Biennial Progress Report for Texas Economic Development Act	Form 50-773-A
Economic Development and Analysis	
[illegible]	
[illegible]	
1. Application number	#1034
2. Name of school district	Barbers Hill ISD
3. Name of central appraisal district (CAD) appraising the qualified property in this school district	Chambers County CAD
4. Name of project on original application (or short description of facility)	Mont Belvieu Frac IV
5. Name of applicant on original application	Lone Star NGL Asset Holdings II, LLC
6. Name of company entering into original agreement with district	Lone Star NGL Asset Holdings II, LLC
7. If you are one of two or more companies originally applying for a limitation, list all other applicants here and describe their relationships. (Use attachments if necessary.)	N/A
[illegible]	
1. Name of current agreement holder(s)	Lone Star NGL Asset Holdings II LLC
2. Complete mailing address of current agreement holder	800 E Sonterra Blvd, Suite 400, San Antonio, TX 78258
3. Company contact person for agreement holder:	
Name	Megan McKavanagh
Title	Property Tax Manager
Phone	210-572-0857
Email	megan.mckavanagh@energytransfer.com
4. Texas franchise tax ID number of current agreement holder:	32044534082
5. If the current agreement holder does not report under the franchise tax law, please include name and tax ID of reporting entity:	
Name	
Tax ID	
6. NAICS Code of current agreement holder (6 Digit)	325120
7. If the authorized company representative is different from the contact person listed above:	
Name	N/A
Title	N/A
Complete Mailing Address	N/A
Phone	N/A
Email	N/A
8. If you are a current agreement holder who was not an original applicant, please list all other current agreement holders. Please describe the chain of ownership from the original applicant to the new entities. (Use attachments if necessary.)	
[illegible]	
1. Date original limitation agreement approved by school district	10/27/2014
2. First (complete) year of qualifying time period – after the date the application is approved. See Tax Code §313.021(4)	2015
3. Date commercial operations began at the site of the project	N/A
4. First year of property value limitation	2017
[illegible]	
1. Minimum limitation amount per agreement (for entire agreement)	30,000,000.00
2. Amount of qualified investment during the qualifying time period the recipient committed to spend or allocate for this project on application (not total investment)	200,000,000.00
3. Total qualified investment made from the beginning of the qualifying time period through the end of the qualifying time period or the last complete tax year. If still in the qualifying time period	95,000,000.00
4. Has the size and/or scope of the project changed, resulting in a material change in qualified property from that in the application?	No
4a. If yes, please describe on an attachment how the actual qualified property — for which you are providing actual and estimated market values on subsequent pages — differs from that property described in the agreement. Include only property located in this school district.	N/A
5. What was the number of permanent existing jobs at this facility prior to application? (See guidelines for definition of existing job.)	0
[illegible]	
1. For agreements before Jan. 1, 2008, does the agreement include a definition of "new job" other than TAC §9.1051(14)(C), as the rule existed at the time of application?	N/A
1a. If yes, please provide the definition of "new job" as used in the agreement. (Use attachments if needed.)	N/A
[illegible]	
After this report and charts are complete, they should be reviewed and certified to be complete by a company employee authorized to sign on behalf of the company listed in Section 2.	
By signing below, I certify that I am an employee of _____Lone Star NGL Asset Holdings II, LLC___, a current agreement holder of a limitation on appraised value who is authorized to sign on behalf of the company. I attest that the contents of this form and attachments are true and correct to the best of my knowledge and belief and have determined that the electronic copy is identical to the hard copy of this report.	
Print Name of Company Employee	Megan McKavanagh
Title	Property Tax Manager
Phone	210-572-0857
Signature of Company Employee	Megan McKavanagh
Date	5/19/2016
NOTE: If you amend your report, you will need to resign and resubmit this section with your forms, charts or attachments.	

