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**KEVIN O'HANLON**  
CERTIFIED, CIVIL APPELLATE  
CERTIFIED, CIVIL TRIAL

**JUSTIN DEMERATH**  
**BENJAMIN CASTILLO**

March 27, 2018

Local Government Assistance & Economic Analysis  
Texas Comptroller of Public Accounts  
P.O. Box 13528  
Austin, Texas 78711-3528

RE: Application to the Chillicothe Independent School District from Blue  
Summit Wind, LLC

**(First Qualifying Year 2018; First Limitation Year 2019)**

To the Local Government Assistance & Economic Analysis Division:

By copy of this letter transmitting the application for review to the Comptroller's Office, the Chillicothe Independent School District is notifying Blue Summit Wind, LLC of its intent to consider the application for appraised value limitation on qualified property should a positive certificate be issued by the Comptroller. Please prepare the economic impact report.

The Applicant submitted the Application to the school district on March 20, 2018. The Board voted to accept the application on March 20, 2018. The application has been determined complete as of March 27, 2018.

Please do not hesitate to call with any questions.

Sincerely,

A handwritten signature in black ink, appearing to read 'Kevin O'Hanlon', with a stylized flourish at the end.

Kevin O'Hanlon  
School District Consultant

Cc: Blue Summit Wind, LLC  
Hardeman CAD  
Wilbarger CAD

**TAB 1**

Pages 1 through 7 of application.

## Application for Appraised Value Limitation on Qualified Property

(Tax Code, Chapter 313, Subchapter B or C)

**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 hard copy of the completed application to the Comptroller in a three-ring binder with tabs, as indicated on page 9 of this application, 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 website. 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. For more information, see guidelines on Comptroller's website.

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. Pursuant to 9.1053(a)(1)(C), requested information shall be provided within 20 days of the date of the request. 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, issue a certificate for a limitation on appraised value 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 not later than the 150th 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 issue a certificate, complete the economic impact evaluation or consider the application at any time during the application review period.

Please visit the Comptroller's website to find out more about the program at [comptroller.texas.gov/economy/local/ch313/](http://comptroller.texas.gov/economy/local/ch313/). There are links to the Chapter 313 statute, rules, guidelines and forms. Information about minimum limitation values for particular districts and wage standards may also be found at that site.

## SECTION 1: School District Information

## 1. Authorized School District Representative

March 20, 2018

Date Application Received by District

Todd

First Name

Wilson

Last Name

Superintendent

Title

Chillicothe Independent School District

School District Name

1610 South 6th Street

Street Address

1610 South 6Th Street

Mailing Address

Chillicothe

City

940-852-5391

Phone Number

TX

State

79225

ZIP

940-852-5269

Fax Number

twilson@cisd-tx.net

Email Address

Mobile Number (optional)

2. Does the district authorize the consultant to provide and obtain information related to this application? .....

☒ Yes☐ No

SECTION 1: School District Information *(continued)*3. Authorized School District Consultant *(If Applicable)*

|                                 |                      |
|---------------------------------|----------------------|
| Dan                             | Casey                |
| First Name                      | Last Name            |
| Partner                         |                      |
| Title                           |                      |
| Moak Casey & Associates LLP     |                      |
| Firm Name                       |                      |
| 512-485-7878                    | 512-485-7888         |
| Phone Number                    | Fax Number           |
| 512-426-6662                    | dcasey@moakcasey.com |
| Mobile Number <i>(optional)</i> | Email Address        |

4. On what date did the district determine this application complete? ..... March 27, 2018
5. Has the district determined that the electronic copy and hard copy are identical? ..... ☒ Yes ☐ No

## SECTION 2: Applicant Information

1. Authorized Company Representative *(Applicant)*

|                                 |                        |
|---------------------------------|------------------------|
| Casey                           | Tomasiak               |
| First Name                      | Last Name              |
| Manager, Property Tax           | NextEra Energy         |
| Title                           | Organization           |
| 700 Universe Blvd. PSX/JB       |                        |
| Street Address                  |                        |
| 700 Universe Blvd. PSX/JB       |                        |
| Mailing Address                 |                        |
| Juno Beach                      | FL 33408               |
| City                            | State ZIP              |
| (561) 694-6473                  |                        |
| Phone Number                    | Fax Number             |
|                                 | casey.tomasiak@nee.com |
| Mobile Number <i>(optional)</i> | Business Email Address |

2. Will a company official other than the authorized company representative be responsible for responding to future information requests? ..... ☐ Yes ☒ No
- 2a. If yes, please fill out contact information for that person.

|                                 |                        |
|---------------------------------|------------------------|
|                                 |                        |
| First Name                      | Last Name              |
|                                 |                        |
| Title                           | Organization           |
|                                 |                        |
| Street Address                  |                        |
|                                 |                        |
| Mailing Address                 |                        |
|                                 |                        |
| City                            | State ZIP              |
|                                 |                        |
| Phone Number                    | Fax Number             |
|                                 |                        |
| Mobile Number <i>(optional)</i> | Business Email Address |

3. Does the applicant authorize the consultant to provide and obtain information related to this application? ..... ☒ Yes ☐ No

## SECTION 2: Applicant Information (continued)

## 4. Authorized Company Consultant (If Applicable)

|                        |              |
|------------------------|--------------|
| Brandon                | Westlake     |
| First Name             | Last Name    |
| Senior Tax Consultant  |              |
| Title                  |              |
| Cummings Westlake LLC  |              |
| Firm Name              |              |
| 713-266-4456           | 713-266-2333 |
| Phone Number           | Fax Number   |
| bwestlake@cwlp.net     |              |
| Business Email Address |              |

## SECTION 3: Fees and Payments

1. Has an application fee been paid to the school district? ☒ Yes ☐ No
- The total fee shall be paid at time of the application is submitted to the school district. Any fees not accompanying the original application shall be considered supplemental payments.

1a. If yes, attach in **Tab 2** proof of application fee paid to the school district.

For the purpose of questions 2 and 3, "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.

2. 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 ☐ N/A
3. 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 ☐ N/A

## SECTION 4: Business Applicant Information

1. What is the legal name of the applicant under which this application is made? Blue Summit II Wind, LLC
2. List the Texas Taxpayer I.D. number of entity subject to Tax Code, Chapter 171 (11 digits) 32051418765
3. List the NAICS code 221115
4. Is the applicant a party to any other pending or active Chapter 313 agreements? ☐ Yes ☒ No
- 4a. If yes, please list application number, name of school district and year of agreement

## SECTION 5: Applicant Business Structure

1. Identify Business Organization of Applicant (corporation, limited liability corporation, etc) Limited Liability Corporation
2. Is applicant a combined group, or comprised of members of a combined group, as defined by Tax Code §171.0001(7)? ☒ Yes ☐ No
- 2a. If yes, attach in **Tab 3** a copy of Texas Comptroller Franchise Tax Form No. 05-165, No. 05-166, or any other documentation from the Franchise Tax Division to demonstrate the applicant's combined group membership and contact information.
3. Is the applicant current on all tax payments due to the State of Texas? ☒ Yes ☐ No
4. Are all applicant members of the combined group current on all tax payments due to the State of Texas? ☒ Yes ☐ No ☐ N/A
5. If the answer to question 3 or 4 is no, please explain and/or disclose any history of default, delinquencies and/or any material litigation, including litigation involving the State of Texas. (If necessary, attach explanation in **Tab 3**)

## SECTION 6: Eligibility Under Tax Code Chapter 313.024

1. Are you an entity subject to the tax under Tax Code, Chapter 171? ☒ Yes ☐ No
2. The property will be used for 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
  - (9) a Texas Priority Project, as defined by 313.024(e)(7) and TAC 9.1051 ☐ Yes ☒ No
3. Are you requesting that any of the land be classified as qualified investment? ☐ Yes ☒ No
4. Will any of the proposed qualified investment be leased under a capitalized lease? ☐ Yes ☒ No
5. Will any of the proposed qualified investment be leased under an operating lease? ☐ Yes ☒ No
6. Are you including property that is owned by a person other than the applicant? ☐ Yes ☒ No
7. 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

## SECTION 7: Project Description

1. In **Tab 4**, attach 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.
2. Check the project characteristics that apply to the proposed project:
 

|                                                                                                     |                                                                                        |
|-----------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------|
| <input checked="" type="checkbox"/> Land has no existing improvements                               | <input type="checkbox"/> Land has existing improvements ( <i>complete Section 13</i> ) |
| <input type="checkbox"/> Expansion of existing operation on the land ( <i>complete Section 13</i> ) | <input type="checkbox"/> Relocation within Texas                                       |

