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June 29, 2018

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

RE: Application to the Rio Grande City Consolidated Independent School District from
Mesteno Windpower, LLC

To the Local Government Assistance & Economic Analysis Division:

By copy of this letter transmitting the application for review to the Comptroller's Office, the Rio Grande City Consolidated Independent School District is notifying Mesteno Windpower, LLC of its intent to consider the application for appraised value limitation on qualified property should a positive certificate be issued by the Comptroller. The Applicant submitted the Application to the school district on June 25, 2018. The Board voted to accept the application on June 25, 2018. The application has been determined complete as of June 29, 2018. The Applicant has provided the schedules in both electronic format and paper copies. The electronic copy is identical to the hard copy that will be hand delivered.

A copy of the application will be submitted to the Starr County Appraisal District.

Sincerely,



Kevin O'Hanlon
School District Consultant

Cc: Starr County Appraisal District
Mesteno Windpower, LLC

APPLICATION TAB ORDER FOR REQUESTED ATTACHMENTS

TAB	ATTACHMENT
1	Pages 1 through 11 of Application
2	Proof of Payment of Application Fee
3	Documentation of Combined Group membership under Texas Tax Code 171.0001(7), history of tax default, delinquencies and/or material litigation (<i>if applicable</i>)
4	Detailed description of the project
5	Documentation to assist in determining if limitation is a determining factor
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 (<i>if applicable</i>)
7	Description of Qualified Investment
8	Description of Qualified Property
9	Description of Land
10	Description of all property not eligible to become qualified property (<i>if applicable</i>)
11	Maps that clearly show: a) Project vicinity b) Qualified investment including 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 c) Qualified property including location of new buildings 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 Note: Electronic maps should be high resolution files. Include map legends/markers.
12	Request for Waiver of Job Creation Requirement and supporting information (<i>if applicable</i>)
13	Calculation of three possible wage requirements with TWC documentation
14	Schedules A1, A2, B, C and D completed and signed Economic Impact (<i>if applicable</i>)
15	Economic Impact Analysis, other payments made in the state or other economic information (<i>if applicable</i>)
16	Description of Reinvestment 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 establishing the reinvestment zone* d) guidelines and criteria for creating the zone* * To be submitted with application or before date of final application approval by school board
17	Signature and Certification page, signed and dated by Authorized School District Representative and Authorized Company Representative (<i>applicant</i>)



Mesteno Windpower, LLC
Chapter 313 Application to Rio Grande City CISD

CHECKLIST ITEM #1

Application

See attached.

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/. 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

June 25, 2018

Date Application Received by District

Alfredo

First Name

Garcia

Last Name

Superintendent

Title

Rio Grande City CISD

School District Name

1 South Fort Ringgold

Street Address

Fort Ringgold

Mailing Address

Rio Grande City

City

(956) 716-6702

Phone Number

Texas

State

78582

ZIP

(956) 487-8506

Fax Number

morergc2006@yahoo.com

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)*

Chris	Grammer
First Name	Last Name
Associate	
Title	
Moak Casey & Associates LLP	
Firm Name	
512-485-7878	512-485-7888
Phone Number	Fax Number
	cgrammer@moakcasey.com
Mobile Number <i>(optional)</i>	Email Address

4. On what date did the district determine this application complete? June 29, 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)*

Brian	Stallman	
First Name	Last Name	
Vice President	Duke Energy Renewables	
Title	Organization	
550 South Caldwell St. Suite 600		
Street Address		
Mailing Address		
Charlotte	North Carolina	28202
City	State	ZIP
Phone Number	Fax Number	
	brian.stallman@duke-energy.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)

Evan	Horn
First Name	Last Name
Tax Manager	
Title	
Ernst & Young LLP	
Firm Name	
512-426-8958	
Phone Number	Fax Number
evan.horn@ey.com	
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? Mesteno Windpower, LLC
2. List the Texas Taxpayer I.D. number of entity subject to Tax Code, Chapter 171 (11 digits) 32067447071
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:

☒ Land has no existing improvements	☐ Land has existing improvements (<i>complete Section 13</i>)
☐ Expansion of existing operation on the land (<i>complete Section 13</i>)	☐ 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 Q3 2018
2. Commencement of construction Q4 2018
3. Beginning of qualifying time period Q4 2018
4. First year of limitation 2020
5. Begin hiring new employees Q1 2020
6. Commencement of commercial operations Q4 2019
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? Q4 2019

SECTION 10: The Property

1. Identify county or counties in which the proposed project will be located Starr County
2. Identify Central Appraisal District (CAD) that will be responsible for appraising the property Starr County Appraisal District
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: Starr, 0.76840, 100% City: N/A
(Name, tax rate and percent of project)
 Hospital District: Starr, 0.268163, 100% Water District: Starr Drainage, .0100, 100%
(Name, tax rate and percent of project)
 Other (describe): South Texas College, 0.185, 100% Other (describe):
(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/.