Biennial Progress Report for Texas Economic Development Act
CHART B1: Job Data for Applications 1000+

App Number 1034 | Date 5/15/16

District Name Barbers Hill ISD | 1st Yr. of Qualifying Time Period 2015

Company Name Lone Star NGL Asset Holdings II LLC

Form 50-773A
Revised May 2014

CHART B1 - Only complete this for applications 1000+	Qualifying Time Period					Limitation Period[3]					Viable Presence Period				
	Year 1 (First Complete Tax Year)	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10	Year 11	Year 12	Year 13	Year 14	Year 15
Tax year (YYYY)	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029
1 Number of qualifying jobs[1] applicant committed to create on application (cumulative)	10	10	10	10	10	10	10	10	10	10	10	10	10	10	10
2 Number of qualifying jobs[1] applicant actually created (cumulative)	0	10	10	10	10	10	10	10	10	10	10	10	10	10	10
3 Median annual wage of qualifying jobs[1] applicant created	$59,785	$59,785	$59,785	$59,785	$59,785	$59,785	$59,785	$59,785	$59,785	$59,785	$59,785	$59,785	$59,785	$59,785	$59,785
4 Total wages for qualifying jobs[1] applicant created	$0	$597,850	$597,850	$597,850	$597,850	$597,850	$597,850	$597,850	$597,850	$597,850	$597,850	$597,850	$597,850	$597,850	$597,850
5 Number of non-qualifying jobs[2] applicant created (cumulative)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
6 Average annual wage of non-qualifying jobs[2] applicant created	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
7 Total wages for non-qualifying jobs[2] applicant created	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0

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

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

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

Authorized Official Signature Megan McKavanagh

Date MM 5/13/16

Print Name/Title Megan McKavanagh
Sr Manager - Property Tax

Phone 2104037300

The CPA requests companies complete the electronic spreadsheet version of the form and submit identical electronic and hard copy versions of the spreadsheet (with any attachments) to the district.

Biennial Progress Report for Texas Economic Development Act
CHART B2: Investment and Market Values for Applications 1000+

Date 5/15/2016
Application Number 1034
Current Agreement Holder Name Lone Star NGL Asset Holdings II, LLC
ISD Name Barbers Hill ISD

Form 50-773A
Revised May 2014

CHART B1 - Only complete this for applications 1000+	Year	School Year (YYYY-YYYY)	Tax Year (actual tax year) YYYY	Total investment[1] (cumulative)	Market value[2] of qualified property on Jan. 1 BEFORE any exemptions	Market value less any exemptions (such as pollution control) and before limitation[3]	Taxable value of qualified property for purposes of M&O
Prior to start of value limitation period or most recent year end. Insert rows as needed[4].	0	2015-2016	2015	55,000,000.00	-	-	-
		2016-2017	2016	300,000,000.00	24,500,000.00	24,500,000.00	24,500,000.00
Value limitation period	1	2017-2018	2017	300,000,000.00	275,000,000.00	275,000,000.00	30,000,000.00
	2	2018-2019	2018	300,000,000.00	264,000,000.00	264,000,000.00	30,000,000.00
	3	2019-2020	2019	300,000,000.00	253,000,000.00	253,000,000.00	30,000,000.00
	4	2020-2021	2020	300,000,000.00	242,000,000.00	242,000,000.00	30,000,000.00
	5	2021-2022	2021	300,000,000.00	231,000,000.00	231,000,000.00	30,000,000.00
	6	2022-2023	2022	300,000,000.00	220,000,000.00	220,000,000.00	30,000,000.00
	7	2023-2024	2023	300,000,000.00	209,000,000.00	209,000,000.00	30,000,000.00
	8	2024-2025	2024	300,000,000.00	198,000,000.00	198,000,000.00	30,000,000.00
	9	2025-2026	2025	300,000,000.00	187,000,000.00	187,000,000.00	30,000,000.00
	10	2026-2027	2026	300,000,000.00	176,000,000.00	176,000,000.00	30,000,000.00
Viable presence period	11	2027-2028	2027	300,000,000.00	165,000,000.00	165,000,000.00	139,080,000.00
	12	2028-2029	2028	300,000,000.00	154,000,000.00	154,000,000.00	129,840,000.00
	13	2029-2030	2029	300,000,000.00	143,000,000.00	143,000,000.00	120,600,000.00
	14	2030-2031	2030	300,000,000.00	132,000,000.00	132,000,000.00	111,360,000.00
	15	2031-2032	2031	300,000,000.00	121,000,000.00	121,000,000.00	102,120,000.00

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

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

Authorized Official
Signature Megan McKavanagh Date 5/13/16
Print Name/Title Megan McKavanagh Sr. Manager - Tax Phone Number 2104037300

The CPA requests companies complete the electronic spreadsheet version of the form and submit identical electronic and hard copy versions of the spreadsheet (with any attachments) to the district.