## SECTION 8: Limitation as Determining Factor

1. Does the applicant currently own the land on which the proposed project will occur? ☐ Yes ☒ No
2. Has the applicant entered into any agreements, contracts or letters of intent related to the proposed project? ☐ Yes ☒ No
3. Does the applicant have current business activities at the location where the proposed project will occur? ☐ Yes ☒ No
4. Has the applicant made public statements in SEC filings or other documents regarding its intentions regarding the proposed project location? ☐ Yes ☒ No
5. Has the applicant received any local or state permits for activities on the proposed project site? ☐ Yes ☒ No
6. Has the applicant received commitments for state or local incentives for activities at the proposed project site? ☐ Yes ☒ No
7. Is the applicant evaluating other locations not in Texas for the proposed project? ☒ Yes ☐ No
8. Has the applicant provided capital investment or return on investment information for the proposed project in comparison with other alternative investment opportunities? ☐ Yes ☒ No
9. Has the applicant provided information related to the applicant's inputs, transportation and markets for the proposed project? ☐ Yes ☒ No
10. Are you submitting information to assist in the determination as to whether the limitation on appraised value is a determining factor in the applicant's decision to invest capital and construct the project in Texas? ☒ Yes ☐ No

**Chapter 313.026(e) states "the applicant may submit information to the Comptroller that would provide a basis for an affirmative determination under Subsection (c)(2)." If you answered "yes" to any of the questions in Section 8, attach supporting information in Tab 5.**

## SECTION 9: Projected Timeline

1. Application approval by school board ..... August 2018
2. Commencement of construction ..... Q3 - 2018
3. Beginning of qualifying time period ..... 2018
4. First year of limitation ..... 2019
5. Begin hiring new employees ..... December 2018
6. Commencement of commercial operations ..... December 2018
7. 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.
8. When do you anticipate the new buildings or improvements will be placed in service? ..... December 2018

## SECTION 10: The Property

1. Identify county or counties in which the proposed project will be located ..... Hardeman County (83%) , Wilbarger County (17%)
2. Identify Central Appraisal District (CAD) that will be responsible for appraising the property ..... Hardeman CAD & Wilbarger CAD
3. Will this CAD be acting on behalf of another CAD to appraise this property? ..... ☐ Yes ☒ No
4. List all taxing entities that have jurisdiction for the property, the portion of project within each entity and tax rates for each entity:  
 County: Hardeman County, \$ .7100; 83% / Wilbarger County, \$ .49498; 17% ..... N/A  
 (Name, tax rate and percent of project)  
 Hospital District: Chillicothe Hospital; \$ .854892; 77% / Wilbarger Hospital; \$ .159235; 17% ..... Tri-County Gateway Groundwater CD; \$ .0100; 100%  
 (Name, tax rate and percent of project)  
 Other (describe): Quanah Hospital District; \$ .290727; 17% ..... Vernon College; \$ .229652; 17%  
 (Name, tax rate and percent of project)
5. Is the project located entirely within the ISD listed in Section 1? ..... ☐ Yes ☒ No  
 5a. If no, attach in **Tab 6** additional information on the project scope and size to assist in the economic analysis.
6. Did you receive a determination from the Texas Economic Development and Tourism Office that this proposed project and at least one other project seeking a limitation agreement constitute a single unified project (SUP), as allowed in §313.024(d-2)? ..... ☐ Yes ☒ No  
 6a. If yes, attach in **Tab 6** supporting documentation from the Office of the Governor.

## SECTION 11: 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 Subchapter B or Subchapter C, and the taxable value of the property within the school district. For assistance in determining estimates of these minimums, access the Comptroller's website at [comptroller.texas.gov/economy/local/ch313/](http://comptroller.texas.gov/economy/local/ch313/).

1. At the time of application, what is the estimated minimum qualified investment required for this school district? ..... 20,000,000.00
2. What is the amount of appraised value limitation for which you are applying? ..... 25,000,000.00  
**Note:** The property value limitation amount is based on property values available at the time of application and may change prior to the execution of any final agreement.
3. Does the qualified investment meet the requirements of Tax Code §313.021(1)? ..... ☒ Yes ☐ No
4. Attach a description of the qualified investment [See §313.021(1).] The description must include:
  - a. 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 (**Tab 7**);
  - b. a description of any new buildings, proposed new improvements or personal property which you intend to include as part of your minimum qualified investment (**Tab 7**); and
  - c. a detailed map of the qualified investment showing location of tangible personal property to be placed in service during the qualifying time period and buildings to be constructed during the qualifying time period, with vicinity map (**Tab 11**).
5. Do you intend to make at least the minimum qualified investment required by Tax Code §313.023 (or §313.053 for Subchapter C school districts) for the relevant school district category during the qualifying time period? ..... ☒ Yes ☐ No

## SECTION 12: Qualified Property

1. Attach a detailed description of the qualified property. [See §313.021(2)] (If qualified investment describes qualified property exactly, you may skip items a, b and c below.) The description must include:
- 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 (**Tab 8**);
  - a description of any new buildings, proposed new improvements or personal property which you intend to include as part of your qualified property (**Tab 8**); and
  - a map of the qualified property showing location of new buildings or new improvements with vicinity map (**Tab 11**).
2. Is the land upon which the new buildings or new improvements will be built part of the qualified property described by §313.021(2)(A)? ☐ Yes ☒ No
- 2a. If yes, attach complete documentation including:
- legal description of the land (**Tab 9**);
  - each existing appraisal parcel number of the land on which the new improvements will be constructed, regardless of whether or not all of the land described in the current parcel will become qualified property (**Tab 9**);
  - owner (**Tab 9**);
  - the current taxable value of the land. Attach estimate if land is part of larger parcel (**Tab 9**); and
  - a detailed map showing the location of the land with vicinity map (**Tab 11**).
3. Is the land on which you propose new construction or new 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
- 3a. If yes, attach the applicable supporting documentation:
- evidence that the area qualifies as a enterprise zone as defined by the Governor's Office (**Tab 16**);
  - legal description of reinvestment zone (**Tab 16**);
  - order, resolution or ordinance establishing the reinvestment zone (**Tab 16**);
  - guidelines and criteria for creating the zone (**Tab 16**); and
  - a map of the reinvestment zone or enterprise zone boundaries with vicinity map (**Tab 11**).
- 3b. If no, submit detailed description of proposed reinvestment zone or enterprise zone with a map indicating the boundaries of the zone on which you propose new construction or new improvements to the Comptroller's office within 30 days of the application date. What is the anticipated date on which you will submit final proof of a reinvestment zone or enterprise zone? May 2018

## SECTION 13: Information on Property Not Eligible to Become Qualified Property

1. In **Tab 10**, attach a specific and detailed description of all **existing property**. This includes buildings and improvements existing as of the application review start date (the date the application is determined to be complete by the Comptroller). The description must provide sufficient detail to locate all existing property on the land that will be subject to the agreement and distinguish existing property from future proposed property.
2. In **Tab 10**, attach a specific and detailed description of all **proposed new property that will not become new improvements** as defined by TAC 9.1051. This includes proposed property that: functionally replaces existing or demolished/removed property; is used to maintain, refurbish, renovate, modify or upgrade existing property; or is affixed to existing property; or is otherwise ineligible to become qualified property. The description must provide sufficient detail to distinguish existing property (question 1) and all proposed new property that cannot become qualified property from proposed qualified property that will be subject to the agreement (as described in Section 12 of this application).
3. For the property not eligible to become qualified property listed in response to questions 1 and 2 of this section, provide the following supporting information in **Tab 10**:
- maps and/or detailed site plan;
  - surveys;
  - appraisal district values and parcel numbers;
  - inventory lists;
  - existing and proposed property lists;
  - model and serial numbers of existing property; or
  - other information of sufficient detail and description.
4. Total estimated market value of existing property (that property described in response to question 1): ..... \$ 0.00
5. In **Tab 10**, include an appraisal value by the CAD of all the buildings and improvements existing as of a date within 15 days of the date the application is received by the school district.
6. Total estimated market value of proposed property not eligible to become qualified property (that property described in response to question 2): ..... \$ 0.00

**Note:** Investment for the property listed in question 2 may count towards qualified investment in Column C of Schedules A-1 and A-2, if it meets the requirements of 313.021(1). Such property cannot become qualified property on Schedule B.