1. At the time of application, what is the estimated minimum qualified investment required for this school district? 30,000,000.00
2. What is the amount of appraised value limitation for which you are applying? 30,000,000.00
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? 07/21/2018

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 2018
 (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? 6
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 573.00
- b. 110% of the average weekly wage for manufacturing jobs in the county is 426.00
- c. 110% of the average weekly wage for manufacturing jobs in the region is 661.00
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? 22,152.00
10. What is the annual wage you are committing to pay for each of the new qualifying jobs you create on the qualified property? 22,152.00
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**.



Mesteno Windpower, LLC
Chapter 313 Application to Rio Grande City CISD

CHECKLIST ITEM #2

Proof of Payment of Application Fee

Proof of payment attached.

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)*



Mesteno Windpower, LLC
Chapter 313 Application to Rio Grande City CISD

CHECKLIST ITEM #3

Combined Group Membership Documentation

The entity Mesteno Windpower, LLC was formed on 06/12/2018 after the latest combined group franchise tax filing was completed. On the next annual franchise tax report, Mesteno Windpower, LLC will be included as an affiliate entity on the combined group report filed by Duke Energy Corporation & Affiliates (Texas Taxpayer No. 12027772180). Attached to this application is a copy of the most recently filed Form 05-165 for this combined group report.

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



Mesteno Windpower, LLC
Chapter 313 Application to Rio Grande City CISD

CHECKLIST ITEM #4

Detailed Description of Project

Mesteno Windpower, LLC anticipates constructing a wind-powered electric generating facility with an operating capacity of approximately 201.6 megawatts. Presently our plans are to install 56 Vestas V136 3.6 megawatt turbines on the property within the “Mesteno Wind” reinvestment zone in Starr County, Texas. Mesteno Windpower, LLC estimates that all 56 turbines are planned to be installed in Rio Grande City CISD.

If granted an Appraised Value Limitation pursuant to Texas Tax Code 313, Mesteno Windpower, LLC expects to issue a full notice to proceed for construction in Q4 of 2018 and expects to complete construction within 12 months.

The additional improvements for the Mesteno Windpower Project will include but are not limited to, wind turbines, towers, foundations, new and improved roads, buildings and offices, meteorological equipment, computer equipment, furniture, company vehicles, electrical transmission cables and towers, transformers, electrical substations, and any other equipment necessary to safely operate, maintain, and transmit power to the ERCOT electrical grid.



Mesteno Windpower, LLC
Chapter 313 Application to Rio Grande City CISD

CHECKLIST ITEM #5

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

2. Has the applicant entered into any agreements, contracts or letters of intent related to the proposed project?

The applicant has entered into long term lease agreements with the landowners in the project area. The applicant has also signed a generator interconnection agreement to interconnect the project to the transmission system. None of the contracts or agreements with the Company has entered into requires or obligates the Company to move forward with the proposed project in the event that a Chapter 313 Appraised Value Limitation is not approved.

7. Is the applicant evaluating other locations not in Texas for the proposed project?

Duke Energy Renewables, acting as parent company of Mesteno Windpower, LLC, is a U.S. developer of wind projects, and has operations in several regions within the contiguous United States. Duke has the ability to locate wind farms anywhere in the U.S. and bases its decision to deploy capital on projects with the best return on investment. For these reasons Duke Energy studies and compares the economic returns at various competing sites throughout the market areas where wind development is attractive. Without a Limitation on Appraised Value, the economics of the project become far less attractive and Duke Energy would allocate its financial resources to alternative sites outside the State of Texas with more favorable economic returns which would include:

- Oklahoma
- Iowa
- South Dakota

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?

The information provided in this Attachment and throughout the Application has been assembled to provide the reviewer with the best possible information to make an assessment and determination of the critical nature of the Limitation on Appraised Value to the feasibility of Mesteno Windpower, LLC.



Mesteno Windpower, LLC
Chapter 313 Application to Rio Grande City CISD

CHECKLIST ITEM #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).

N/A



Mesteno Windpower, LLC
Chapter 313 Application to Rio Grande City CISD

CHECKLIST ITEM #7

Description of Qualified Investment

Mesteno Windpower, LLC plans to construct an approximately 201.6 MW wind farm in Starr County.

This application covers all qualified property within Rio Grande City CISD necessary for the commercial operations for the proposed wind farm described in Checklist #4. Two hundred one and six-tenths (201.6 MW) will be located in Rio Grande City CISD. Turbine placement is subject to change.

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

Qualified Investment and qualified property includes, but is not limited to, wind turbines, towers, foundations, new and improved roads, buildings and offices, meteorological equipment, computer equipment, furniture, company vehicles, electrical transmission cables and towers, transformers, electrical substations, and any other equipment necessary to safely operate, maintain, and transmit power to the ERCOT electrical grid.



