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TEXAS BOARD OF LEGAL SPECIALIZATION

JUSTIN DEMERATH

September 2, 2015

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

RE: Application to the Brazosport Independent School District from Phillips 66

(**First Qualifying Year 2017**)

To the Local Government Assistance & Economic Analysis Division:

By copy of this letter transmitting the application for review to the Comptroller's Office, the Brazosport Independent School District is notifying Phillips 66 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 August 18, 2015. The Board voted to accept the application on August 18, 2015. The application has been determined complete as of September 2, 2015. Please prepare the economic impact report.

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

Sincerely,

Kevin O'Hanlon
School District Consultant

Cc: Brazoria County Appraisal District
Phillips 66

Application for Appraised Value Limitation on Qualified Property
(Tax Code, Chapter 313, Subchapter B or C)

Economic Development and Analysis
Form 50-296-A

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 www.texasahead.org/tax_programs/chapter313/. 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

August 18, 2015
Date Application Received by District

Danny
First Name

Massey
Last Name

Superintendent
Title

Brazosport ISD
School District Name

301 West Brazoswood Drive, Clute, TX 77531
Street Address

P.O. Drawer Z
Mailing Address

Freeport
City

TX
State

77542
ZIP

979-730-7000
Phone Number

Fax Number

Mobile Number *(optional)*

dmassey@brazosportisd.net
Email Address

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)*

First Name: Dan
Last Name: Casey
Title: Consultant
Firm Name: Moak Casey & Associates
Phone Number: 512-485-7878
Fax Number: 512-485-7888
Mobile Number *(optional)*:
Email Address: dcasey@moakcasey.com

4. On what date did the district determine this application complete? . . . . . September 2, 2015

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)*

First Name: Christina
Last Name: Hyden
Title: Advisor, Property Tax
Organization: Phillips 66 Company
Street Address: 420 S. Keeler Ave.
Mailing Address: P.O. Box 5600
City: Bartlesville
State: OK
ZIP: 74005
Phone Number: 918-977-4847
Fax Number: 918-977-2212
Mobile Number *(optional)*:
Business Email Address: christina.m.hyden@p66.com

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: not applicable
Last Name:
Title:
Organization:
Street Address:
Mailing Address:
City:
State:
ZIP:
Phone Number:
Fax Number:
Mobile Number *(optional)*:
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)*

not applicable

First Name

Last Name

Title

Firm Name

Phone Number

Fax Number

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? Phillips 66 Company

2. List the Texas Taxpayer I.D. number of entity subject to Tax Code, Chapter 171 *(11 digits)* 13716527026

3. List the NAICS code 324110

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

21 - Sweeny - 2004; 26 - Plemons-Stinnett-Phillips - 2005; and 286 - Sweeny - 2014

SECTION 5: Applicant Business Structure

1. Identify Business Organization of Applicant *(corporation, limited liability corporation, etc)* 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 *(complete Section 13)*
   - ☐ Expansion of existing operation on the land *(complete Section 13)*
   - ☐ 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 . . . . . February 2016
2. Commencement of construction 4Q, 2015
3. Beginning of qualifying time period 2017
4. First year of limitation 2017
5. Begin hiring new employees 3Q 2016
6. Commencement of commercial operations . . . . . November 2016
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? . . . . . November 2016

SECTION 10: The Property

1. Identify county or counties in which the proposed project will be located Brazoria
2. Identify Central Appraisal District (CAD) that will be responsible for appraising the property Brazoria
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: _____ *(Name, tax rate and percent of project)*

   City: _____ *(Name, tax rate and percent of project)*

   Hospital District: none *(Name, tax rate and percent of project)*

   Water District: _____ *(Name, tax rate and percent of project)*

   Other *(describe)*: Brazosport College .267309, 63% *(Name, tax rate and percent of project)*

   Other *(describe)*: Port Freeport, .045, 63% *(Name, tax rate and percent of project)*

   Velasco Drainage .100226, 63%; Brazosport ISD 1.2553, 63%. School tax for M&O only is 1.04.
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 **www.texasahead.org/tax_programs/chapter313/**.

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:
   - 1a. 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**);
   - 1b. 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
   - 1c. 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:
     - a. legal description of the land (**Tab 9**);
     - b. 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**);
     - c. owner (**Tab 9**);
     - d. the current taxable value of the land. Attach estimate if land is part of larger parcel (**Tab 9**); and
     - e. 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:
     - a. evidence that the area qualifies as a enterprise zone as defined by the Governor's Office (**Tab 16**);
     - b. legal description of reinvestment zone (**Tab 16**);
     - c. order, resolution or ordinance establishing the reinvestment zone (**Tab 16**);
     - d. guidelines and criteria for creating the zone (**Tab 16**); and
     - e. 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? . . . . . not applicable

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**:
   - a. maps and/or detailed site plan;
   - b. surveys;
   - c. appraisal district values and parcel numbers;
   - d. inventory lists;
   - e. existing and proposed property lists;
   - f. model and serial numbers of existing property; or
   - g. other information of sufficient detail and description.
4. Total estimated market value of existing property (that property described in response to question 1): . . . . . $ 4,481,000.00
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 2014 (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)? 3,463

   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? 12

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 1,059.25

   b. 110% of the average weekly wage for manufacturing jobs in the county is 2,221.73

   c. 110% of the average weekly wage for manufacturing jobs in the region is 11,353.00

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? 59,976.00

10. What is the annual wage you are committing to pay for each of the new qualifying jobs you create on the qualified property? 59,976.00

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**.

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 ▶ Danny Massey
Print Name *(Authorized School District Representative)*

Superintendent
Title

sign here ▶ D Massey
Signature *(Authorized School District Representative)*

8-25-15
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 ▶ Christina M. Hyden
Print Name *(Authorized Company Representative (Applicant))*

Advisor, Property Tax
Title

sign here ▶ Christina M. Hyden
Signature *(Authorized Company Representative (Applicant))*

8-25-15
Date

Notary Public
State of Oklahoma
TERRY L. HICKS
WASHINGTON COUNTY
COMMISSION #01009703
Comm. Exp. 07-13-2017

(Notary Seal)

GIVEN under my hand and seal of office this, the

25th day of August, 2015

Terry L. Hicks
Notary Public in and for the State of ~~Texas~~ Oklahoma

My Commission expires: 7-13-17

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.

TAB 2

Proof of Payment of Application Fee

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

Tab 3

Documentation of Combined Group Membership under Texas Tax Code
Phillips 66 Company
Brazosport ISD, Brazoria County, TX

Not applicable.

TAB 4

Detailed Description of Project

Tab 4

Description of Project
Phillips 66 Company
Sweeny ISD, Brazoria County, TX

Phillips 66 is proposing to undertake the Liquefied Petroleum Gas (LPG) Export project, which will enable it to manufacture export grade LPGs. The manufacturing process for LPG's includes; fractionation, pretreatment, liquefaction, storage, and export capacity of up to 150,000 barrels of LPGs per day. LPGs include propane and butanes. This LPG Export project will be designed to manufacture export grade propane and butane by treating propane for ethane and sulfur compound storing the products in caverns until liquefied and placed into refrigerated storage and then loaded onto a ship. LPGs will be exported from the Freeport Terminal by Very Large Gas Carriers (VLGC) ships that will arrive at via the Freeport Harbor Channel.

The LPG Export Terminal Project consists of three main project sites: Sweeny Refinery, Clemens Terminal and Freeport Terminal. All three facilities are strategically located based on existing infrastructure and naturally occurring geology and geography. All three locations are tied together with pipelines which allow for the continuation of the manufacturing process to occur across the multiple sites.