## SECTION 14: Wage and Employment Information

1. 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
2. What is the last complete calendar quarter before application review start date:  
☐ First Quarter ☐ Second Quarter ☐ Third Quarter ☒ Fourth Quarter of 2017  
(year)
3. 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 Texas Workforce Commission (TWC)? ..... 0  
**Note:** For job definitions see TAC §9.1051 and Tax Code §313.021(3).
4. What is the number of new qualifying jobs you are committing to create? ..... 7
5. What is the number of new non-qualifying jobs you are estimating you will create? ..... 0
6. Do you intend to request that the governing body waive the minimum new qualifying job creation requirement, as provided under Tax Code §313.025(f-1)? ..... ☒ Yes ☐ No
- 6a. If yes, attach evidence in **Tab 12** documenting that the new qualifying job creation requirement above exceeds the number of employees necessary for the operation, according to industry standards.
7. Attach in **Tab 13** the four most recent quarters of data for each wage calculation below, including documentation from the TWC website. 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(21) and (22).
- a. Average weekly wage for all jobs (all industries) in the county is ..... 660.75
- b. 110% of the average weekly wage for manufacturing jobs in the county is ..... 1,349.15
- c. 110% of the average weekly wage for manufacturing jobs in the region is ..... 1,061.99
8. Which Tax Code section are you using to estimate the qualifying job wage standard required for this project? ..... ☐ §313.021(5)(A) or ☒ §313.021(5)(B)
9. What is the minimum required annual wage for each qualifying job based on the qualified property? ..... 55,223.00
10. What is the annual wage you are committing to pay for each of the new qualifying jobs you create on the qualified property? ..... 55,225.00
11. Will the qualifying jobs meet all minimum requirements set out in Tax Code §313.021(3)? ..... ☒ Yes ☐ No
12. Do you intend to satisfy the minimum qualifying job requirement through a determination of cumulative economic benefits to the state as provided by §313.021(3)(F)? ..... ☐ Yes ☒ No
- 12a. If yes, attach in **Tab 12** supporting documentation from the TWC, pursuant to §313.021(3)(F).
13. Do you intend to rely on the project being part of a single unified project, as allowed in §313.024(d-2), in meeting the qualifying job requirements? ..... ☐ Yes ☒ No
- 13a. If yes, attach in **Tab 6** supporting documentation including a list of qualifying jobs in the other school district(s).

## SECTION 15: Economic Impact

1. Complete and attach Schedules A1, A2, B, C, and D in **Tab 14**. Note: Excel spreadsheet versions of schedules are available for download and printing at URL listed below.
2. Attach an Economic Impact Analysis, if supplied by other than the Comptroller's Office, in **Tab 15**. (*not required*)
3. If there are any other payments made in the state or economic information that you believe should be included in the economic analysis, attach a separate schedule showing the amount for each year affected, including an explanation, in **Tab 15**.

**TAB 2**

*Proof of Payment of Application Fee*

Please find on the attached page, a copy of the check for the \$75,000 application fee paid to Chillicothe ISD.

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)*

**TAB 3**

*Documentation of Combined Group membership under Texas Tax Code 171.0001(7),  
history of tax default, delinquencies and/or material litigation (if applicable)*

Blue Summit Wind, LLC is a newly acquired entity and will be reported on the 2017 report for NextEra Energy Power Marketing, LLC as it was acquired after the 2016 report was filed. Attached is page 1 of 275 pages of the 2016 report.

**Documentation of combined  
group received by the  
Texas Comptroller  
of Public Accounts**

**TAB 4**

**Detailed Description of the Project**

*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.*

Blue Summit Wind, LLC (Blue Summit) is requesting an appraised value limitation from Chillicothe Independent School District (ISD) for the Blue Summit Wind Project (the "Project"), a proposed wind powered electric generating facility in Hardeman and Wilbarger Counties. The proposed Chillicothe ISD Project (this application) will be constructed within Reinvestment Zones that will be established by both Hardeman and Wilbarger Counties. A map showing the location of the project is included in TAB 11.

The proposed Project is anticipated to have a capacity of approximately 252 MW located in Chillicothe ISD. The exact number and location of wind turbines and size of each turbine will vary depending upon ongoing wind and siting analysis, turbine manufacturer's availability, prices, and the megawatt generating capacity of the Project when completed. Current estimated plans are to install 101 of the 2.50 MW GE turbines with all turbines located in Chillicothe ISD. The Applicant requests a value limitation for all facilities and equipment installed for the Project, including but not limited to, wind turbines, towers, foundations, roadways, an O&M building, meteorological towers, collection system, communication system, electric substation, electric switchyard, electric transformers, transmission line and associated towers, and interconnection facilities.

Full construction of the Project is anticipated to begin in the 3rd Quarter of 2018 with completion by December 31, 2018.

*\*NOTE:* The map in TAB 11 shows the potential locations of 101 of the wind turbines, an O&M building and a collector substation within Chillicothe ISD boundaries; however, the final number of turbines and the location of each of these facilities is dependent upon ongoing negotiations with power purchasers and other factors.

**TAB 5**

*Documentation to assist in determining if limitation is a determining factor.*

NextEra Energy Resources (NEER) is one of the largest wholesale generators of electric power in the U.S., with nearly 19,880 MW of generating capacity across 24 states and four Canadian provinces as of January 2017. NEER produces the majority of its electricity from clean and renewable sources, including wind and solar. NEER also provides full energy and capacity requirements services, engages in power and gas marketing and trading activities, participates in natural gas, natural gas liquids and oil production and pipeline infrastructure development and owns a retail electricity provider. NEER has a long-term commitment to both wind and solar with an outlook to significantly expand our fleet of clean energy generating capacity.

NEER is keen to develop and build the proposed Blue Summit Wind Project as per this application, but since this Project is still in the early stages of development, further investment could be, if necessary, redeployed to other counties and states competing for similar wind projects. NextEra is active in states throughout the Great Plains and southwest, where each project individually competes for a finite pool of capital investment. State and local tax incentives contribute to the lowering of the cost of power sold to our customers and making our investment more viable and marketable. NEER has over 40 wind sites in development throughout the country and are continually comparing investment opportunities, rate of return, and market viability of each project based upon project financial metrics. For example, NEER currently has ongoing project developments in many states, including but not limited to, California, North Dakota and Oklahoma.

Due to the extremely competitive power market in SPP most if not all PPA's economic model assumptions are based on the Project securing this Chapter 313 appraised value limitation and other local tax incentives. The property tax liabilities of a project without tax incentives in Texas lowers the return to investors and financiers to an unacceptable level at today's contracted power rates under a PPA. A signed PPA in the Texas market is at a much lower rate than other states because of competitively low electricity prices. Both parties of the PPA have an escape clause if the terms of the PPA cannot be met. Without the tax incentives in Texas, a project with a PPA becomes non-financeable. Therefore, this appraised value limitation is critical to the ability of the proposed Project to move forward as currently sited.

**TAB 6**

Description of how project is located in more than one district, including list of percentage in each district and, if determined to be a single unified project, documentation from the Office of the Governor (if applicable)

|                                  |        |
|----------------------------------|--------|
| 1) Hardeman County               | - 83%  |
| 2) Chillicothe ISD               | - 77%  |
| 3) Wilbarger County              | - 17%  |
| 4) Chillicothe Hospital District | - 77%  |
| 5) Tri-County GCD                | - 100% |
| 6) Wilbarger Hospital District   | - 17%  |
| 7) Quanah Hospital District      | - 17%  |
| 8) Vernon College                | - 17%  |
| 9) Northside ISD                 | - 7%   |
| 10) Quanah ISD                   | - 13%  |

**TAB 7**

*Description of Qualified Investment*

Blue Summit Wind, LLC plans to construct a 252 MW wind farm in Hardeman and Wilbarger Counties.

This application covers all qualified property within Chillicothe ISD necessary for the commercial operations of the proposed wind farm described in Tab 4. Two hundred and fifty-two megawatts (252 MW) will be located in Chillicothe ISD. Turbine placement is subject to change but for purposes of this application, the Project anticipates using 101 of the 2.50 MW turbines manufactured by GE.

This application covers all qualified investment and qualified property necessary for the commercial operations of the wind farm.

Qualified Investment and qualified property includes, but is not limited to, turbines, towers, foundations, transformers, pad mounts, an O&M building, underground collection systems, electric substation, transmission lines, electrical interconnections, met towers, roads, and control systems necessary for commercial generation of electricity.

*\*NOTE:* The map in TAB 11 shows the potential locations of 101 of the wind turbines, an O&M building and a collector substation within Chillicothe ISD boundaries; however, the final number of turbines and the location of each of these facilities is dependent upon ongoing negotiations with power purchasers and other factors.

**TAB 8**

*Description of Qualified Property*

Blue Summit Wind, LLC plans to construct a 252 MW wind farm in Hardeman and Wilbarger Counties.

This application covers all qualified property within Chillicothe ISD necessary for the commercial operations of the proposed wind farm described in Tab 4. Two hundred and fifty-two megawatts (252 MW) will be located in Chillicothe ISD. Turbine placement is subject to change but for purposes of this application, the Project anticipates using 101 of the 2.50 MW turbines manufactured by GE.

This application covers all qualified investment and qualified property necessary for the commercial operations of the wind farm.