Mesteno Windpower, LLC
Chapter 313 Application to Rio Grande City CISD

CHECKLIST ITEM #8

Description of Qualified Investment

Mesteno Windpower, LLC plans to construct an approximately 201.6 MW wind farm in Starr County.

This application covers all qualified property within Rio Grande City CISD necessary for the commercial operations for the proposed wind farm described in Checklist #4. Two hundred one and six-tenths (201.6 MW) will be located in Rio Grande City CISD. Turbine placement is subject to change.

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

Qualified Investment and qualified property includes, but is not limited to, wind turbines, towers, foundations, new and improved roads, buildings and offices, meteorological equipment, computer equipment, furniture, company vehicles, electrical transmission cables and towers, transformers, electrical substations, and any other equipment necessary to safely operate, maintain, and transmit power to the ERCOT electrical grid.



Mesteno Windpower, LLC
Chapter 313 Application to Rio Grande City CISD

CHECKLIST ITEM #9

Description of Land

Mesteno Windpower, LLC will lease approximately 18,000 acres of land with local land owners in Starr County, Texas.



Mesteno Windpower, LLC
Chapter 313 Application to Rio Grande City CISD

CHECKLIST ITEM #10

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

N/A

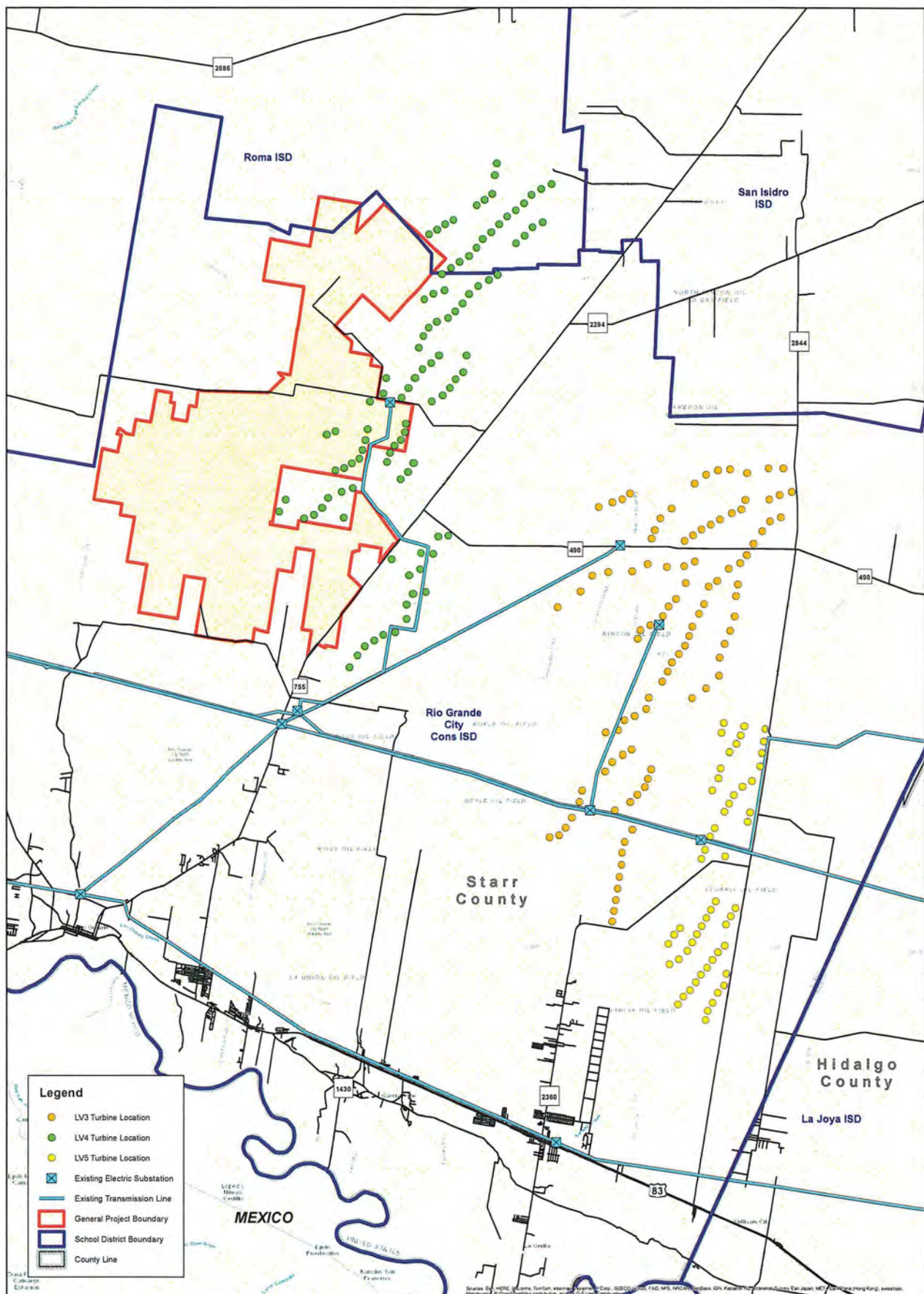


Mesteno Windpower, LLC
Chapter 313 Application to Rio Grande City CISD

CHECKLIST ITEM #11

Maps

1. Project vicinity – Attached
2. Qualified investment including 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 - Attached
3. Qualified property including location of new buildings or new improvements - Attached
4. Existing property - Attached
5. Land location within vicinity map - Attached
6. Reinvestment or Enterprise Zone within vicinity map, showing the actual or proposed boundaries and size – To be supplemented after creation