Sweeny ISD: The Sweeny Refinery Site is the front-end process for the export of LPGs. This site contains the NGL Fractionator which manufactures purity products like ethane, propane, butane and natural gasoline, as well as the Export Propane Unit which takes domestic propane and manufactures export grade propane. This Export Propane Unit consists of a de-ethanizer tower which will remove the ethane from the propane stream. This process is integral to lower the domestic propane quality from 5% ethane down to 2% ethane which is required in order to refrigerate and load onto ships. This project site will entail the following equipment and site modifications:

- Export Grade Propane Unit
- Butane pipeline to Clemens
- Export grade propane pipeline to Clemens

Columbia-Brazoria ISD: The Clemens Terminal Site is strategically located due to the geology of the underground salt-dome that exits at this location. Due to the large quantities of NGLs required to provide feed to the Fractionator and Export Propane Unit and LPG required to load one export ship, millions of barrels of storage are needed for propane and butane prior to export. The most economical way to store large quantities of LPGs are in underground salt-dome caverns. The caverns Phillips 66 is developing at Clemens will act as the storage tanks for feed stock and product storage for exports. The Clemens project site will entail the following equipment and site modifications:

- Y-grade, raw NGLs, for feed to the fractionator
- Domestic grade propane to feed the Export Propane Unit
- Export grade propane cavern
- Butane cavern
- Export grade propane pipeline to Freeport
- Butane pipeline to Freeport

Brazosport ISD: The Freeport Terminal Site is strategically located on the water with a deep berth and access to the open water through the Freeport Harbor Channel. This existing Phillips 66 Terminal will require extensive new facilities for the new activities at the site, as well as infrastructure additions. Propane and butane will be shipped from the Clemens Terminal to Freeport where it will be liquefied prior to loading onto export ships.

The manufacturing process to produce export grade propane and butane requires: equipment to extract water from the propane and butane gas, of four (4) integrated refrigeration trains to turn the gas to a liquid, storage for liquid propane. In addition, the LPG Export Project will require modifications to existing facilities at the Freeport Terminal including:

- Loading Arms
- Thermal Oxidizer
- Control room
- Modification to access roads

TAB 5

Documentation to Assist in Determining if Limitation is a Determining Factor

Chapter 313 Determining Factor in Site Selection
Phillips 66 Company
Brazosport ISD, Brazoria County, TX

Application for Chapter 313 Value Limitation: Section 8

The proposed site is one of four sites considered, three in Texas and one in Louisiana. Also, as with any capital project, the other option was not to place the project anywhere. In addition to competition with other locations for this project, there was intense competition within Phillips 66 of where to place limited capital throughout our portfolio of properties in the U.S. and other countries. We explained this reality to county, school and state (Governor's office) officials. Approval of Chapter 313 value limitations for each of the three school districts for this project (Brazosport, Columbia-Brazoria and Sweeny) was a very significant factor in the decision regarding the location of this project. That's why we requested and received resolutions of support for Chapter 313 value limitations from all three school districts prior to a management decision of where to site the project. The resolution from Brazosport ISD is included in Tab 5.

Exhibit G
Request for Variance

Bob Adair
Supervisor, Eastern Region
Real Estate & Facilities Services
Property Tax, Real Estate,
Right of Way and Claims

Phillips 66 Company
3010 Briarpark Drive (77042)
P.O. Box 4428 - PTRRC
Houston, TX 77210
Office: 832.765.1419
Cell: 281.235.6558
Efax: 918.977.9431
Email: bob.adair@p66.com

November 18, 2013

Honorable Joe King
County Judge, Brazoria County
111 E. Locust Street, Suite 102
Angleton, TX 77515

Dear Judge King:

Subject: Variance Request from Property Tax Abatement Guidelines

We respectfully request approval of a variance in the term listed in Section 2(g) of the current Guidelines and Criteria for Granting Tax Abatement in a Reinvestment Zone Created in Brazoria County from seven years to **10 years** or one-half (1/2) the productive life of the improvement (including eligible personal property), whichever is less. Ten years is indicated to align with the maximum term allowed by Chapter 312 of the Texas Property Tax Code. We will verbally explain the basis for this request during meetings with you, Commissioners and Tax Abatement Review Committee members. In our opinion, the primary justification for the variance is the proposed capital investment above $1 billion, the threshold previously used by the Commissioners Court to approve a variance as requested.

We can't assure you and the Commissioners that the project will be approved if this variance is approved or it will be sited elsewhere if it is not approved. However, we can tell you that the project is pending management approval and this variance will significantly improve the project economics to move it closer to a site decision in Brazoria County.

We look forward to further discussing this request with you, Commissioners and others as you advise.

Respectfully,

B. G. Adair

Enclosure

RESOLUTION

SUPPORTING APPLICATION OF PHILLIPS 66 COMPANY FOR AGREEMENT FOR LIMITATION ON APPRAISED VALUE OF PROPERTY FOR SCHOOL DISTRICT MAINTENANCE AND OPERATIONS TAXES

WHEREAS, during the 83rd Legislature, Regular Session, the Texas Legislature enacted HB 3390; and,

WHEREAS, the provisions of HB3390 alter the requirements of application submission to such an extent that the Texas Comptroller's Office has been required to develop new application forms in order to comply with all of the new data requirements and benchmarks set forth in the new provisions of Chapter 313 of the Texas Tax Code; and,

WHEREAS, the Phillips 66 Company has recently indicated that it is in the process of considering new petrochemical manufacturing installations at its facilities located in Brazoria County, Texas; and

WHEREAS, Phillips 66 Company has indicated that the availability of a tax limitation agreement or agreements from the several school districts involved will be a significant factor in the company's ultimate determination of whether to fund the proposed new facilities or to pursue other investment opportunity in other areas of the United States; and,

WHEREAS, Phillips 66 Company has indicated it is prepared at the current time to submit an application or applications to one or more school districts in Brazoria County, Texas concerning the project; however, it cannot do so due to the lack of the publication of the relevant forms for the submission of new applications for limitation on appraised value of qualified property in conformance with the new requirements of Chapter 313 effective as of January 1, 2014; and,

WHEREAS, on December 20, 2013, the Superintendent of Schools of the Brazosport Independent School District, received from the Phillips 66 Company a request for a resolution of support for such possible application for appraised value limitation on qualified property, pursuant to the requirements of Chapter 313 of the Texas Tax Code as effective as of January 1, 2014; and,

WHEREAS, it appears from the evidence accumulated to date that the Company would be eligible for the limitation on the appraised value of the Applicant's qualified property once it makes a qualified investment under Chapter 313, Texas Tax Code within the District, and that the granting of the Application and the Board of Trustees' entering into an Agreement would be in the best interest of the District and the State;

NOW, THEREFORE BE IT RESOLVED BY THE BOARD OF TRUSTEES OF THE BRAZOSPORT INDEPENDENT SCHOOL DISTRICT:

That the Board of Trustees of the Brazosport Independent School District hereby finds that it would favorably consider an Application for Appraised Value Limitation on Qualified Property, pursuant to Chapter 313 of the Texas Tax Code, provided:

1. The Comptroller issues a positive recommendation for the project;

2. The economic and financial analyses indicate that the project would benefit the area;

3. Suitable language is included in an implementation agreement to protect the school district from any potential revenue losses as a result of entering into the agreement, which is also required by state law.

PASSED, APPROVED AND ADOPTED on this 14th day of January, 2014.