Qualified Investment and qualified property includes, but is not limited to, turbines, towers, foundations, transformers, pad mounts, an O&M building, underground collection systems, electric substation, transmission lines, electrical interconnections, met towers, roads, and control systems necessary for commercial generation of electricity.

*\*NOTE:* The map in TAB 11 shows the potential locations of 101 of the wind turbines, an O&M building and a collector substation within Chillicothe ISD boundaries; however, the final number of turbines and the location of each of these facilities is dependent upon ongoing negotiations with power purchasers and other factors.

**TAB 9**

*Description of Land*

Not Applicable

**TAB 10**

*Description of all property not eligible to become qualified property (if applicable)*

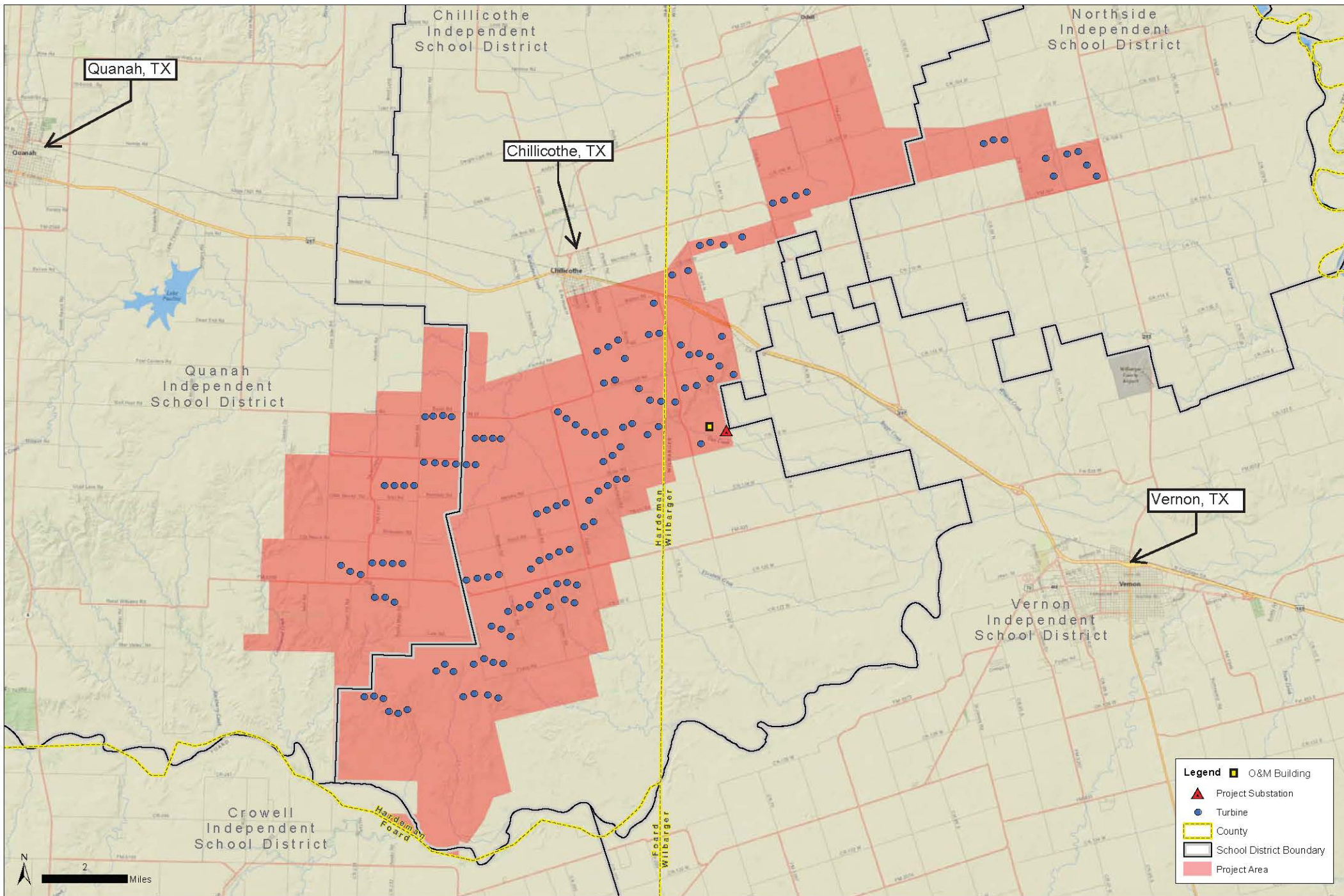
Not Applicable

**TAB 11**

Maps that clearly show:

- a) Project vicinity
- b) Qualified investment including location of new building or new improvements
- c) Qualified property including location of new building or new improvements
- d) Existing property
- e) Land location within vicinity map
- f) Reinvestment or Enterprise Zone within vicinity map, showing the actual or proposed boundaries and size

11) Vicinity Map showing Proposed Reinvestment Zone and Qualified Investment and Property



**TAB 12**

*Request for Waiver of Job Creation Requirement and supporting information (if applicable)*

See Attached

## CUMMINGS WESTLAKE LLC

12837 Louetta Road, Suite 201 Cypress, Texas 77429-5611 713-266-4456 Fax: 713-266-2333

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March 15, 2018

Mr. Todd Wilson  
Chillicothe Independent School District  
1610 S. 6<sup>th</sup> St.  
Chillicothe, TX 79225

### **Re: Chapter 313 Job Waiver Request**

Dear Mr. Wilson,

Blue Summit Wind, LLC (Blue Summit) requests that the Chillicothe Independent School District's Board of Trustees waive the job requirement provision as allowed by Section 313.025(f-1) of the tax code. This waiver would be based on the school district's board findings that the jobs creation requirement exceeds the industry standard for the number of employees reasonably necessary for the operation of the facility of the property owner that is described in the application.

Blue Summit requests that the Chillicothe Independent School District makes such a finding and waive the job creation requirement for 10 permanent jobs. In line with industry standards for job requirements, Blue Summit has committed to create 7 total jobs for the portion of the project which will be in Chillicothe ISD.

Wind projects create a large number of full and part-time, but temporary jobs during the construction phase of the project and require a relatively small number of highly skilled technicians to operate and maintain the project after commercial operation commences.

The number of jobs specified in this application is in line with the industry standards for a wind farm of this scope and size. The industry standard for employment is typically one full-time employee for approximately every 15 turbines. This number may vary depending on the operations and maintenance requirements of the turbines selected as well as the support and technical assistance offered by the turbine manufacturer. This is evidenced by previously filed limitation agreement applications by wind developers who also requested a waiver of the job requirements.

Sincerely,



Brandon Westlake  
Senior Tax Consultant

**TAB 13**

*Calculation of three possible wage requirements with TWC documentation*

- Hardeman County average weekly wage for all jobs (all industries)
- Hardeman County average weekly wage for all jobs (manufacturing)
- See attached Council of Governments Regional Wage Calculation and Documentation

**BLUE SUMMIT II WIND, LLC**  
**TAB 13 TO CHAPTER 313 APPLICATION**

**HARDEMAN COUNTY**  
**CHAPTER 313 WAGE CALCULATION - ALL JOBS - ALL INDUSTRIES**

| QUARTER | YEAR | AVG WEEKLY WAGES* | ANNUALIZED |
|---------|------|-------------------|------------|
| FIRST   | 2017 | \$ 683            | \$ 35,516  |
| SECOND  | 2017 | \$ 629            | \$ 32,708  |
| THIRD   | 2017 | \$ 659            | \$ 34,268  |
| FOURTH  | 2016 | \$ 672            | \$ 34,944  |
| AVERAGE |      | \$ 660.75         | \$ 34,359  |

**HARDEMAN COUNTY**  
**CHAPTER 313 WAGE CALCULATION - MANUFACTURING JOBS**

| QUARTER | YEAR | AVG WEEKLY WAGES* | ANNUALIZED   |
|---------|------|-------------------|--------------|
| FIRST   | 2017 | \$ 1,342          | \$ 69,784    |
| SECOND  | 2017 | \$ 1,138          | \$ 59,176    |
| THIRD   | 2017 | \$ 1,198          | \$ 62,296    |
| FOURTH  | 2016 | \$ 1,228          | \$ 63,856    |
| AVERAGE |      | \$ 1,227          | \$ 51,022    |
| X       |      | 110%              | 110%         |
|         |      | \$ 1,349.15       | \$ 56,124.64 |

**CHAPTER 313 WAGE CALCULATION - REGIONAL WAGE RATE**

|        | YEAR | AVG WEEKLY WAGES* | ANNUALIZED |
|--------|------|-------------------|------------|
| NorTex | 2016 | \$ 965            | \$ 50,203  |
| X      |      | 110%              | 110%       |
|        |      | \$ 1,061.99       | \$ 55,223  |