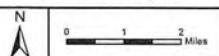


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Austin, Texas 78746 | 512-222-1125
www.energyrenewalpartners.com



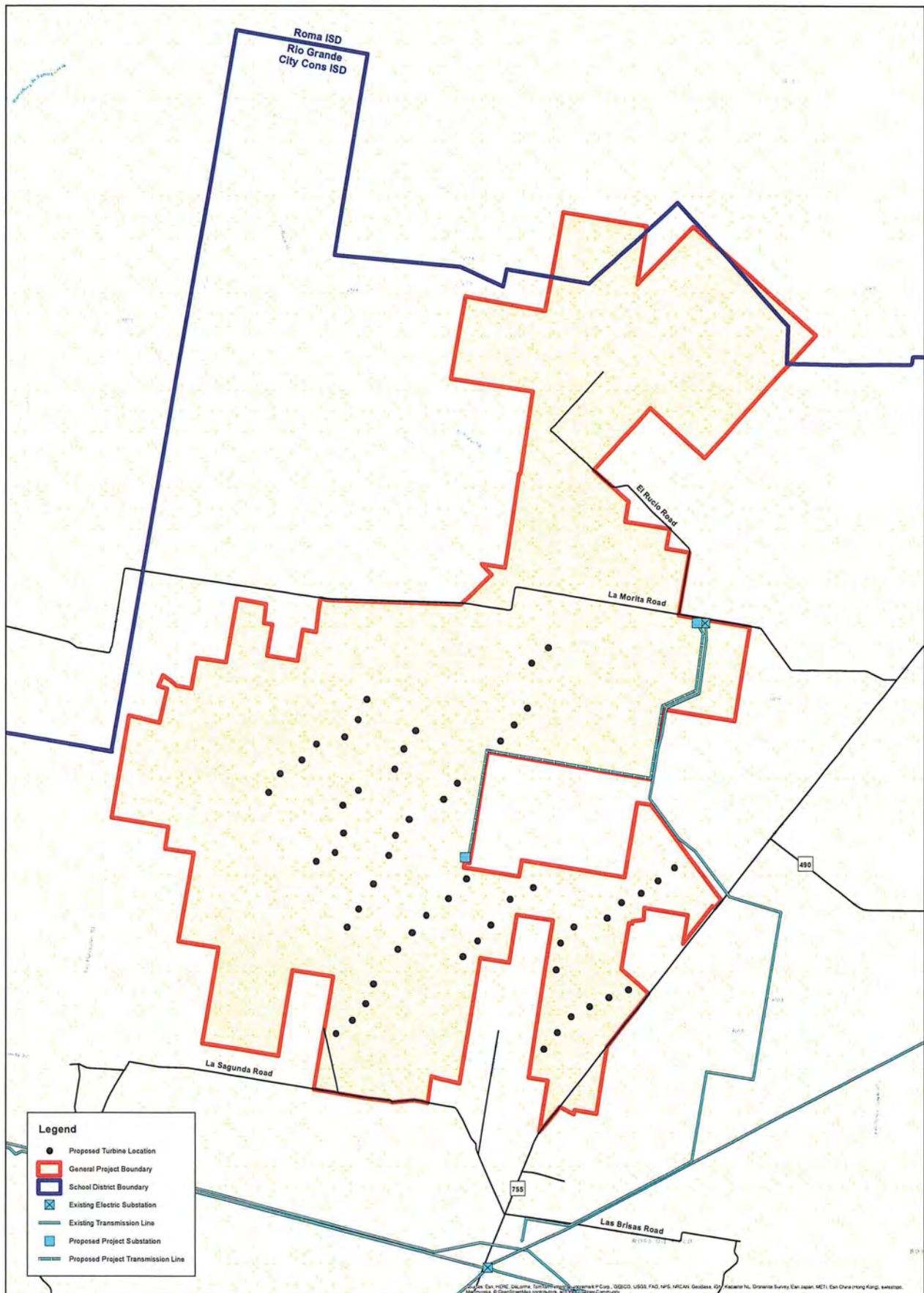
Duke Energy Renewables Mesteño Windpower Project Project Location - Neighboring Projects

