,933
2018-2019	56,816,269	549,243	847,769	0	1,397,011	110,617	0	1,507,626
2019-2020	57,852,594	559,261	832,489	0	1,391,750	110,317	0	1,502,067
2020-2021	58,909,646	569,480	817,051	0	1,386,530	110,018	0	1,496,548
2021-2022	59,987,839	579,902	807,149	0	1,387,051	109,720	0	1,496,771
2022-2023	61,087,596	590,534	791,540	0	1,382,074	109,424	0	1,491,498
2023-2024	62,209,348	601,378	775,721	0	1,377,099	109,129	0	1,486,227
2024-2025	172,113,553	1,663,822	743,850	0	2,407,671	190,002	0	2,597,673
2025-2026	167,592,622	1,620,118	41,915	402,266	1,259,766	120,952	0	1,380,719
2026-2027	163,379,433	1,579,389	28,715	362,654	1,245,450	117,926	0	1,363,376

Adrian ISD Financial Impact of Chapter 313 Agreement

Current School Finance Law

A major overhaul of the school finance formulas was implemented as a result of House Bill 1 of the 79th Legislative Session and became effective for the 2006-2007 school year. These formula changes have had an effect on the district's financial impact from granting a property value limitation. Due to the district's "Hold Harmless" provision that was enacted in the new funding formulas, it is presumed that the majority of the district's revenue losses in year three of the LAVA will be offset with additional state funding or a reduction of recapture payments made to the State. Prior to these recent formula changes, school districts felt a significant loss in revenues in year three because the state funding formulas considered the district more property wealthy based on their prior year taxable value. However, districts were only able to tax on the lower value that was a result of the LAVA. Districts are currently "held harmless" for the majority amount of loss in year three; however, it is possible that a future legislative session could eliminate this provision. If the "hold harmless" provision is eliminated, then the company would be required to offset the district's losses as computed in Article III of the Agreement.

Adrian ISD Financial Impact of Chapter 313 Agreement

Payments in Lieu of Taxes

Assuming that the District and Spinning Spur Wind Three, LLC mutually agree in the LAVA that \$100 per student in average daily attendance (ADA) will be paid to Adrian ISD by Spinning Spur Three, the projected amount of these payments over the life of the agreement is \$159,684 of the \$14.9 million net tax savings amount. This amount will be computed annually according to Section IV of the Agreement.

TABLE VI - Calculation of the Payment in Lieu of Taxes:

Fiscal Year	Net Tax Savings	Adrian ISD \$100/ADA	Spinning Spur Three's Share
2014-2015	0	12,469	(12,469)
2015-2016	0	12,438	(12,438)
2016-2017	1,527,159	12,406	1,514,752
2017-2018	1,668,173	12,375	1,655,798
2018-2019	1,583,464	12,345	1,571,120
2019-2020	1,502,991	12,314	1,490,677
2020-2021	1,426,542	12,283	1,414,259
2021-2022	1,353,914	12,252	1,341,662
2022-2023	1,284,919	12,222	1,272,697
2023-2024	1,219,373	12,191	1,207,182
2024-2025	1,148,976	12,161	1,136,816
2025-2026	1,123,949	12,130	1,111,819
2026-2027	1,067,752	12,100	1,055,652
Totals	14,907,211	159,684	14,747,527

Adrian ISD Financial Impact of Chapter 313 Agreement

Impact of Projected Student Growth On District Facilities

TABLE VII – Campus Capacity and Available Growth

Campus Name	Grade Level	# of Regular Classrooms	Building Capacity	Current Enrollment	Enrollment Growth Available
Elementary	Pre-k - 5	7	154	51	103
Secondary	6-12	9	180	83	97
	Total	16	334	134	200

The building capacities are based on 22 students per classroom for the elementary campuses, 20 students for the Jr. High and high school. Adrian ISD is a pre-kindergarten through 12th grade district.

Spinning Spur Wind Three, LLC provided supplemental information with their application that projected the number of full-time employees that are expected for permanent employment after construction of the project is completed. They projected that five full-time employees are expected. It is not known whether these would be new employees to the Adrian ISD, or if current residents would occupy these positions; however, it is assumed that these employees would be new residents to the district.

Based on average statewide figures provided by a demographer, it is projected that each new household would produce .5 students. Thus, the new five positions equates to 3 new students.

This minimal projected student growth can easily be accommodated with the current facilities of Adrian ISD as displayed in Table VII above.

Adrian ISD Financial Impact of Chapter 313 Agreement

Conclusion

This Financial Impact Study displays that entering into a Limited Appraised Value Agreement with Spinning Spur Wind Three, LLC, would be beneficial to both Spinning Spur Three and Adrian ISD under the current school finance system.