BRAZOSPORT INDEPENDENT SCHOOL DISTRICT

By: Jim Koch

JIM KOCH
President
Board of Trustees

ATTEST:

Mason P. Howard

MASON HOWARD
Secretary
Board of Trustees

02-07-2014

Phillips 66 Receives Board Approval to Spur Midstream Growth with Multi-Billion Dollar Investment in Southeast Texas

HOUSTON, Feb. 7, 2014 – Phillips 66 (NYSE: PSX), an integrated energy manufacturing and logistics company, has received approval from its board of directors to move forward with both its Sweeny Fractionator One and Freeport Liquefied Petroleum Gas (LPG) Export Terminal. These two projects represent an investment of more than $3 billion as part of the company's Midstream growth program.

"It's an extraordinary time of opportunity for our company and our industry, especially in the rapidly growing midstream space," said Tim Taylor, executive vice president, Phillips 66 Commercial, Marketing, Transportation and Business Development. "Given the anticipated growth in natural gas liquids production, we see substantial advantages in having fractionation and export facilities on the Gulf Coast outside of Mont Belvieu. These projects allow us to maximize our existing infrastructure and will position us for further growth."

The Sweeny Fractionator One will be located in Old Ocean, Texas, close to the company's Sweeny Refinery, and will supply purity natural gas liquids (NGL) products to the petrochemical industry and heating markets. Y-grade (mixed NGL) supply to the fractionator will come from nearby major pipelines, including the recently completed Sand Hills Pipeline, in which Phillips 66 owns a direct one-third interest. The 100,000 barrel-per-day NGL fractionator is expected to start up in the third quarter of 2015.

The Freeport LPG Export Terminal will be located at the site of the company's existing marine terminal in Freeport, Texas, and will leverage Phillips 66 midstream, transportation and storage infrastructure to supply petrochemical, heating and transportation markets globally. The terminal will have an initial export capacity of 4.4 million barrels per month, the equivalent of eight very large gas carriers (VLGCs), with a ship loading rate of 36,000 barrels per hour. Startup of the export terminal is expected in mid-2016.

Each of these projects will include NGL storage and additional pipelines with connectivity to market hubs in Mont Belvieu, Texas. Also included with these projects is a 100,000 barrel-per-day de-ethanizer unit that will be installed close to the Sweeny Refinery to upgrade domestic propane for export.

The two projects are in varying stages of development. For the Sweeny Fractionator One, site preparation is progressing, critical equipment has been ordered, and expansion of supporting infrastructure has begun. The company continues to work with the appropriate agencies to secure necessary permits for the Freeport LPG Export Terminal, and its construction will commence once all permits are approved. Together the projects will create more than 50 full-time jobs and over 1,000 temporary construction jobs.

About Phillips 66
Built on more than 130 years of experience, Phillips 66 is a growing energy manufacturing and logistics company with high-performing Midstream, Chemicals, Refining, and Marketing and Specialties businesses. This integrated portfolio enables Phillips 66 to capture opportunities in the changing energy landscape. Headquartered in Houston, the company has 13,500 employees who are committed to operating excellence and safety. Phillips 66 had $50 billion of assets as of Dec. 31, 2013. For more information, visit www.phillips66.com or follow us on Twitter @Phillips66Co.

CAUTIONARY STATEMENTS

This press release contains forward-looking statements as defined under the federal securities laws, including projections, plans and objectives. Although Phillips 66 (hereinafter referred to as the "company") believes that expectations reflected in such forward-looking statements are reasonable, no assurance can be given that such expectations will prove to be correct. In addition, these statements are subject to certain risks, uncertainties and other assumptions that are difficult to predict and may be beyond the company's control. If one or more of these risks or uncertainties materialize, or if underlying assumptions prove incorrect, actual results may vary materially from what the company anticipated, estimated, projected or expected. The key risk factors that may have a direct bearing on the forward-looking statements are described in the filings that the company makes with the Securities and Exchange Commission. In light of these risks, uncertainties and assumptions, the events described in the forward-looking statements might not occur or might occur to a different extent or at a different time than as described. All forward-looking statements in this release are made as of the date hereof and the company undertakes no obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

- # # # -

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Transparency in Supply Chains Disclosure.
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TAB 6

Description of How Project is Located in more than one District

Tab 6

One Project in Three School Districts
Phillips 66 Company
Brazosport ISD, Columbia-Brazoria ISD and Sweeny ISD, Brazoria County, TX

As indicated in Tab 4 regarding a description of the project, the proposed project would build a propane manufacturing unit (Sweeny ISD), propane and normal butane storage facilities at the Clemens Terminal (Columbia-Brazoria ISD), a terminal to export propane, normal butane, and natural gasoline (heavier liquids from naphtha and gasoline) via ship or barge (Brazosport ISD) and the related infrastructure required to connect these facilities, all in Brazoria County. The estimated percentage in each district is:

Brazosport ISD	63%
Columbia-Brazoria ISD	19%
Sweeny ISD	18%

Attached is a form submitted by Phillips 66 Company's Regional Manager of State Government Affairs to the Texas Governor's office. He discussed the project with Mr. Larry McManus, with the Governor's office. The Governor's office is working with Phillips 66 to advance this project.

From: Cagnolatti, David A.
Sent: Friday, May 09, 2014 1:58 PM
To: Adair, Bob G
Subject: RE: NAICS Code for Freeport LPG Project 1

Attached is what we submitted to the Governor's Office. We used NAICS code 324110.

David A. Cagnolatti
Manager, State Government Relations
Phillips 66
Texas/Gulf Coast Region
(AL, AR, FL, GA, KY, LA, MS, NC, SC, TN, TX)
450 Laurel St., Suite 1410
Baton Rouge, LA 70801
Office (225) 344-3201
Mobile (225) 603-1999

Principal Contact Information

Name	David A. Cagnolatti	**Date**	February 20, 2014
Phone	225 344 3201; mobile 225 603 1999	**E-mail**	david.a.cagnolatti@p66.com
Role:	☐ Consultant ☑ Company Representative ☐ Community Representative		
Title	nment Relations, Texas and the Gulf Coast Region	**Company name**	Phillips 66 Company
Address	3010 Brianpark	**City, State, Zip**	Houston, TX 77042
Have you spoken to anyone in our office? If so with whom?			Yes, Larry McManus
Your role on behalf of the company:			Government Liaison

Notes:

As indicated on the press release we are emailing separately, Phillips 66 Company has recently received approval from its board of directors to move forward with two separate projects: its Sweeny Fractionator One project and its Freeport Liquefied Petroleum Gas Export Terminal. Each of these projects are in different stages of development and each have their own time line until completion. However, due to the constraints of this form, the numbers in the following sections have been combined. We would appreciate receiving requested permits and other approvals as soon as the law or

Specific Project Information

Industry Description	Midstream Oil and Gas	**NAICS**	324110
Current Location	Houston, TX		

New TX employees projected by year: Yr 1: 15 Yr 2: 33 Yr 3: 14 Yr 4: Yrs 5-10: Total: 62

Job Type:

Professional: 20 % of workers Average wage 150,000

General: 80 % of workers Average wage 80,000

Ownership: ☑ Private ☐ Public

Est. Total Private Investment	$ $3.5 billion	**Is financing for entire project secured?**	◉ Yes ○ No
Immediate Parent Company	Phillips 66	**Ultimate Parent Company**	Phillips 66

Briefly describe type of assistance you are seeking:

Assistance in securing all necessary permits to progress both projects. By separate email, we are transmitting a list of the permits needed for the projects.