Project Location: Starr County, Texas



MAP 3

Prepared by: B. Richards Date: 6/6/2018

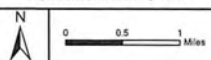


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Austin, Texas 78746 | 512-223-1125
www.energyrenewalpartners.com



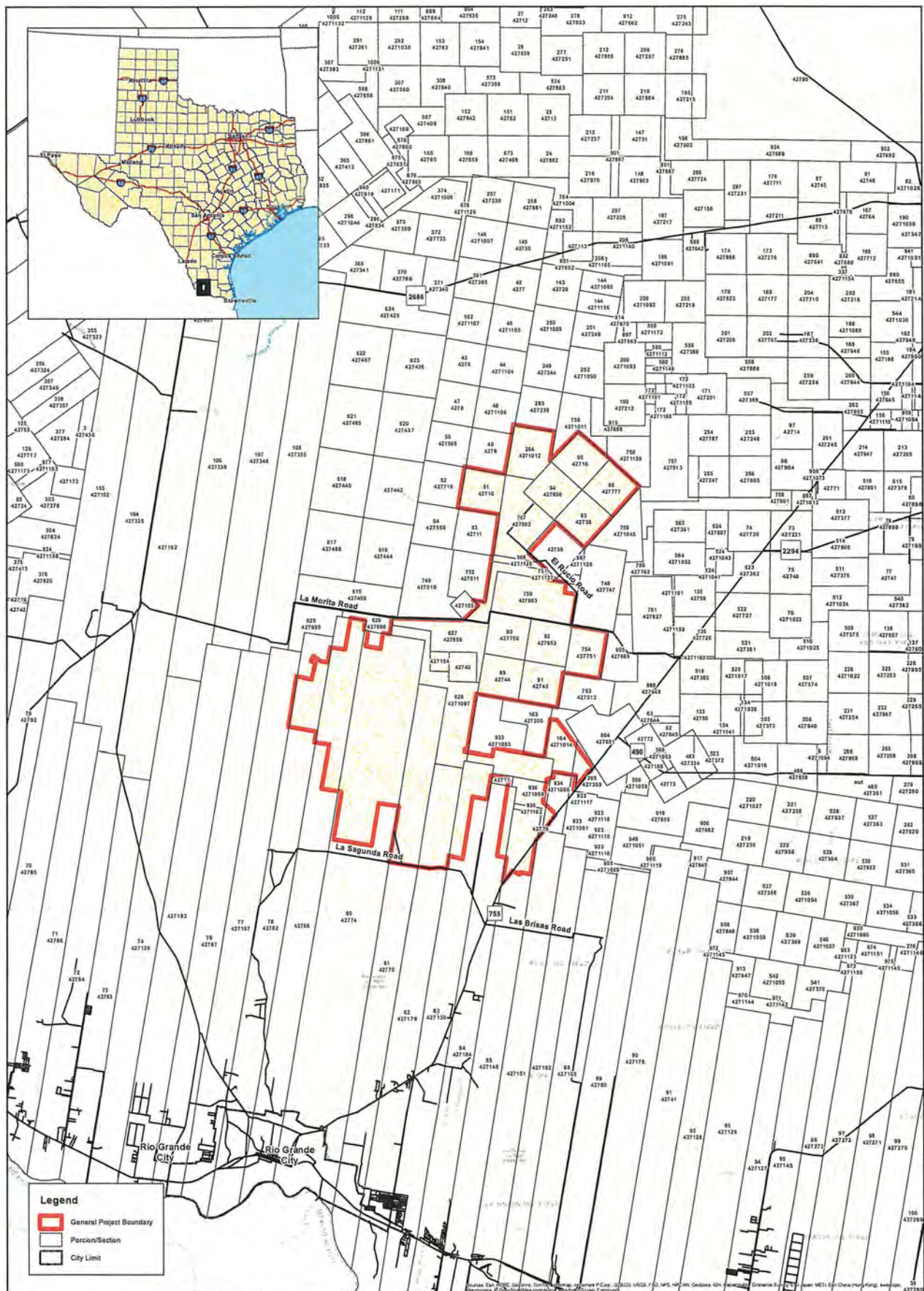
Duke Energy Renewables Mesteño Windpower Project Project Infrastructure

Project Location: Starr County, Texas



MAP 2

Prepared by: B. Richards Date: 6/11/2018



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Austin, Texas 78746 | 512-222-1125
www.energyrenewalpartners.com



Duke Energy Renewables Mesteño Windpower Project Project Location

Project Location: Starr County, Texas



MAP 1

Prepared by: B. Richards Date: 6/11/2018



Mesteno Windpower, LLC
Chapter 313 Application to Rio Grande City CISD

CHECKLIST ITEM #12

Request for Waiver of Job Creation Requirement and supporting information.

See attached.