\* SEE ATTACHED TWC DOCUMENTATION

## 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 |
|------|---------|-----------------|-----------|----------|-------|----------|-----------------------|------------------|
| 2017 | 1st Qtr | Hardeman County | Total All | 00       | 0     | 10       | Total, all industries | \$683            |
| 2017 | 2nd Qtr | Hardeman County | Total All | 00       | 0     | 10       | Total, all industries | \$629            |
| 2017 | 3rd Qtr | Hardeman County | Total All | 00       | 0     | 10       | Total, all industries | \$659            |
| 2016 | 4th Qtr | Hardeman County | Total All | 00       | 0     | 10       | Total, all industries | \$672            |

## 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 |
|----------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------|
| 2017                                                                                   | 1st Qtr                                                                                  | Hardeman County                                                                        | Total All                                                                                   | 31                                                                                         | 2                                                                                       | 31-33                                                                                      | Manufacturing                                                                                | \$1,342                                                                                              |
| 2017                                                                                   | 2nd Qtr                                                                                  | Hardeman County                                                                        | Total All                                                                                   | 31                                                                                         | 2                                                                                       | 31-33                                                                                      | Manufacturing                                                                                | \$1,138                                                                                              |
| 2017                                                                                   | 3rd Qtr                                                                                  | Hardeman County                                                                        | Total All                                                                                   | 31                                                                                         | 2                                                                                       | 31-33                                                                                      | Manufacturing                                                                                | \$1,198                                                                                              |
| 2016                                                                                   | 4th Qtr                                                                                  | Hardeman County                                                                        | Total All                                                                                   | 31                                                                                         | 2                                                                                       | 31-33                                                                                      | Manufacturing                                                                                | \$1,228                                                                                              |

**2016 Manufacturing Average Wages by Council of Government Region**  
**Wages for All Occupations**

| COG                                                               | Wages          |                 |
|-------------------------------------------------------------------|----------------|-----------------|
|                                                                   | Hourly         | Annual          |
| <b>Texas</b>                                                      | <b>\$25.41</b> | <b>\$52,850</b> |
| <a href="#">1. Panhandle Regional Planning Commission</a>         | \$22.52        | \$46,834        |
| <a href="#">2. South Plains Association of Governments</a>        | \$18.27        | \$38,009        |
| <a href="#">3. NORTEX Regional Planning Commission</a>            | \$24.14        | \$50,203        |
| <a href="#">4. North Central Texas Council of Governments</a>     | \$26.06        | \$54,215        |
| <a href="#">5. Ark-Tex Council of Governments</a>                 | \$19.07        | \$39,663        |
| <a href="#">6. East Texas Council of Governments</a>              | \$20.52        | \$42,677        |
| <a href="#">7. West Central Texas Council of Governments</a>      | \$20.31        | \$42,242        |
| <a href="#">8. Rio Grande Council of Governments</a>              | \$19.32        | \$40,188        |
| <a href="#">9. Permian Basin Regional Planning Commission</a>     | \$26.00        | \$54,079        |
| <a href="#">10. Concho Valley Council of Governments</a>          | \$18.78        | \$39,066        |
| <a href="#">11. Heart of Texas Council of Governments</a>         | \$21.14        | \$43,962        |
| <a href="#">12. Capital Area Council of Governments</a>           | \$30.06        | \$62,522        |
| <a href="#">13. Brazos Valley Council of Governments</a>          | \$17.66        | \$36,729        |
| <a href="#">14. Deep East Texas Council of Governments</a>        | \$18.06        | \$37,566        |
| <a href="#">15. South East Texas Regional Planning Commission</a> | \$33.42        | \$69,508        |
| <a href="#">16. Houston-Galveston Area Council</a>                | \$27.52        | \$57,246        |
| <a href="#">17. Golden Crescent Regional Planning Commission</a>  | \$26.38        | \$54,879        |
| <a href="#">18. Alamo Area Council of Governments</a>             | \$21.67        | \$45,072        |
| <a href="#">19. South Texas Development Council</a>               | \$15.02        | \$31,235        |
| <a href="#">20. Coastal Bend Council of Governments</a>           | \$27.85        | \$57,921        |
| <a href="#">21. Lower Rio Grande Valley Development Council</a>   | \$17.55        | \$36,503        |
| <a href="#">22. Texoma Council of Governments</a>                 | \$20.98        | \$43,648        |
| <a href="#">23. Central Texas Council of Governments</a>          | \$18.65        | \$38,783        |
| <a href="#">24. Middle Rio Grande Development Council</a>         | \$23.05        | \$47,950        |

Source: Texas Occupational Employment and Wages

Data published: July 2017

Data published annually, next update will be July 31, 2018

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.

**TAB 14**

*Schedules A1, A2, B, C and D completed and signed Economic Impact (if applicable)*

See attached Schedules A1, A2, B, C and D

Date 3/15/2018  
Applicant Name Blue Summit Wind, LLC  
ISD Name Chillicothe ISD

Schedule A1: Total Investment for Economic Impact (through the Qualifying Time Period)

Form 50-296A  
Revised May 2014

| PROPERTY INVESTMENT AMOUNTS                                                                                                            |      |                                                                                                                                              |                                                        |                                                                                                                                                   |                                                                                                                                                          |                                                                                                            |                                                                                                                                 |                                                     |
|----------------------------------------------------------------------------------------------------------------------------------------|------|----------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------|
| (Estimated investment in each year. Do not put cumulative totals.)                                                                     |      |                                                                                                                                              |                                                        |                                                                                                                                                   |                                                                                                                                                          |                                                                                                            |                                                                                                                                 |                                                     |
|                                                                                                                                        |      |                                                                                                                                              |                                                        | Column A                                                                                                                                          | Column B                                                                                                                                                 | Column C                                                                                                   | Column D                                                                                                                        | Column E                                            |
|                                                                                                                                        | Year | School Year<br>(YYYY-YYYY)                                                                                                                   | Tax Year<br>(Fill in actual tax<br>year below)<br>YYYY | New investment (original cost) in <b>tangible<br/>personal property</b> placed in service during this<br>year that will become Qualified Property | New investment made during this year in<br><b>buildings or permanent nonremovable<br/>components of buildings</b> that will become<br>Qualified Property | Other new investment made during this year<br>that will <u>not</u> become Qualified Property<br>[SEE NOTE] | Other new investment made during this year<br>that may become Qualified Property<br>[SEE NOTE]                                  | <b>Total Investment</b><br>(Sum of Columns A+B+C+D) |
| Investment made before filing complete<br>application with district                                                                    | ..   | Year preceding the<br>first complete tax<br>year of the qualifying<br>time period<br>(assuming no<br>deferrals of qualifying<br>time period) | 2018                                                   | Not eligible to become Qualified Property                                                                                                         |                                                                                                                                                          |                                                                                                            | [This only other investment made becoming<br>complete application with district that may<br>become qualified property is land.] | 0                                                   |
| Investment made after filing complete<br>application with district, but before final board<br>approval of application                  |      |                                                                                                                                              |                                                        | 0                                                                                                                                                 | 0                                                                                                                                                        | 0                                                                                                          | 0                                                                                                                               | 0                                                   |
| Investment made after final board approval of<br>application and before Jan. 1 of first complete<br>tax year of qualifying time period |      |                                                                                                                                              |                                                        | 276,950,000                                                                                                                                       | 800,000                                                                                                                                                  | 0                                                                                                          | 0                                                                                                                               | 277,750,000                                         |
| Complete tax years of qualifying time period                                                                                           | QTP1 | 2019-2020                                                                                                                                    | 2019                                                   | 0                                                                                                                                                 | 0                                                                                                                                                        | 0                                                                                                          | 0                                                                                                                               | 0                                                   |
|                                                                                                                                        | QTP2 | 2020-2021                                                                                                                                    | 2020                                                   | 0                                                                                                                                                 | 0                                                                                                                                                        | 0                                                                                                          | 0                                                                                                                               | 0                                                   |
| Total Investment through Qualifying Time Period [ENTER this row in Schedule A2]                                                        |      |                                                                                                                                              |                                                        | 276,950,000                                                                                                                                       | 800,000                                                                                                                                                  | 0                                                                                                          | 0                                                                                                                               | 277,750,000                                         |
|                                                                                                                                        |      |                                                                                                                                              |                                                        | Enter amounts from TOTAL row above in Schedule A2                                                                                                 |                                                                                                                                                          |                                                                                                            |                                                                                                                                 |                                                     |
| Total Qualified Investment (sum of green cells)                                                                                        |      |                                                                                                                                              |                                                        | 277,750,000                                                                                                                                       |                                                                                                                                                          |                                                                                                            |                                                                                                                                 |                                                     |

For All Columns: List amount invested each year, not cumulative totals.

Column A: This represents the total dollar amount of planned investment in tangible personal property. Only include estimates of investment for "replacement" property if the property is specifically described in the application.