Select all that apply:

☐ Consolidation	☐ Expansion, new location	☑ Expansion, existing location
☐ Fabrication/Assembly	☐ Service Industry	☐ Relocation from
☐ Headquarters	☐ Start-up company	☐ Other

Geographic region of interest: Brazoria County Regions Map

Initial site visit expected	**Prelim decision date**	**Final decision date**

TAB 7

Description of Qualified Investment

Tab 7

Description of Qualified Investment
Phillips 66 Company
Brazosport ISD, Brazoria County, TX

All cost indicated on this application would be qualified investment as defined by §313.021(1) of the Texas Property Tax Code. The description is the same as Qualified Property in Tab 8.

TAB 8

Description of Qualified Property

Tab 8

Description and Qualified Property
Phillips 66 Company
Brazosport ISD, Brazoria County, TX

The proposed export terminal in this application would be at Port Freeport. Improvements and personal property listed below applies the definition to Section 1.04(3)(A) (mostly "fixtures" to real property) and personal property.

Liquefied petroleum gas refrigeration
Loading facilities for ships and barges
Pollution control equipment
Tanks – one 550,000 barrels capacity propane tank and three 150,000 barrels capacity natural gasoline tanks
Control room with amenities for operators – ~2,500 square feet
2 pipelines connecting the project from Clemens to Freeport
1 pipeline connecting the project from Sweeny Refinery to Freeport
Computer equipment
Emergency response
Instrumentation
Lab Equipment

Additional property for this project includes inter-related storage facilities near Clemens (Columbia-Brazoria ISD), propane manufacturing unit (Sweeny ISD plus fractionator on previous application 286) close to the Sweeny Refinery and related pipelines between Sweeny and Freeport.

The above description (combined with the same tab for Columbia-Brazoria ISD and Sweeny ISD) is similar to Schedule E (improvements) and Schedule I (personal property) in the Chapter 312 applications to Brazoria County.

TAB 9

Description of Land

Property ID: RE051781/001

IN THE JOHN G. MCNEEL SURVEY, A-335 AND S. F. AUSTIN SURVEY, A-28 Freeport Terminal Fee 1781 A & B TRACT 1: All that certain tract or parcel of land lying and being situated in the John G. McNeel Survey, Abstract No. 335 and the S. F. Austin Survey, Abstract No. 28 in Brazoria County, Texas, and containing 108.72 acres of land, said tract of land being more particularly described as follows: with Grid Bearings and Geodetic distances as determined by Suggs and Akers, licensed State Land Surveyors, Freeport, Texas:

BEGINNING at the West corner (said corner being marked by a Four Inch by Four Inch Concrete Monument) of the 108.72 acre tract herein described, Texas Plane Coordinates, South Central Zone, x3,168,778.35; y 417,343.22, said beginning point bears South 47° 24’ 58” East 168.09 feet, along the common line between said McNeel and Austin Surveys, and South 58° 13’ 38” West 2049.27 feet from a 6 inch iron pipe filled with concrete, which said pipe marks the most Westerly Southwest corner of the S. F. Austin Survey, Abstract No. 28;

THENCE North 58° 13’ 38” East with the Northwest line of the 108.72 acre tract herein described, at 2049.27 feet pass the common line between the John G. NcNeel Survey, Abstract No. 335 and the S. F. Austin Survey, Abstract No. 28, at 3548.31 feet pass the South right-of-way line of a 60 foot county road, at 3630.35 feet pass the North right-of-way line of said county road, at 4263.55 feet pass the Southwest right-of-way line of the H. & B. V. Railroad, at 4313.98 feet pass the center line of said H. & B. V. Railroad at 4364.41 feet pass the Northeast right-of-way line of said H. & B. V. Railroad, a total distance of 5016.19 feet in all to the East corner of the 108.72 acre tract herein described, said East corner being at the water's edge of the Freeport Harbor;

THENCE with the meanders of the water's edge of said Freeport Harbor to the Southeast corner of the 108.72 acre tract herein described:
South 8° 39’ 41” West 216.98 feet,
South 1° 39’ 09” West 217.54 feet,
South 6° 57’ 40” East 144.89 feet,
South 21° 28’ 56” East 228.06 feet,
South 20° 45’ 25” East 149.84 feet and
South 28° 17’ 51” East 150.39 feet to the Southeast corner of the 108.72 acre tract herein described, said corner being in the Northeast line of Alamo Refining Company's 35.66 acre tract;

THENCE South 58° 13’ 35” West with the said Northeast line of Alamo Refining Company's 35.66 acre tract, at 120.28 feet pass the Northeast right-of-way line of the H. & B. V. Railroad at 170.71 feet pass the centerline of said H. & B. V. Railroad, at 184.83 feet pass the Southwest right-of-way line of said H. & B. V. Railroad at 185.84 feet pass the Northeast right- of-way line of a 60 foot county road, at 246.36 feet pass the Southwest right-of-way line of said 60 foot county road, a total distance of 620.00 feet to a 4 inch by 4 inch concrete monument 18 inches below surface marking a corner of Alamo Refining Company's 35.66 acre tract;

THENCE North 74° 47’ 25” West 656.38 feet with the North Line of Alamo Refining Company's 35.66 acre tract to a 4 inch by 4 inch concrete monument for corner;

THENCE South 15° 13’ 05” West 703.85 feet with the West line of said 35.66 acre tract to a 4 inch by 4 inch concrete monument for corner;

THENCE South 31° 46’ 55” East 469.92 feet along the Southwest line of said 35.66 acre tract to a four inch by four inch concrete monument for corner;

THENCE South 72° 48’ 33” West, at 638.96 feet pass the common line between the John G. NcNeel Survey, Abstract No. 335 and the S. F. Austin Survey, Abstract No. 28, a total distance of 3134.95 feet to a four inch by four inch concrete monument for corner;

THENCE North 31° 46’ 25” West 680.72 feet with the West line of the 108.72 acre tract herein described, to the place of BEGINNING.

The above described tract contains in all 108.72 acres of land, **SAVE AND EXCEPT** the H. & B. V. Railroad right-of-way containing 2.14 acres of land, leaving a net total of 106.58 acres of land, being 49.67 acres out of the McNeel Survey, Abstract No. 335, and 56.91 acres out of the Austin Survey, Abstract No. 28,

SAID H. & B. V. Railroad right-of-way being described as follows:

BEGINNING at a point in the Northwest line of the above described 108.72 acre tract and the Southwest right-of-way line of the H.& B.V. Railroad, said point bears North 58° 13’ 38” East 4263.55 feet from the West corner of the above-described108.72 acre tract;

THENCE North 58° 13’ 38” East with the Northwest line of the above-described 108.72 acre tract, at 50.43 feet pass center-line of said H. & B. V. Railroad, a total distance of 100.86 feet to the Northeast right-of-way line of said H.& B.V. Railroad;

THENCE South 39° 16’ 28” East 1008.44 feet with the Northeast right-of-way line of said H.& B.V. Railroad to a point in the Northeast line of Alamo Refining Company's 35.66 acre tract;

THENCE South 58° 13’ 35” West with said Northeast line at 50.43 feet pass the center line of said H.& B.V. Railroad a total distance of 64.55 feet to a point in the Southwest right-of-way line of said H.& B.V. Railroad;

THENCE North 39° 16’ 28” West 192.98 feet with said Southwest right-of-way line to a point for corner;
THENCE North 74° 46’ 28” West 62.00 feet to a point for corner;
THENCE North 39° 16’ 28” West 769.72 feet with the Southwest right-of-way line to the place of BEGINNING. The above-described H. & B. V. Railroad right-of-way contains 2.14 acres of land.