Spinning Spur Wind Three, LLC would benefit from reduced property taxes during years three through ten of the LAVA. Although some of the tax savings would be used to offset district's revenue losses and payments in lieu of taxes to the District, Spinning Spur Three is projected to benefit from a 79% tax savings over the thirteen year period of this agreement. Spinning Spur Three also has the option of terminating the Agreement if the amount paid to the District during a tax year is greater than the amount of taxes that would have been paid without the agreement; therefore, there is no inherent risk for the company from entering into the Agreement.

Adrian ISD would also have no inherent risk under the current school finance system and with the provisions in the LAVA that require Spinning Spur Three to offset any district losses caused by the LAVA. An annual calculation will be performed each year to determine if a loss to the District has been incurred. The revenue impact to the District will be computed by comparing the District's revenues with and without the LAVA in effect.

Attachment 3

Oldham County

Population

- Total county population in 2010 for Oldham County: 2,119 , up 0.4 percent from 2009. State population increased 1.8 percent in the same time period.
- Oldham County was the state's 235st largest county in population in 2010 and the 161st fastest growing county from 2009 to 2010.
- Oldham County's population in 2009 was 79.4 percent Anglo (above the state average of 46.7 percent), 3.6 percent African-American (below the state average of 11.3 percent) and 14.4 percent Hispanic (below the state average of 36.9 percent).
- 2009 population of the largest cities and places in Oldham County:

Vega:	896	Adrian:	154
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Economy and Income

Employment

- September 2011 total employment in Oldham County: 890 , up 1.3 percent from September 2010. State total employment increased 0.9 percent during the same period.
(October 2011 employment data will be available November 18, 2011).
- September 2011 Oldham County unemployment rate: 6.0 percent, unchanged from 6.0 percent in September 2010. The statewide unemployment rate for September 2011 was 8.5 percent, up from 8.2 percent in September 2010.
- September 2011 unemployment rate in the city of:

(Note: County and state unemployment rates are adjusted for seasonal fluctuations, but the Texas Workforce Commission city unemployment rates are not. Seasonally-adjusted unemployment rates are not comparable with unadjusted rates).

Income

- Oldham County's ranking in per capita personal income in 2009: 195th with an average per capita income of \$29,139, down 9.0 percent from 2008. Statewide average per capita personal income was \$38,609 in 2009, down 3.1 percent from 2008.

Industry

- Agricultural cash values in Oldham County averaged \$70.46 million annually from 2007 to 2010. County total agricultural values in 2010 were up 14.5 percent from 2009. Major agriculture related commodities in Oldham County during 2010 included:

• Hay	• Sorghum	• Wheat	• Other Beef	• Fed Beef
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- 2011 oil and gas production in Oldham County: 107,560.0 barrels of oil and 97,087.0 Mcf of gas. In September 2011, there were 22 producing oil wells and 7 producing gas wells.

Taxes

Sales Tax - Taxable Sales

(County and city taxable sales data for 1st quarter 2011 is currently targeted for release in mid-September 2011).

Quarterly (September 2010 through December 2010)

- Taxable sales in Oldham County during the fourth quarter 2010: \$2.19 million, up 90.5 percent from the same quarter in 2009.
- Taxable sales during the fourth quarter 2010 in the city of:

Vega:	\$721,611.00, up 13.6 percent from the same quarter in 2009.
Adrian:	\$91,828.00, down 18.5 percent from the same quarter in 2009.

Taxable Sales through the end of 4th quarter 2010 (January 2010 through December 30, 2010)

- Taxable sales in Oldham County through the fourth quarter of 2010: \$6.17 million, up 26.9 percent from the same period in 2009.
- Taxable sales through the fourth quarter of 2010 in the city of:

Vega:	\$2.73 million, up 10.6 percent from the same period in 2009.
Adrian:	\$468,723.00, down 7.7 percent from the same period in 2009.

Annual (2010)

- Taxable sales in Oldham County during 2010: \$6.17 million, up 26.9 percent from 2009.
- Oldham County sent an estimated \$385,336.88 (or 0.00 percent of Texas' taxable sales) in state sales taxes to the state treasury in 2010.
- Taxable sales during 2010 in the city of:

Vega:	\$2.73 million, up 10.6 percent from 2009.
Adrian:	\$468,723.00, down 7.7 percent from 2009.

Sales Tax – Local Sales Tax Allocations

(The release date for sales tax allocations to cities for the sales activity month of September 2011 is currently scheduled for November 9, 2011.)

Monthly

- Statewide payments based on the sales activity month of August 2011: \$505.22 million, up 13.9 percent from August 2010.
- Payments to all cities in Oldham County based on the sales activity month of August 2011: \$4,791.50, down 12.7 percent from August 2010.
- Payment based on the sales activity month of August 2011 to the city of:

Vega:	\$4,258.76, up 5.5 percent from August 2010.
Adrian:	\$532.74, down 63.4 percent from August 2010.