June 12, 2018

Mr. Alfredo Garcia
Superintendent
Rio Grande City Consolidated Independent School District
1 Fort Ringold
Rio Grande City, Texas 78582

RE: Job Requirement Waiver Request – Mesteño Windpower, LLC

Dear Superintendent Garcia:

Please consider this letter to be Mesteño Windpower, LLC's formal request to waive the minimum new qualifying job creation requirement as provided under Texas Tax Code 313.025(f-l).

As background information on the creation of full-time jobs for wind energy projects, these projects create a large number of temporary full-time jobs during the construction phase, but require only a small number of highly skilled employees to operate and maintain the facility once construction ends and commercial operations begin. The permanent employees of a wind energy facility maintain and service wind turbines, underground electrical connections, substations and other related infrastructure associated with the safe and reliable operation of the facility. Additionally, there are also asset managers who supervise, monitor and support wind operations from offsite locations.

Wind industry standard for the number of permanent qualifying jobs necessary for the operation and maintenance of a wind energy facility is less than the minimum new qualifying jobs requirement. Industry standard is that an average wind energy facility will employ approximately one (1) new permanent employee for every ten (10) wind turbines installed. Therefore, in line with wind industry standards and based on the anticipated needs of this facility, Mesteño Windpower, LLC is committed to creating 6 new qualifying jobs.

Mesteño Windpower, LLC respectfully requests that the Rio Grande City CISD's Board of Trustees waive the new qualifying job creation requirement for its application and find that industry standard for the number of employees reasonably necessary for the operation and maintenance of the facility is less than the minimum new job creation requirement.

Sincerely,



Name: Brian K. Stallman
Title: Vice President
Mesteño Windpower, LLC



Mesteno Windpower, LLC
Chapter 313 Application to Rio Grande City CISD

CHECKLIST ITEM #13

Calculation of three possible wage requirements with TWC documentation.

See attached.

CALCULATION OF WAGE REQUIREMENTS - STARR COUNTY

110% of County Average Weekly Wage for All Jobs

Year	Period	Area	Ownership	Division	Level	Ind Code	Industry	Avg Weekly Wages
2017	1st Qtr	Starr County	Total All	0	0	10	Total, all industries	596
2017	2nd Qtr	Starr County	Total All	0	0	10	Total, all industries	548
2017	3rd Qtr	Starr County	Total All	0	0	10	Total, all industries	565
2017	4th Qtr	Starr County	Total All	0	0	10	Total, all industries	584

$$\begin{aligned}
 2,293/4 &= \$573.25 \text{ average weekly salary} \\
 &\times 1.1 (110\%) \\
 &\underline{\$630.58} \text{ 110\% of County Average Weekly Wage for All Jobs}
 \end{aligned}$$

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

Year	Area	Ownership	Division	Level	Ind Code	Industry	Avg Weekly Wages
1st Qtr	Starr County	Private	31	2	31-33	Manufacturing	410
2nd Qtr	Starr County	Private	31	2	31-33	Manufacturing	401
3rd Qtr	Starr County	Private	31	2	31-33	Manufacturing	392
4th Qtr	Starr County	Private	31	2	31-33	Manufacturing	346

$$\begin{aligned}
 1,549/4 &= \$387.25 \\
 &\times 1.1 (110\%) \\
 &\underline{\$425.98} \text{ 110\% of County Average Weekly Wage for} \\
 &\text{Manufacturing Jobs in County}
 \end{aligned}$$

110% of County Average Weekly Wage for Manufacturing Jobs in Region (South Texas Development Council)

2017 Annual Wage \$31,235

$$\$31,235/52 = \$600.67 \text{ Average Weekly Salary}$$

$$\begin{aligned}
 &\$600.67 \\
 &\times 1.1 (110\%) \\
 &\underline{\$660.74} \text{ 110\% of County Average Weekly Wage for Manufacturing Jobs in Region}
 \end{aligned}$$

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

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



Mesteno Windpower, LLC
Chapter 313 Application to Rio Grande City CISD

CHECKLIST ITEM #14

Schedules A1, A2, B, C and D completed and signed Economic Impact.

See attached.

Date 6/12/2018
Applicant Name Mesteno Windpower, L
ISD Name Rio Grande City CISD

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 (YYYY-YYYY)	Tax Year (Fill in actual tax year below) YYYY	New investment (original cost) in tangible personal property placed in service during this year that will become Qualified Property	New investment made during this year in buildings or permanent nonremovable components of buildings that will become Qualified Property	Other new investment made during this year that will <u>not</u> become Qualified Property [SEE NOTE]	Other new investment made during this year that may become Qualified Property [SEE NOTE]	Total Investment (Sum of Columns A+B+C+D)
Investment made before filing complete application with district	--	Year preceding the first complete tax year of the qualifying time period (assuming no deferrals of qualifying time period)	2018	Not eligible to become Qualified Property			[The only other investment made before filing complete application with district that may become Qualified Property is land.]	
Investment made after filing complete application with district, but before final board approval of application								
Investment made after final board approval of application and before Jan. 1 of first complete tax year of qualifying time period				\$ 17,000,000	0	0	0	\$ 17,000,000
Complete tax years of qualifying time period	QTP1	2019-2020	2019	\$ 153,000,000	0	0	0	\$ 153,000,000
Total Investment through Qualifying Time Period [ENTER this row in Schedule A2]				\$ 170,000,000	0	0	0	\$ 170,000,000
				Enter amounts from TOTAL row above in Schedule A2				
Total Qualified Investment (sum of green cells)				\$ 170,000,000				

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.