SAVING AND EXCEPTING from said above described tract a tract containing a net area of 5.7185 acres heretofore conveyed by Phillips Oil Company to Phillips Petroleum Company, said 5.7185 acre tract being described as follows: Beginning at a point within the Stephen F. Austin 1/3 League (Ab. 28); which point lies on the property line between the Phillips Petroleum Company and the Freeport Sulphur Company 477.19 feet North 60° 01' East (North 58° 13' 38" East Lambert Grid S. Co Zone) of the intersection of the north right-of-way line of the County Road to the Sulphur Dock with the said boundary line between Phillips Petroleum Company and Freeport Sulphur Company;

Thence South 7° 0' East for a distance of 600.96 feet, crossing the center line of the Houston and Brazos Valley Railroad at 350.12 feet;

Thence South 43° 05’ East for a distance of 461.10 feet to a point on the west or right bank of the Brazos River;

Thence traversing upstream or in a northerly direction along the right bank of the Brazos River as follows; North 26° 31' West for a distance of 38.58 feet; North 18° 59' West for a distance of 149.84 feet; North 19° 43' West for a distance of 228.06 feet; North 5° 12' West for a distance of 144.89 feet; North 3° 25' East for a distance of 217.54 feet; North 10° 26' East for a distance of 216.98 feet; South 60° 01' West for a distance of 907.36 feet,

Thence along Said boundary between the Phillips Petroleum Company and the Freeport Sulphur Company to the point of beginning, crossing the H. & B. V. Railroad center line of 702.21 feet. This parcel lies completely within the Stephen F. Austin 1/3 League and contains a net are of 5.7185 acres, after deducting the H. & B. V. Railroad right-of-way 100 feet wide by average of 258.20 feet long.

Property ID: RE051781/002

S. F. AUSTIN 1/3 LEAGUE, A-28, BEGINNING at a point in the northwesterly line of the 106.58 acre tract of land conveyed to Alamo Refining Company by Freeport Sulphur Company by deed dated October 21, 1948 and recorded in Vol. 440, page 184, of Brazoria County Deed Records, said point being located South 45° 38’ East 168.1 feet and North 60° 01’ East 742.85 feet from a six inch iron pipe filled with concrete, which said pipe marks the most westerly southwest corner of the S.F. Austin One-Third League Survey, Abstract No. 28;

THENCE North 60° 01’ East 1316.7 feet along said northwesterly line;

THENCE North 73° West 398.3 feet;

THENCE in a westerly direction 501.0 feet along a curve to the left with a radius of 4700 feet and a central angle of 6° 06’ 25” to a point for corner;

THENCE South 17° West 936.0 feet to the point of BEGINNING, containing 9.83 acres of land.

Property ID: RE051781/003

A 4.51 acre tract or parcel of land out of the S. F. Austin 1/3 League, A-28, in Brazoria County, Texas, same being over and across Phillips Petroleum Company's Freeport Terminal property, and being more particularly described as follows:

Commencing at a 6-inch iron pipe marking the most westerly southwest corner of the said S. F. Austin League, A-28, near Freeport, Brazoria County, Texas;

Thence South 45° 38' East, along the southwest line of said Survey, 168.09 feet to a point on the northwest line of a 108.72 acre tract of land conveyed by Freeport Sulphur Company to Alamo Refining Company by deed dated October 21, 1948, of record in Volume 440, Page 184 of the Deed Records of Brazoria County, Texas;

Thence North 60° 01' East, along the northwest line of said 108.72acre tract, a distance of 742.85 feet to the southwest corner of a 9.83 acre tract of land conveyed by Freeport Sulphur Company to Phillips Petroleum Company by deed dated March 31, 1952, of record in Volume 536, Page 399 of the Deed Records of said Brazoria County;

Thence North 17° 00' East, along the west line of said 9.83 acre tract, a distance of 446.05 feet to a southwest corner of that certain 2.46 acre tract of land conveyed by Phillips Petroleum Company to Houston and Brazos Valley Railway Company (predecessor in title to Missouri Pacific Railroad Company) by deed dated June 19, 1953, of record in Volume 568, Page 311 of the Deed Records of said Brazoria County, said corner being the POINT OF BEGINNING of the tract of land herein described;

Thence North 17° 00' East, along a westerly line of said 2.46 acre tract, a distance of 60.97 feet to the northwest corner thereof;

Thence South 83° 14' East, along the northerly line of said2.46 acre tract, a distance of 1076.05 feet to the point of curve of a curve to the right;

Thence southeastwardly, along said curve to the right having a radius of 1175.93 feet and a central angle of 24° 29' 38", an arc distance of 502.71 feet to the most southwesterly corner of that certain 1.20 acre tract of land described in deed from the said Houston and Brazos Valley Railway Company to Phillips Petroleum Company, dated June 19, 1953, of record in Volume 568, Page 546 of the Deed Records of said Brazoria County;

Thence North 31° 15' 38" East, along a line of said 1.20 acre tract of land, 20.00 feet to a point for corner;

Thence southeastwardly, along a southwesterly line of said 1.20 acre tract of land, along a curve to the right having a radius of 1195.93 feet and a central angle of 21° 15' 23" an arc distance of 443.68 feet to the southeasterly corner of said 1.20 acre tract of land, same being in the northeasterly line of that certain 21.88 acre tract of land conveyed by Freeport Terminal Company to the aforesaid Houston and Brazos Valley Railway Company by deed dated April 11, 1924, of record in Volume 201, Page170 of the Deed Records of said Brazoria County;

Thence South 37° 29' East, along the northeasterly line of said 21.88 acre tract of land, 94.2 feet to the point of curve of a curve to the left;

Thence southeastwardly, along said curve to the left, having a radius of 1860.00 feet and a central angle of 30° 28' 28", an arc distance of 989.29 feet to a point on the southeast line of an 11.83 acre tract of land conveyed by Freeport Sulphur Company to Alamo Refining Company by deed dated October 21, 1948, of record in Volume 440, Page 184 of the Deed Records of said Brazoria County, said point being the most southerly northwest corner of that certain 11.709 acre tract of land described in deed from Missouri Pacific Railroad Company to Freeport Sulphur Company, dated October 24, 1969;

Thence southwestwardly, along the most westerly line of said11.709 acre tract, common with the southeast line of said 11.83 acre tract, a distance of 80 feet, more or less, to a point for corner, same being the most southerly corner of said 11.709 acre tract, and being in the southwesterly line of the aforesaid 21.88 acre tract;

Thence in a northwesterly direction, along the southwesterly line of said 21.88 acre tract, on a curve to the right having a radius of 1924.00 feet and a central angle of 29° 00' 08", an arc distance of 973.90 feet to the point of tangent of said curve;

Thence continuing along the southwesterly line of said 21.88 acre tract, North 37° 29' West, a distance of 94.2 feet to the most easterly corner of Grantor's aforesaid 2.46 acre tract;

Thence South 52° 31' West, along the southwesterly line of said 2.46 acre tract, a distance of 1.00 feet to a point for corner;

Thence North 46° 49' West, along the southwesterly line of said 2.46 acre tract, a distance of 183.40 feet to the point of curve of a curve to the left;

Thence continuing along the southwesterly line of said 2.46 acre tract, along a curve to the left having a radius of 1115.93 feet and a central angle of 36° 24' 59", an arc distance of 709.27 feet to the point of tangent of said curve;

Thence continuing along the southwesterly line of said 2.46 acre tract, North 83° 14' West a distance of 1086.71 feet, more or less, to the point of beginning, containing 4.51 acres, more or less.