Fiscal Year

- Statewide payments based on sales activity months from September 2010 through August 2011: \$6.08 billion, up 8.0 percent from the same period in 2010.
- Payments to all cities in Oldham County based on sales activity months from September 2010 through August 2011: \$61,896.45, up 12.4 percent from fiscal 2010.
- Payments based on sales activity months from September 2010 through August 2011 to the city of:

Vega:	\$54,346.25, up 17.5 percent from fiscal 2010.
Adrian:	\$7,550.20, down 14.0 percent from fiscal 2010.

January 2011 through August 2011 (Sales Activity Year-To-Date)

- Statewide payments based on sales activity months through August 2011: \$3.99 billion, up 8.3 percent from the same period in 2010.
- Payments to all cities in Oldham County based on sales activity months through August 2011: \$40,414.75, up 5.7 percent from the same period in 2010.
- Payments based on sales activity months through August 2011 to the city of:

Vega:	\$36,541.16, up 14.8 percent from the same period in 2010.
Adrian:	\$3,873.59, down 39.3 percent from the same period in 2010.

12 months ending in August 2011

- Statewide payments based on sales activity in the 12 months ending in August 2011: \$6.08 billion, up 8.0 percent from the previous 12-month period.
- Payments to all cities in Oldham County based on sales activity in the 12 months ending in August 2011: \$61,896.45, up 12.4 percent from the previous 12-month period.
- Payments based on sales activity in the 12 months ending in August 2011 to the city of:

Vega:	\$54,346.25, up 17.5 percent from the previous 12-month period.
Adrian:	\$7,550.20, down 14.0 percent from the previous 12-month period.

- **City Calendar Year-To-Date (RJ 2011)**

- Payment to the cities from January 2011 through October 2011:

Vega:	\$45,098.01, up 16.7 percent from the same period in 2010.
Adrian:	\$5,106.45, down 30.7 percent from the same period in 2010.

Annual (2010)

- Statewide payments based on sales activity months in 2010: \$5.77 billion, up 3.3 percent from 2009.
- Payments to all cities in Oldham County based on sales activity months in 2010: \$59,703.71, up 13.0 percent from 2009.
- Payment based on sales activity months in 2010 to the city of:

Vega:	\$49,647.33, up 12.6 percent from 2009.
Adrian:	\$10,056.38, up 15.0 percent from 2009.

Property Tax

- As of January 2009, property values in Oldham County: \$531.59 million, up 10.8 percent from January 2008 values. The property tax base per person in Oldham County is \$250,988, above the statewide average of \$85,809. About 9.7 percent of the property tax base is derived from oil, gas and minerals.

State Expenditures

- Oldham County's ranking in state expenditures by county in fiscal year 2010: 224th. State expenditures in the county for FY2010: \$10.59 million, down 0.5 percent from FY2009.
- In Oldham County, 5 state agencies provide a total of 23 jobs and \$196,945.00 in annualized wages (as of 1st quarter 2011).

■ Major state agencies in the county (as of first quarter 2011):

- Department of Transportation
- Department of Public Safety
- AgriLife Extension Service
- Department of Family and Protective Services

Higher Education

■ Community colleges in Oldham County fall 2010 enrollment:

- None.

■ Oldham County is in the service area of the following:

- Amarillo College with a fall 2010 enrollment of 11,540 . Counties in the service area include:

- Carson County
- Castro County
- Deaf Smith County
- Moore County
- Oldham County
- Parmer County
- Potter County
- Randall County
- Swisher County

■ Institutions of higher education in Oldham County fall 2010 enrollment:

- None.

School Districts

■ Oldham County had 4 school districts with 8 schools and 808 students in the 2009-10 school year.

(Statewide, the average teacher salary in school year 2009-10 was \$48,263. The percentage of students, statewide, meeting the 2010 TAKS passing standard for all 2009-10 TAKS tests was 77 percent.)

- Adrian ISD had 131 students in the 2009-10 school year. The average teacher salary was \$42,610. The percentage of students meeting the 2010 TAKS passing standard for all tests was 80 percent.
- Boys Ranch ISD had 289 students in the 2009-10 school year. The average teacher salary was \$47,687. The percentage of students meeting the 2010 TAKS passing standard for all tests was 54 percent.
- Vega ISD had 289 students in the 2009-10 school year. The average teacher salary was \$44,317. The percentage of students meeting the 2010 TAKS passing standard for all tests was 84 percent.
- Wildorado ISD had 99 students in the 2009-10 school year. The average teacher salary was \$39,737. The percentage of students meeting the 2010 TAKS passing standard for all tests was 87 percent.