Only tangible personal property that is specifically described in the application can become qualified property.

Column B: The total dollar amount of planned investment each year in buildings or nonremovable component of buildings.

Column C: Dollar value of other investment that may affect economic impact and total value. Examples of other investment that will not become qualified property include investment meeting the definition of 313.021(1) but not creating a new improvement as defined by TAC 9.1051. This is proposed property that functionally replaces existing property, is used to maintain, refurbish, renovate, modify or upgrade existing property, or is affixed to existing property—described in SECTION 13, question #5 of the application.

Column D: Dollar value of other investment that may affect economic impact and total value. Examples of other investment that may result in qualified property are land or professional services.

Total Investment: Add together each cell in a column and enter the sum in the blue total investment row. Enter the data from this row into the first row in Schedule A2.

Qualified Investment: For the green qualified investment cell, enter the sum of all the green-shaded cells.

| PROPERTY INVESTMENT AMOUNTS                                                                              |      |                            |                                                        |                                                                                                                                                      |                                                                                                                                                          |                                                                                                        |                                                                                             |                               |
|----------------------------------------------------------------------------------------------------------|------|----------------------------|--------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------|-------------------------------|
| (Estimated Investment in each year. Do not put cumulative totals.)                                       |      |                            |                                                        |                                                                                                                                                      |                                                                                                                                                          |                                                                                                        |                                                                                             |                               |
|                                                                                                          |      |                            |                                                        | Column A                                                                                                                                             | Column B                                                                                                                                                 | Column C                                                                                               | Column D                                                                                    | Column E                      |
|                                                                                                          | Year | School Year<br>(YYYY-YYYY) | Tax Year<br>(Fill in actual tax<br>year below)<br>YYYY | New investment (original cost) in <b>tangible<br/>personal property</b> placed in service<br>during this year that will become Qualified<br>Property | New investment made during this year in<br><b>buildings or permanent nonremovable<br/>components of buildings</b> that will become<br>Qualified Property | Other investment made during this year<br>that will <u>not</u> become Qualified Property<br>[SEE NOTE] | Other investment made during this year<br>that will become Qualified Property [SEE<br>NOTE] | Total Investment<br>(A+B+C+D) |
| Total Investment from Schedule A1*                                                                       | --   | TOTALS FROM SCHEDULE A1    |                                                        | 276,950,000                                                                                                                                          | 800,000                                                                                                                                                  | 0                                                                                                      | 0                                                                                           | 277,750,000                   |
| Each year prior to start of value limitation period**<br><small>Insert as many rows as necessary</small> | 0    | 2018-2019                  | 2018                                                   | 0                                                                                                                                                    | 0                                                                                                                                                        | 0                                                                                                      | 0                                                                                           | 0                             |
| Value limitation period***                                                                               | 1    | 2019-2020                  | 2019                                                   | 0                                                                                                                                                    | 0                                                                                                                                                        | 0                                                                                                      | 0                                                                                           | 0                             |
|                                                                                                          | 2    | 2020-2021                  | 2020                                                   | 0                                                                                                                                                    | 0                                                                                                                                                        | 0                                                                                                      | 0                                                                                           | 0                             |
|                                                                                                          | 3    | 2021-2022                  | 2021                                                   | 0                                                                                                                                                    | 0                                                                                                                                                        | 0                                                                                                      | 0                                                                                           | 0                             |
|                                                                                                          | 4    | 2022-2023                  | 2022                                                   | 0                                                                                                                                                    | 0                                                                                                                                                        | 0                                                                                                      | 0                                                                                           | 0                             |
|                                                                                                          | 5    | 2023-2024                  | 2023                                                   | 0                                                                                                                                                    | 0                                                                                                                                                        | 0                                                                                                      | 0                                                                                           | 0                             |
|                                                                                                          | 6    | 2024-2025                  | 2024                                                   | 0                                                                                                                                                    | 0                                                                                                                                                        | 0                                                                                                      | 0                                                                                           | 0                             |
|                                                                                                          | 7    | 2025-2026                  | 2025                                                   | 0                                                                                                                                                    | 0                                                                                                                                                        | 0                                                                                                      | 0                                                                                           | 0                             |
|                                                                                                          | 8    | 2026-2027                  | 2026                                                   | 0                                                                                                                                                    | 0                                                                                                                                                        | 0                                                                                                      | 0                                                                                           | 0                             |
|                                                                                                          | 9    | 2027-2028                  | 2027                                                   | 0                                                                                                                                                    | 0                                                                                                                                                        | 0                                                                                                      | 0                                                                                           | 0                             |
|                                                                                                          | 10   | 2028-2029                  | 2028                                                   | 0                                                                                                                                                    | 0                                                                                                                                                        | 0                                                                                                      | 0                                                                                           | 0                             |
| Total Investment made through limitation                                                                 |      |                            |                                                        | 276,950,000                                                                                                                                          | 800,000                                                                                                                                                  | 0                                                                                                      | 0                                                                                           | 277,750,000                   |
| Continue to maintain viable presence                                                                     | 11   | 2029-2030                  | 2029                                                   |                                                                                                                                                      |                                                                                                                                                          | 0                                                                                                      |                                                                                             | 0                             |
|                                                                                                          | 12   | 2030-2031                  | 2030                                                   |                                                                                                                                                      |                                                                                                                                                          | 0                                                                                                      |                                                                                             | 0                             |
|                                                                                                          | 13   | 2031-2032                  | 2031                                                   |                                                                                                                                                      |                                                                                                                                                          | 0                                                                                                      |                                                                                             | 0                             |
|                                                                                                          | 14   | 2032-2033                  | 2032                                                   |                                                                                                                                                      |                                                                                                                                                          | 0                                                                                                      |                                                                                             | 0                             |
|                                                                                                          | 15   | 2033-2034                  | 2033                                                   |                                                                                                                                                      |                                                                                                                                                          | 0                                                                                                      |                                                                                             | 0                             |
| Additional years for 25 year economic impact as required by<br>313.026(c)(1)                             | 16   | 2034-2035                  | 2034                                                   |                                                                                                                                                      |                                                                                                                                                          | 0                                                                                                      |                                                                                             | 0                             |
|                                                                                                          | 17   | 2035-2036                  | 2035                                                   |                                                                                                                                                      |                                                                                                                                                          | 0                                                                                                      |                                                                                             | 0                             |
|                                                                                                          | 18   | 2036-2037                  | 2036                                                   |                                                                                                                                                      |                                                                                                                                                          | 0                                                                                                      |                                                                                             | 0                             |
|                                                                                                          | 19   | 2037-2038                  | 2037                                                   |                                                                                                                                                      |                                                                                                                                                          | 0                                                                                                      |                                                                                             | 0                             |
|                                                                                                          | 20   | 2038-2039                  | 2038                                                   |                                                                                                                                                      |                                                                                                                                                          | 0                                                                                                      |                                                                                             | 0                             |
|                                                                                                          | 21   | 2039-2040                  | 2039                                                   |                                                                                                                                                      |                                                                                                                                                          | 0                                                                                                      |                                                                                             | 0                             |
|                                                                                                          | 22   | 2040-2041                  | 2040                                                   |                                                                                                                                                      |                                                                                                                                                          | 0                                                                                                      |                                                                                             | 0                             |
|                                                                                                          | 23   | 2041-2042                  | 2041                                                   |                                                                                                                                                      |                                                                                                                                                          | 0                                                                                                      |                                                                                             | 0                             |
|                                                                                                          | 24   | 2042-2043                  | 2042                                                   |                                                                                                                                                      |                                                                                                                                                          | 0                                                                                                      |                                                                                             | 0                             |
|                                                                                                          | 25   | 2043-2044                  | 2043                                                   |                                                                                                                                                      |                                                                                                                                                          | 0                                                                                                      |                                                                                             | 0                             |

\* All investments made through the qualifying time period are captured and totaled on Schedule A1 [blue box] and incorporated into this schedule in the **first row**.

\*\* Only investment made during deferrals of the start of the limitation (after the end of qualifying time period but before the start of the Value Limitation Period) should be included in the "year prior to start of value limitation period" row(s). If the limitation starts at the end of the qualifying time period or the qualifying time period overlaps the limitation, no investment should be included on this line.

\*\*\* If your qualifying time period will overlap your value limitation period, do not also include investment made during the qualifying time period in years 1 and/or 2 of the value limitation period, depending on the overlap. Only include investments/years that were **not** captured on Schedule A1.

For All Columns: List amount invested each year, not cumulative totals. Only include investments in the remaining rows of Schedule A2 that were not captured on Schedule A1.

Column A: This represents the total dollar amount of planned investment in tangible personal property. Only include estimates of investment for "replacement" property if the property is specifically described in the application.  
Only tangible personal property that is specifically described in the application can become qualified property.