Property ID: RE052676/000 – Tract 10

All of that certain tract or parcel of land lying and being situated in the S.F. Austin Survey, Abstract 28, in Brazoria County, Texas, and containing 35 acres of land, said tract of land being more particularly described by metes and bounds as follows, to-wit:

BEGINNING at a stake which marks the south or southwest corner of the tract herein described, said stake being 2037.2 feet South 45° 38’ East and 481.2 feet North 60° East from the most westerly southwest of the S.F. Austin 1/3 League, Abstract 28;

THENCE North 30° West along the southwest line of the tract herein described a distance of 800 feet to stake for corner;

THENCE North 17° East along the West line of the tract herein described a distance of 704 feet to stake for corner, being the west corner of the tract herein described; said stake being located 200 feet South 17° West and 2443.5 feet South 73° East from the southeast corner of the Freeport Townsite Company tract;

THENCE South 73° East along the north line of the tract herein described a distance of 656.5 feet to a stake for corner;

THENCE North 60° East along the north or northwest line of the tract herein described, at a distance of 375.8 feet cross the southwest right-of-way line of a 60 foot County road; at 436.4 feet cross the southwest right-of-way line of the H&BV Railroad Company right-of-way, being also the northeast line of a County road; at a distance of 450.5 feet cross the center line of the track of the H&BV Railroad as constructed on the ground; at a distance of 500.9 feet cross the northeast right-of-way of the said railroad, said point being 50 feet at right angles from the center line of said track; at a distance of 637.3 feet pass an iron pipe on the high bank of the Old Brazos River; in all a distance of 647 feet to a stake at the water’s edge of the said Old Brazos River which marks the northeast corner of the tract herein described;

THENCE southeasterly along the water’s edge at the west bank of said Old Brazos River following its meanders to a stake at the water’s edge which marks the southeast corner of the tract herein described; said stake being 800 feet from and at right angles to the north or northwest line of the herein described tract, said line having a direction of North 60° East;

THENCE South 60° West along the southeast line of the tract herein described, same being 800

feet at right angles from and parallel to the north or northwest line above referred to which course is North 60° East; at 10 feet pass an iron pipe on the high bank of said Old Brazos River; at 129 feet cross the north or northeast right-of-way line of the H&BV Railroad, said point being 50 feet from and at right angles to its center line as now constructed upon the ground; at a distance of 184 feet cross the center line of a track of the said H&BV Railroad as constructed upon the ground; at a distance 200 feet cross the south or southwest right-of-way line of the H&BV Railroad right-of-way, said point being 14 feet from and at right angles to center line of the track of the H&BV Railroad as constructed upon the ground, said point being also the northeast right-of-way line of a 60 foot County road; at a distance of 266.5 feet cross the southwest right-of-way line of the said County road, in all a distance of 1813.6 feet to the PLACE OF BEGINNING;

SAVE & EXCEPT the H&BV Railroad right-of-way, which is 64 feet in width, leaving a net total acreage of 35 acres of land; the said H&BV Railroad right-of-way being described in instrument recorded in Volume 201, Page 170, Brazoria County Deed Records, to which reference is hereby made, being the same tract of 35 acres of land described in the certain Judgment on Declaration of Taking dated June 22, 1942, and filed in Civil Action Number 171, United States of America vs. 35 acres of land situated in S.F. Austin Survey, Brazoria County, Texas, and Freeport Sulphur Company, in the District Court of the United States for the Southern District of Texas, Galveston Division, said Judgment on Declaration of Taking being also filed for record in Volume 362, Page 117, of the Deed Records of Brazoria County, Texas, to which reference is here made for all purposes.

TAB 10

Description of all Property Not Eligible to Become Qualified Property

Tab 10
Information on Property Not Eligble to Become Qualified Property
Phillips 66 Company

Existing Freeport Terminal Improvements:

Property ID	Assessor Account	Description	Legal Description	2015 Value
566301	0335-0030-001	14.181 Acres Land	A0335 J G MCNEEL, TRACT 1V-1W1-4C1, ACRES 14.181	1,673,690
268791	8800-4202-000	General Buildings, Receiving, Shipping, Storage, & Service Facilities	IMPROVEMENTS ONLY FREEPORT TERMINAL 28 S F AUSTIN	2,807,310
				4,481,000

TAB 11

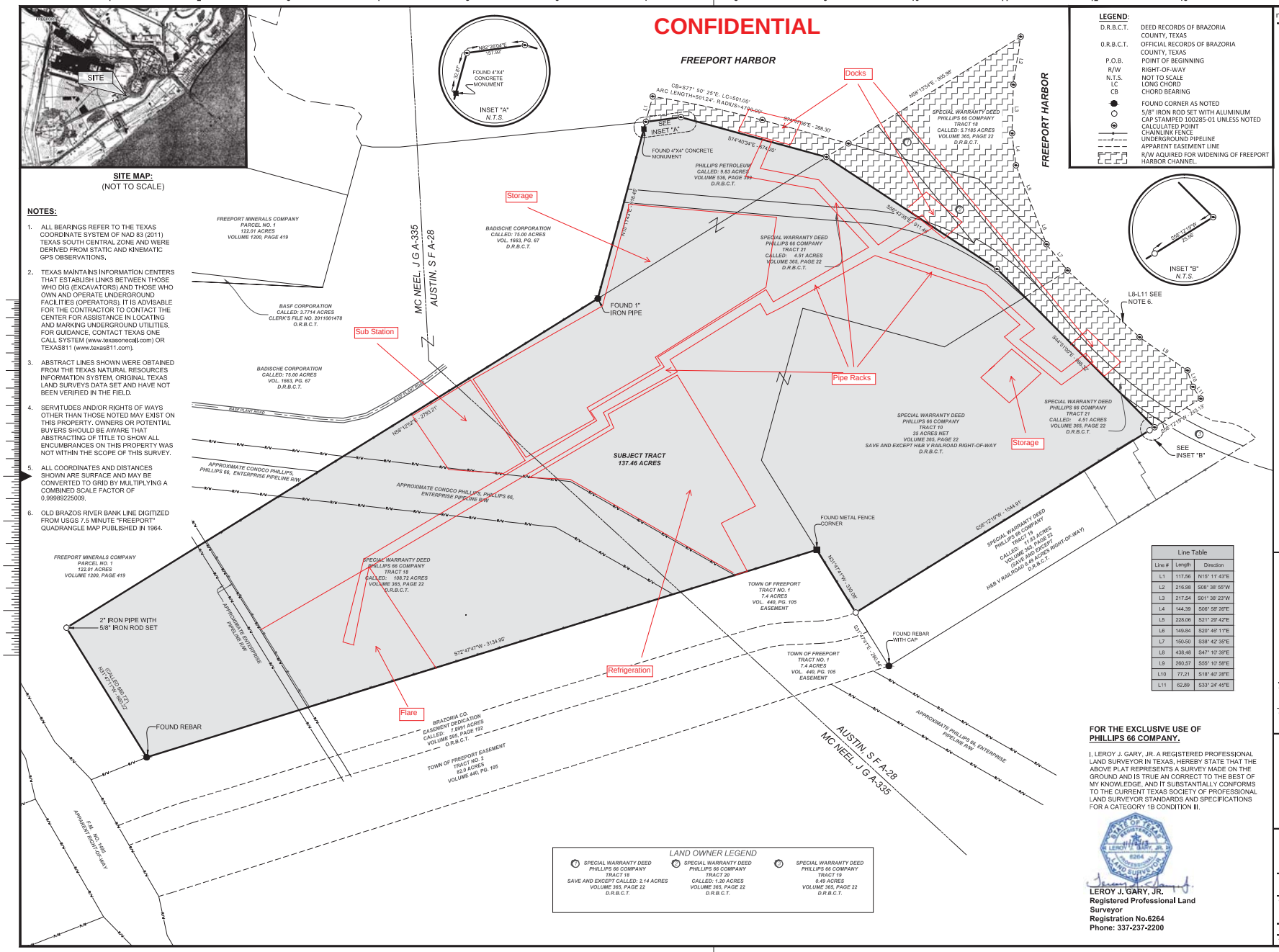
Maps

CONFIDENTIAL

SITE MAP:
(NOT TO SCALE)