Date 6/12/2018
Applicant Name Mesteno Windpower, LLC
ISD Name Rio Grande City CISD

Schedule A2: Total Investment for Economic Impact (including Qualified Property and other investments)

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 (YYYY-YYYY)	Tax Year (Fill in actual tax year below) YYYY	New investment (original cost) in tangible personal property placed in service during this year that will become Qualified Property	New investment made during this year in buildings or permanent nonremovable components of buildings that will become Qualified Property	Other investment made during this year that will <u>not</u> become Qualified Property [SEE NOTE]	Other investment made during this year that will become Qualified Property [SEE NOTE]	Total Investment (A+B+C+D)
Total Investment from Schedule A1*	--	TOTALS FROM SCHEDULE A1		170,000,000	0			
	0	2018-2019	2018	17,000,000				
Each year prior to start of value limitation period** <i>Insert as many rows as necessary</i>	0	2019-2020	2019	153,000,000				
Value limitation period***	1	2020-2021	2020					
	2	2021-2022	2021					
	3	2022-2023	2022					
	4	2023-2024	2023					
	5	2024-2025	2024					
	6	2025-2026	2025					
	7	2026-2027	2026					
	8	2027-2028	2027					
	9	2028-2029	2028					
	10	2029-2030	2029					
Total Investment made through limitation				170,000,000				
Continue to maintain viable presence	11	2030-2031	2030					
	12	2031-2032	2031					
	13	2032-2033	2032					
	14	2033-2034	2033					
	15	2034-2035	2034					
Additional years for 25 year economic impact as required by 313.026(c)(1)	16	2035-2036	2035					
	17	2036-2037	2036					
	18	2037-2038	2037					
	19	2038-2039	2038					
	20	2039-2040	2039					
	21	2040-2041	2040					
	22	2041-2042	2041					
	23	2042-2043	2042					
	24	2043-2044	2043					
	25	2044-2045	2044					

* 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

6/12/2018

Applicant Name

Mesteno Windpower, LLC

Form 50-296A

ISD Name

Rio Grande City CISD

Revised May 2014

	Year	School Year (YYYY-YYYY)	Tax Year (Fill in actual tax year) YYYY	Qualified Property			Estimated Taxable Value		
				Estimated Market Value of Land	Estimated Total Market Value of new buildings or other new improvements	Estimated Total Market Value of tangible personal property in the new buildings or "in or on the new improvements"	Market Value less any exemptions (such as pollution control) and before limitation	Final taxable value for I&S after all reductions	Final taxable value for M&O after all reductions
	0	2018-2019	2018						
Each year prior to start of Value Limitation Period <i>Insert as many rows as necessary</i>	0	2019-2020	2019			8,500,000	8,500,000	8,500,000	8,500,000
Value Limitation Period	1	2020-2021	2020			159,800,000	159,800,000	159,800,000	30,000,000
	2	2021-2022	2021			150,212,000	150,212,000	150,212,000	30,000,000
	3	2022-2023	2022			141,199,280	141,199,280	141,199,280	30,000,000
	4	2023-2024	2023			132,727,323	132,727,323	132,727,323	30,000,000
	5	2024-2025	2024			124,763,684	124,763,684	124,763,684	30,000,000
	6	2025-2026	2025			117,277,863	117,277,863	117,277,863	30,000,000
	7	2026-2027	2026			110,241,191	110,241,191	110,241,191	30,000,000
	8	2027-2028	2027			103,626,720	103,626,720	103,626,720	30,000,000
	9	2028-2029	2028			97,409,116	97,409,116	97,409,116	30,000,000
	10	2029-2030	2029			91,564,569	91,564,569	91,564,569	30,000,000
Continue to maintain viable presence	11	2030-2031	2030			86,070,695	86,070,695	86,070,695	86,070,695
	12	2031-2032	2031			80,906,454	80,906,454	80,906,454	80,906,454
	13	2032-2033	2032			76,052,066	76,052,066	76,052,066	76,052,066
	14	2033-2034	2033			71,488,942	71,488,942	71,488,942	71,488,942
	15	2034-2035	2034			67,199,606	67,199,606	67,199,606	67,199,606
Additional years for 25 year economic impact as required by 313.026(c)(1)	16	2035-2036	2035			63,167,629	63,167,629	63,167,629	63,167,629
	17	2036-2037	2036			59,377,572	59,377,572	59,377,572	59,377,572
	18	2037-2038	2037			55,814,917	55,814,917	55,814,917	55,814,917
	19	2038-2039	2038			52,466,022	52,466,022	52,466,022	52,466,022
	20	2039-2040	2039			49,318,061	49,318,061	49,318,061	49,318,061
	21	2040-2041	2040			46,358,977	46,358,977	46,358,977	46,358,977
	22	2041-2042	2041			43,577,439	43,577,439	43,577,439	43,577,439
	23	2042-2043	2042			40,962,792	40,962,792	40,962,792	40,962,792
	24	2043-2044	2043			38,505,025	38,505,025	38,505,025	38,505,025
	25	2044-2045	2044			36,194,723	36,194,723	36,194,723	36,194,723