Column B: The total dollar amount of planned investment each year in buildings or nonremovable component of buildings.

Column C: Dollar value of other investment that may affect economic impact and total value. Examples of other investment that will not become qualified property include investment meeting the definition of 313.021(1) but not creating a new improvement as defined by TAC 9.1051. This is proposed property that functionally replaces existing property; is used to maintain, refurbish, renovate, modify or upgrade existing property; or is affixed to existing property—described in SECTION 13, question #5 of the application.

Column D: Dollar value of other investment that may affect economic impact and total value. Examples of other investment that may result in qualified property are land or professional services.

## Schedule B: Estimated Market And Taxable Value (of Qualified Property Only)

Date

3/15/2018

Applicant Name

Blue Summit Wind, LLC

Form 50-296A

ISD Name

Chillicothe ISD

Revised May 2014

|                                                                                                   | Year | School Year<br>(YYYY-YYYY) | Tax Year<br>(Fill in actual tax<br>year) YYYY | Qualified Property             |                                                                               |                                                                                                                                | Estimated Taxable Value                                                                  |                                                     |                                                     |
|---------------------------------------------------------------------------------------------------|------|----------------------------|-----------------------------------------------|--------------------------------|-------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------|-----------------------------------------------------|-----------------------------------------------------|
|                                                                                                   |      |                            |                                               | Estimated Market Value of Land | Estimated Total Market<br>Value of new buildings or<br>other new improvements | Estimated Total Market<br>Value of tangible personal<br>property in the new<br>buildings or "in or on the<br>new improvements" | Market Value less any<br>exemptions (such as pollution<br>control) and before limitation | Final taxable value for I&S<br>after all reductions | Final taxable value for<br>M&O after all reductions |
| Each year prior to start of<br>Value Limitation Period<br><i>Insert as many rows as necessary</i> | 0    | 2018-2019                  | 2018                                          | 0                              | 0                                                                             | 0                                                                                                                              | 0                                                                                        | 0                                                   | 0                                                   |
| Value Limitation Period                                                                           | 1    | 2019-2020                  | 2019                                          | 0                              | 784,000                                                                       | 265,872,000                                                                                                                    | 266,656,000                                                                              | 266,656,000                                         | 25,000,000                                          |
|                                                                                                   | 2    | 2020-2021                  | 2020                                          | 0                              | 764,400                                                                       | 244,602,240                                                                                                                    | 245,366,640                                                                              | 245,366,640                                         | 25,000,000                                          |
|                                                                                                   | 3    | 2021-2022                  | 2021                                          | 0                              | 745,290                                                                       | 225,034,061                                                                                                                    | 225,779,351                                                                              | 225,779,351                                         | 25,000,000                                          |
|                                                                                                   | 4    | 2022-2023                  | 2022                                          | 0                              | 726,658                                                                       | 207,031,336                                                                                                                    | 207,757,994                                                                              | 207,757,994                                         | 25,000,000                                          |
|                                                                                                   | 5    | 2023-2024                  | 2023                                          | 0                              | 708,492                                                                       | 190,468,829                                                                                                                    | 191,177,321                                                                              | 191,177,321                                         | 25,000,000                                          |
|                                                                                                   | 6    | 2024-2025                  | 2024                                          | 0                              | 690,780                                                                       | 175,231,323                                                                                                                    | 175,922,103                                                                              | 175,922,103                                         | 25,000,000                                          |
|                                                                                                   | 7    | 2025-2026                  | 2025                                          | 0                              | 673,511                                                                       | 161,212,817                                                                                                                    | 161,886,328                                                                              | 161,886,328                                         | 25,000,000                                          |
|                                                                                                   | 8    | 2026-2027                  | 2026                                          | 0                              | 656,673                                                                       | 148,315,792                                                                                                                    | 148,972,465                                                                              | 148,972,465                                         | 25,000,000                                          |
|                                                                                                   | 9    | 2027-2028                  | 2027                                          | 0                              | 640,256                                                                       | 136,450,528                                                                                                                    | 137,090,784                                                                              | 137,090,784                                         | 25,000,000                                          |
|                                                                                                   | 10   | 2028-2029                  | 2028                                          | 0                              | 624,250                                                                       | 125,534,486                                                                                                                    | 126,158,736                                                                              | 126,158,736                                         | 25,000,000                                          |
| Continue to maintain<br>viable presence                                                           | 11   | 2029-2030                  | 2029                                          | 0                              | 608,644                                                                       | 115,491,727                                                                                                                    | 116,100,371                                                                              | 116,100,371                                         | 116,100,371                                         |
|                                                                                                   | 12   | 2030-2031                  | 2030                                          | 0                              | 593,428                                                                       | 106,252,389                                                                                                                    | 106,845,817                                                                              | 106,845,817                                         | 106,845,817                                         |
|                                                                                                   | 13   | 2031-2032                  | 2031                                          | 0                              | 578,592                                                                       | 97,752,198                                                                                                                     | 98,330,790                                                                               | 98,330,790                                          | 98,330,790                                          |
|                                                                                                   | 14   | 2032-2033                  | 2032                                          | 0                              | 564,127                                                                       | 89,932,022                                                                                                                     | 90,496,149                                                                               | 90,496,149                                          | 90,496,149                                          |
|                                                                                                   | 15   | 2033-2034                  | 2033                                          | 0                              | 550,024                                                                       | 82,737,460                                                                                                                     | 83,287,484                                                                               | 83,287,484                                          | 83,287,484                                          |
| Additional years for<br>25 year economic impact<br>as required by<br>313.026(c)(1)                | 16   | 2034-2035                  | 2034                                          | 0                              | 536,273                                                                       | 76,118,463                                                                                                                     | 76,654,736                                                                               | 76,654,736                                          | 76,654,736                                          |
|                                                                                                   | 17   | 2035-2036                  | 2035                                          | 0                              | 522,866                                                                       | 70,028,986                                                                                                                     | 70,551,852                                                                               | 70,551,852                                          | 70,551,852                                          |
|                                                                                                   | 18   | 2036-2037                  | 2036                                          | 0                              | 509,794                                                                       | 64,426,667                                                                                                                     | 64,936,461                                                                               | 64,936,461                                          | 64,936,461                                          |
|                                                                                                   | 19   | 2037-2038                  | 2037                                          | 0                              | 497,049                                                                       | 59,272,534                                                                                                                     | 59,769,583                                                                               | 59,769,583                                          | 59,769,583                                          |
|                                                                                                   | 20   | 2038-2039                  | 2038                                          | 0                              | 484,623                                                                       | 54,530,731                                                                                                                     | 55,015,354                                                                               | 55,015,354                                          | 55,015,354                                          |
|                                                                                                   | 21   | 2039-2040                  | 2039                                          | 0                              | 472,507                                                                       | 50,168,273                                                                                                                     | 50,640,780                                                                               | 50,640,780                                          | 50,640,780                                          |
|                                                                                                   | 22   | 2040-2041                  | 2040                                          | 0                              | 460,694                                                                       | 46,154,811                                                                                                                     | 46,615,505                                                                               | 46,615,505                                          | 46,615,505                                          |
|                                                                                                   | 23   | 2041-2042                  | 2041                                          | 0                              | 449,177                                                                       | 42,462,426                                                                                                                     | 42,911,603                                                                               | 42,911,603                                          | 42,911,603                                          |
|                                                                                                   | 24   | 2042-2043                  | 2042                                          | 0                              | 437,948                                                                       | 39,065,432                                                                                                                     | 39,503,380                                                                               | 39,503,380                                          | 39,503,380                                          |
|                                                                                                   | 25   | 2043-2044                  | 2043                                          | 0                              | 426,999                                                                       | 35,940,197                                                                                                                     | 36,367,196                                                                               | 36,367,196                                          | 36,367,196                                          |

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

Only include market value for eligible property on this schedule.