NOTES:

1. ALL BEARINGS REFER TO THE TEXAS COORDINATE SYSTEM OF NAD 83 (2011) TEXAS SOUTH CENTRAL ZONE AND WERE DERIVED FROM STATIC AND KINEMATIC GPS OBSERVATIONS.
2. TEXAS MAINTAINS INFORMATION CENTERS THAT ESTABLISH LINKS BETWEEN THOSE WHO DIG (EXCAVATORS) AND THOSE WHO OWN AND OPERATE UNDERGROUND FACILITIES (OPERATORS). IT IS ADVISABLE FOR THE CONTRACTOR TO CONTACT THE CENTER FOR ASSISTANCE IN LOCATING AND MARKING UNDERGROUND UTILITIES. FOR GUIDANCE, CONTACT TEXAS ONE CALL SYSTEM (www.texasonecall.com) OR TEXAS811 (www.texas811.com).
3. ABSTRACT LINES SHOWN WERE OBTAINED FROM THE TEXAS NATURAL RESOURCES INFORMATION SYSTEM, ORIGINAL TEXAS LAND SURVEYS DATA SET AND HAVE NOT BEEN VERIFIED IN THE FIELD.
4. SERVITUDES AND/OR RIGHTS OF WAYS OTHER THAN THOSE NOTED MAY EXIST ON THIS PROPERTY. OWNERS OR POTENTIAL BUYERS SHOULD BE AWARE THAT ABSTRACTING OF TITLE TO SHOW ALL ENCUMBRANCES ON THIS PROPERTY WAS NOT WITHIN THE SCOPE OF THIS SURVEY.
5. ALL COORDINATES AND DISTANCES SHOWN ARE SURFACE AND MAY BE CONVERTED TO GRID BY MULTIPLYING A COMBINED SCALE FACTOR OF 0.99989225009.
6. OLD BRAZOS RIVER BANK LINE DIGITIZED FROM USGS 7.5 MINUTE "FREEPORT" QUADRANGLE MAP PUBLISHED IN 1964.



LEGEND:

D.R.B.C.T.	DEED RECORDS OF BRAZORIA COUNTY, TEXAS
O.R.B.C.T.	OFFICIAL RECORDS OF BRAZORIA COUNTY, TEXAS
P.O.B.	POINT OF BEGINNING
R/W	RIGHT-OF-WAY
N.T.S.	NOT TO SCALE
LC	LONG CHORD
CB	CHORD BEARING
●	FOUND CORNER AS NOTED
○	5/8" IRON ROD SET WITH ALUMINUM CAP STAMPED 100285-01 UNLESS NOTED
⊙	CALCULATED POINT
	CHAINLINK FENCE
	UNDERGROUND PIPELINE
	APPARENT EASEMENT LINE
	R/W AQUIRED FOR WIDENING OF FREEPORT HARBOR CHANNEL.

Line Table

Line #	Length	Direction
L1	117.56	N15° 11' 43"E
L2	216.98	S08° 38' 55"W
L3	217.54	S01° 38' 23"W
L4	144.39	S06° 58' 26"E
L5	228.06	S21° 29' 42"E
L6	149.84	S20° 46' 11"E
L7	150.50	S38° 42' 35"E
L8	438.48	S47° 10' 39"E
L9	260.57	S55° 10' 58"E
L10	77.21	S18° 40' 28"E
L11	62.89	S33° 24' 45"E

FOR THE EXCLUSIVE USE OF PHILLIPS 66 COMPANY.

I, LEROY J. GARY, JR. A REGISTERED PROFESSIONAL LAND SURVEYOR IN TEXAS, HEREBY STATE THAT THE ABOVE PLAT REPRESENTS A SURVEY MADE ON THE GROUND AND IS TRUE AN CORRECT TO THE BEST OF MY KNOWLEDGE, AND IT SUBSTANTIALLY CONFORMS TO THE CURRENT TEXAS SOCIETY OF PROFESSIONAL LAND SURVEYOR STANDARDS AND SPECIFICATIONS FOR A CATEGORY 1B CONDITION III.

STATE OF TEXAS REGISTERED LEROY J. GARY, JR. 6264 PROFESSIONAL LAND SURVEYOR

LEROY J. GARY, JR.
Registered Professional Land Surveyor
Registration No.6264
Phone: 337-237-2200

no.	date	by	ckd	description

NORTH

0 200' 400'
SCALE IN FEET

FENSTERMAKER

135 REGENCY SQUARE
LAFAYETTE, LA. 70508
(337) 237-2200
FENSTERMAKER.COM
FIRM REGISTRATION
NUMBER 100285-01

date	detailed
11/12/13	BMD
designed	checked
	RBL

PHILLIPS 66

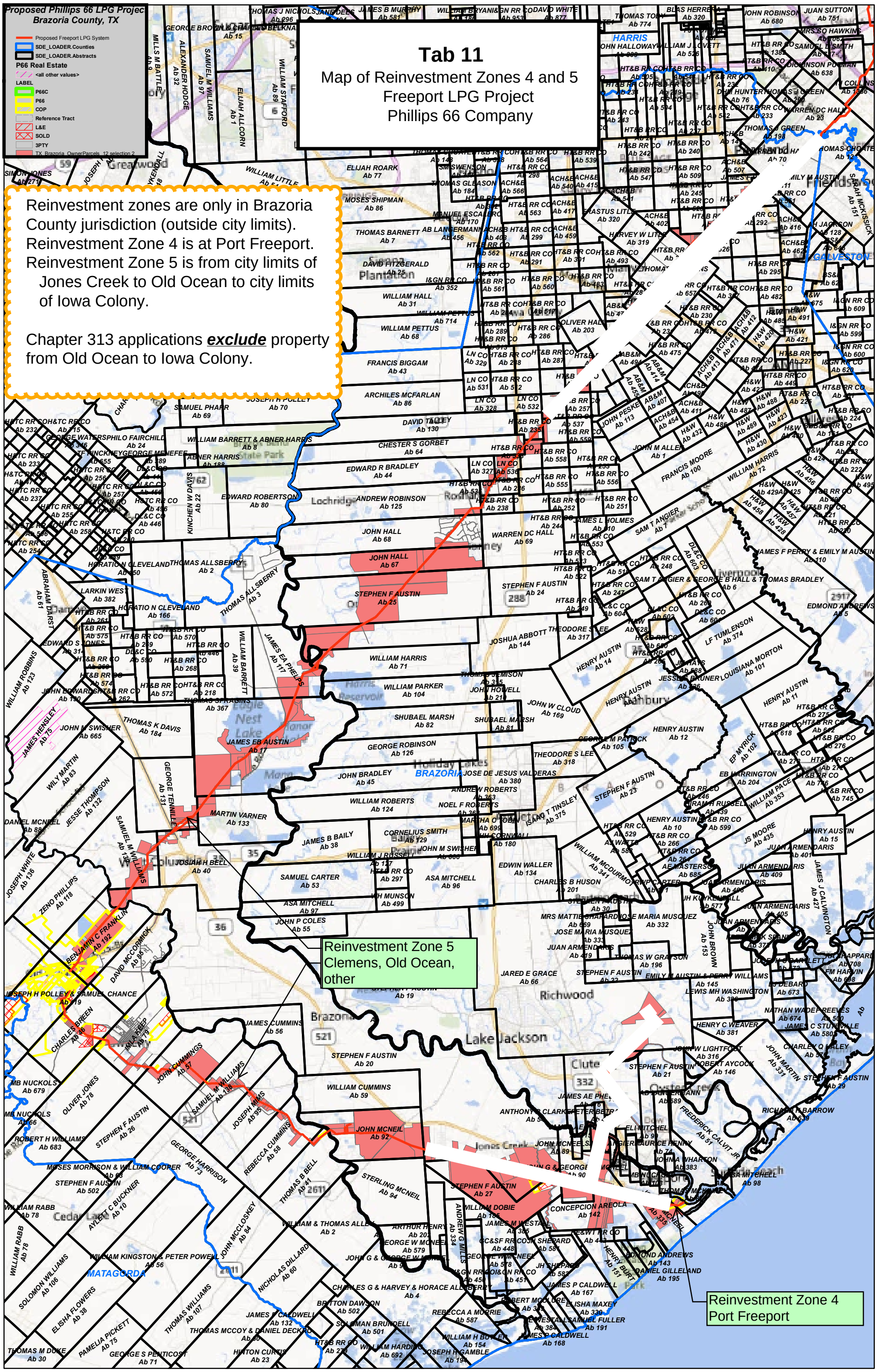
PHILLIPS 66 COMPANY
FINAL PLAT OF SURVEY
FREEPORT TERMINAL
BRAZORIA COUNTY, TEXAS