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.

				Construction		Non-Qualifying Jobs	Qualifying Jobs	
				Column A	Column B	Column C	Column D	Column E
	Year	School Year (YYYY-YYYY)	Tax Year (Actual tax year) YYYY	Number of Construction FTE's or man-hours (specify)	Average annual wage rates for construction workers	Number of non-qualifying jobs applicant estimates it will create (cumulative)	Number of new qualifying jobs applicant commits to create meeting all criteria of Sec. 313.021(3) (cumulative)	Average annual wage of new qualifying jobs
	0	2018-2019	2018	20	\$50,000			
Each year prior to start of Value Limitation Period <i>Insert as many rows as necessary</i>	0	2019-2020	2019	225	\$50,000	0		\$22,152
Value Limitation Period <i>The qualifying time period could overlap the value limitation period.</i>	1	2020-2021	2020			0	6	\$22,152
	2	2021-2022	2021			0	6	\$22,152
	3	2022-2023	2022			0	6	\$22,152
	4	2023-2024	2023			0	6	\$22,152
	5	2024-2025	2024			0	6	\$22,152
	6	2025-2026	2025			0	6	\$22,152
	7	2026-2027	2026			0	6	\$22,152
	8	2027-2028	2027			0	6	\$22,152
	9	2028-2029	2028			0	6	\$22,152
	10							
		2029-2030	2029			0	6	\$22,152
Years Following Value Limitation Period	11 through 25	2030-2045	2030-2044			0	6	\$22,152

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

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

6/12/2018

Applicant Name

Mesteno Windpower, LLC

Form 50-296A

ISD Name

Rio Grande City CISD

Revised May 2014

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:					
	City:					
	Other:					
Tax Code Chapter 312	County: Starr County	2020	10 Years	1,227,903	920,927	306,976
	City:					
	Other: South Texas College	2020	10 Years	295,630	221,723	73,908
Local Government Code Chapters 380/381	County:					
	City:					
	Other:					
Freeport Exemptions						
Non-Annexation Agreements						
Enterprise Zone/Project						
Economic Development Corporation						
Texas Enterprise Fund						
Employee Recruitment						
Skills Development Fund						
Training Facility Space and Equipment						
Infrastructure Incentives						
Permitting Assistance						
Other:						
Other:						
Other:						
Other:						
TOTAL				1,523,533	1,142,650	380,883

Additional information on incentives for this project:



Mesteno Windpower, LLC
Chapter 313 Application to Rio Grande City CISD

CHECKLIST ITEM #15

Economic Impact Analysis, other payments made in the state or other economic information.



Mesteno Windpower, LLC
Chapter 313 Application to Rio Grande City CISD

CHECKLIST ITEM #16

Description of Reinvestment or Enterprise Zone.

1. Evidence that the area qualifies as an enterprise zone as defined by the Governor's Office
2. Legal description of reinvestment zone
3. Order, resolution or ordinance establishing the reinvestment zone
4. Guidelines and criteria for creating the zone

Will be submitted once Starr County establishes the Reinvestment Zone.



Mesteno Windpower, LLC
Chapter 313 Application to Rio Grande City CISD

CHECKLIST ITEM # 17

Signature and Certification page, signed and dated by Authorized School District Representative
and Authorized Company Representative.

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

Alfredo Garcia

Print Name (Authorized School District Representative)

Superintendent

Title

sign
here

Alfredo Garcia

Signature (Authorized School District Representative)

6/25/18

Date

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

Brian K. Stallman

Print Name (Authorized Company Representative (Applicant))

Vice President

Title

sign
here

BK Stallman

Signature (Authorized Company Representative (Applicant))

6-11-18

Date



(Notary Seal)

THERESA A. BOWLES
Notary Public, State of Ohio
My Commission Expires 10-13-2019

GIVEN under my hand and seal of office this, the

11 day of June, 2018

Theresa A Bowles
Notary Public in and for the State of Texas-Ohio

My Commission expires: 10-13-2019

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.