# Schedule C: Employment Information

Date 3/15/2018  
 Applicant Name Blue Summit Wind, LLC  
 ISD Name Chillicothe ISD

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|                                                                                                             |                     |                            |                                       | Construction                                              |                                                          | Non-Qualifying Jobs                                                                 | Qualifying Jobs                                                                                                            |                                               |
|-------------------------------------------------------------------------------------------------------------|---------------------|----------------------------|---------------------------------------|-----------------------------------------------------------|----------------------------------------------------------|-------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------|
|                                                                                                             |                     |                            |                                       | Column A                                                  | Column B                                                 | Column C                                                                            | Column D                                                                                                                   | Column E                                      |
|                                                                                                             | Year                | School Year<br>(YYYY-YYYY) | Tax Year<br>(Actual tax year)<br>YYYY | Number of Construction<br>FTE's or man-hours<br>(specify) | Average annual wage<br>rates for construction<br>workers | Number of non-qualifying<br>jobs applicant estimates it<br>will create (cumulative) | Number of new qualifying<br>jobs applicant commits to<br>create meeting all criteria<br>of Sec. 313.021(3)<br>(cumulative) | Average annual wage of<br>new qualifying jobs |
| Each year prior to start of<br>Value Limitation Period<br><i>Insert as many rows as necessary</i>           | 0                   | 2018-2019                  | 2018                                  | 300 FTE                                                   | 52,500                                                   | 0                                                                                   | 0                                                                                                                          | 0                                             |
| Value Limitation Period<br><i>The qualifying time period could overlap the<br/>value limitation period.</i> | 1                   | 2019-2020                  | 2019                                  | N/A                                                       | N/A                                                      | 0                                                                                   | 7                                                                                                                          | 55,225                                        |
|                                                                                                             | 2                   | 2020-2021                  | 2020                                  | N/A                                                       | N/A                                                      | 0                                                                                   | 7                                                                                                                          | 55,225                                        |
|                                                                                                             | 3                   | 2021-2022                  | 2021                                  | N/A                                                       | N/A                                                      | 0                                                                                   | 7                                                                                                                          | 55,225                                        |
|                                                                                                             | 4                   | 2022-2023                  | 2022                                  | N/A                                                       | N/A                                                      | 0                                                                                   | 7                                                                                                                          | 55,225                                        |
|                                                                                                             | 5                   | 2023-2024                  | 2023                                  | N/A                                                       | N/A                                                      | 0                                                                                   | 7                                                                                                                          | 55,225                                        |
|                                                                                                             | 6                   | 2024-2025                  | 2024                                  | N/A                                                       | N/A                                                      | 0                                                                                   | 7                                                                                                                          | 55,225                                        |
|                                                                                                             | 7                   | 2025-2026                  | 2025                                  | N/A                                                       | N/A                                                      | 0                                                                                   | 7                                                                                                                          | 55,225                                        |
|                                                                                                             | 8                   | 2026-2027                  | 2026                                  | N/A                                                       | N/A                                                      | 0                                                                                   | 7                                                                                                                          | 55,225                                        |
|                                                                                                             | 9                   | 2027-2028                  | 2027                                  | N/A                                                       | N/A                                                      | 0                                                                                   | 7                                                                                                                          | 55,225                                        |
|                                                                                                             | 10                  | 2028-2029                  | 2028                                  | N/A                                                       | N/A                                                      | 0                                                                                   | 7                                                                                                                          | 55,225                                        |
| Years Following<br>Value Limitation Period                                                                  | 11<br>through<br>25 | 2029-2044                  | 2029-2043                             | N/A                                                       | N/A                                                      | 0                                                                                   | 7                                                                                                                          | 55,225                                        |

Notes: See TAC 9.1051 for definition of non-qualifying jobs.  
 Only include jobs on the project site in this school district.

- C1. Are the cumulative number of qualifying jobs listed in Column D less than the number of qualifying jobs required by statute? (25 qualifying jobs in Subchapter B districts, 10 qualifying jobs in Subchapter C districts) ☒ Yes ☐ No  
 If yes, answer the following two questions:
- C1a. Will the applicant request a job waiver, as provided under 313.025(f-1)? ☒ Yes ☐ No
- C1b. Will the applicant avail itself of the provision in 313.021(3)(F)? ☐ Yes ☒ No

# Schedule D: Other Incentives (Estimated)

Date 3/15/2018  
 Applicant Name Blue Summit Wind, LLC  
 ISD Name Chillicothe ISD

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| State and Local Incentives for which the Applicant intends to apply (Estimated) |                               |                           |                     |                                   |                  |                     |
|---------------------------------------------------------------------------------|-------------------------------|---------------------------|---------------------|-----------------------------------|------------------|---------------------|
| Incentive Description                                                           | Taxing Entity (as applicable) | Beginning Year of Benefit | Duration of Benefit | Annual Tax Levy without Incentive | Annual Incentive | Annual Net Tax Levy |
| Tax Code Chapter 311                                                            | County:                       | N/A                       | N/A                 | N/A                               | N/A              | N/A                 |
|                                                                                 | City:                         | N/A                       | N/A                 | N/A                               | N/A              | N/A                 |
|                                                                                 | Other:                        | N/A                       | N/A                 | N/A                               | N/A              | N/A                 |
| Tax Code Chapter 312                                                            | County: Hardeman County       | 2019                      | 10 Years            | Avg. \$1,339,000                  | 100%             | 404,000             |
|                                                                                 | City:                         | N/A                       | N/A                 | N/A                               | N/A              | N/A                 |
|                                                                                 | Other:                        | N/A                       | N/A                 | N/A                               | N/A              | N/A                 |
| Local Government Code Chapters 380/381                                          | County:                       | N/A                       | N/A                 | N/A                               | N/A              | N/A                 |
|                                                                                 | City:                         | N/A                       | N/A                 | N/A                               | N/A              | N/A                 |
|                                                                                 | Other:                        | N/A                       | N/A                 | N/A                               | N/A              | N/A                 |
| Freeport Exemptions                                                             | N/A                           | N/A                       | N/A                 | N/A                               | N/A              | N/A                 |
| Non-Annexation Agreements                                                       | N/A                           | N/A                       | N/A                 | N/A                               | N/A              | N/A                 |
| Enterprise Zone/Project                                                         | N/A                           | N/A                       | N/A                 | N/A                               | N/A              | N/A                 |
| Economic Development Corporation                                                | N/A                           | N/A                       | N/A                 |                                   | N/A              |                     |
| Texas Enterprise Fund                                                           | N/A                           | N/A                       | N/A                 |                                   | N/A              |                     |
| Employee Recruitment                                                            | N/A                           | N/A                       | N/A                 |                                   | N/A              |                     |
| Skills Development Fund                                                         | N/A                           | N/A                       | N/A                 |                                   | N/A              |                     |
| Training Facility Space and Equipment                                           | N/A                           | N/A                       | N/A                 |                                   | N/A              |                     |
| Infrastructure Incentives                                                       | N/A                           | N/A                       | N/A                 |                                   | N/A              |                     |
| Permitting Assistance                                                           | N/A                           | N/A                       | N/A                 |                                   | N/A              |                     |
| Other:                                                                          | N/A                           | N/A                       | N/A                 |                                   | N/A              |                     |
| Other:                                                                          | N/A                           | N/A                       | N/A                 |                                   | N/A              |                     |
| Other:                                                                          | N/A                           | N/A                       | N/A                 |                                   | N/A              |                     |
| Other:                                                                          | N/A                           | N/A                       | N/A                 |                                   | N/A              |                     |
| TOTAL                                                                           |                               |                           |                     | Avg. \$1,339,000                  |                  | 404,000             |

Additional information on incentives for this project:

**TAB 15**

*Economic Impact Analysis, other payments made in the state or other economic information (if applicable)*

None

**TAB 16**

*Description of Reinvestment Zone or Enterprise Zone, including:*

- a) Evidence that the area qualifies as a enterprise zone as defined by the Governor's office*
- b) Legal description of reinvestment zone\**
- c) Order, resolution, or ordinance established the reinvestment zone\**
- d) Guidelines and criteria for creating the zone\**

Will be submitted once Hardeman and Wilbarger Counties establish Reinvestment Zones

**TAB 17**

*Signature and Certification page, signed and dated by Authorized School District Representative and Authorized Company Representative (applicant)*

See Attached

## SECTION 16: Authorized Signatures and Applicant Certification

After the application and schedules are complete, an authorized representative from the school district and the business should review the application documents and complete this authorization page. Attach the completed authorization page in **Tab 17**. **NOTE:** If you amend your application, you will need to obtain new signatures and resubmit this page, Section 16, with the amendment request.

**1. Authorized School District Representative Signature**

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.

**print  
here**

Todd Wilson

Print Name (Authorized School District Representative)

Superintendent

Title

**sign  
here**

Signature (Authorized School District Representative)

Date

03/21/18

**2. Authorized Company Representative (Applicant) Signature and Notarization**

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 and schedules 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.

**print  
here**

Casey Tomasiak

Print Name (Authorized Company Representative (Applicant))

Manager, Property Tax

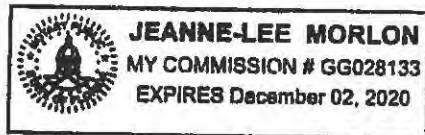
Title

**sign  
here**

Signature (Authorized Company Representative (Applicant))

Date

3/6/2018



(Notary Seal)

GIVEN under my hand and seal of office this, the

6 day of March, 2018

Jeanne Lee Morlon  
Notary Public in and for the State of Texas FLOK10A

My Commission expires: 12/2/20

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 Section 37.10.