project	contract
74336	
drawing	rev.
1 –	0

sheet 1 of 1 sheets
file PHILLIPS66_PLAT(FINAL111213).dwg

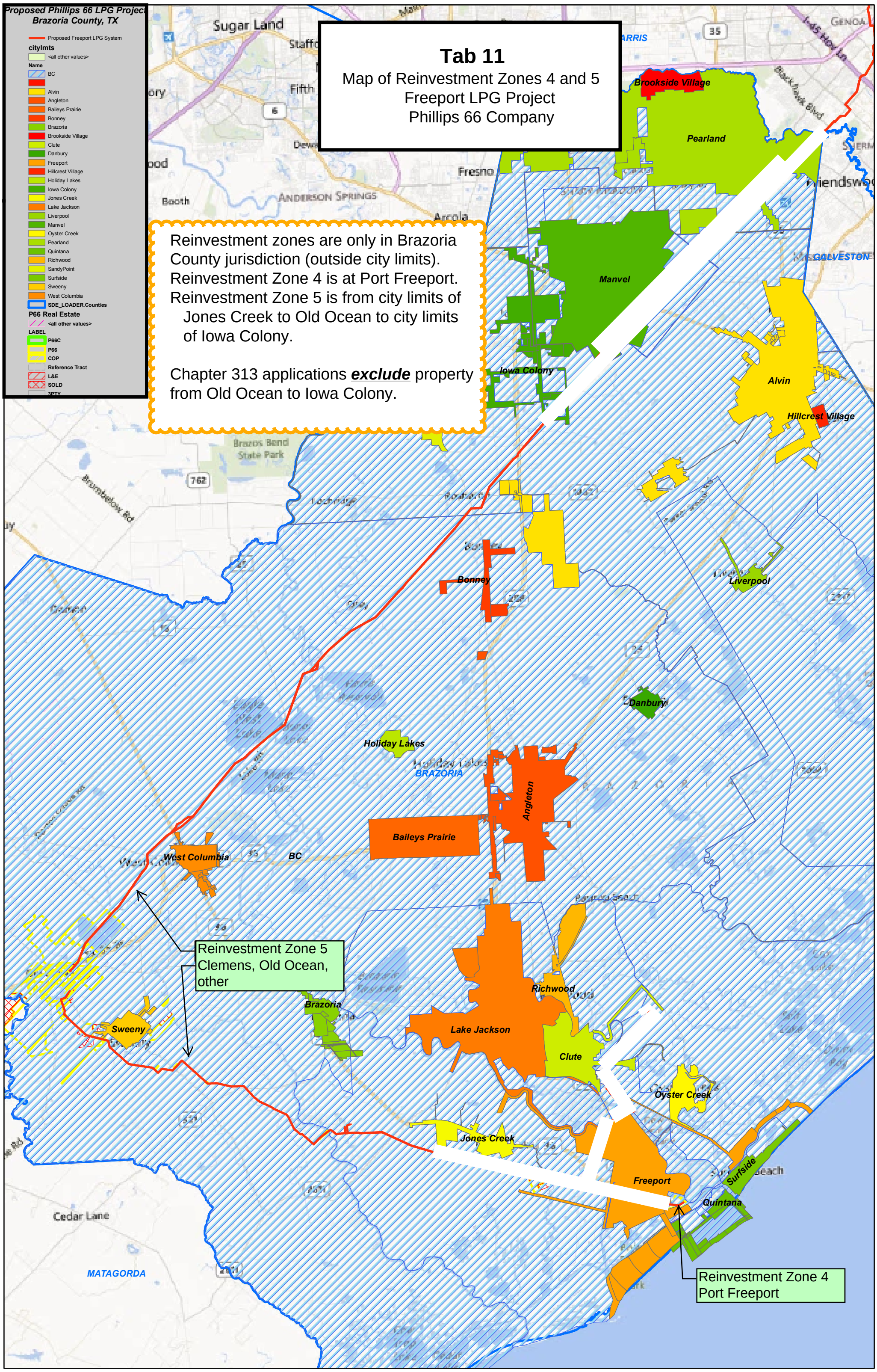
Tab 11

Map of Reinvestment Zones 4 and 5
Freeport LPG Project
Phillips 66 Company



Tab 11

Map of Reinvestment Zones 4 and 5
Freeport LPG Project
Phillips 66 Company



TAB 12

Request for Waiver of Job Creation Requirement and Supporting Information

Tab 12

Request for Waiver of Job Creation Requirement
Phillips 66 Company
Brazosport ISD, Brazoria County, TX

Not applicable.

TAB 13

Calculation of Three Possible Wage Requirements with TWC Documentation

Tab 13

Calculation of Wage Requirements

Phillips 66 Company

Year	Quarter	County	Industry	Avg Weekly Wages
2014	2	Brazoria	All Industries	$999
2014	3	Brazoria	All Industries	$1,002
2014	4	Brazoria	All Industries	$1,101
2015	1	Brazoria	All Industries	$1,135
			Mean Average	$1,059.25
			Chapter 313 Factor	110%
			Average Weekly x Factor	**$1,165.18**

Year	Quarter	County	Industry	Avg Weekly Wages
2015	1	Brazoria	Manufacturing	$2,399
2014	4	Brazoria	Manufacturing	$1,947
2014	3	Brazoria	Manufacturing	$1,842
2014	2	Brazoria	Manufacturing	$2,399
			Mean Average	$2,019.75
			Chapter 313 Factor	110%
			Average Weekly x Factor	**$2,221.73**

Year	Month	Region	Avg Annual Wages
2014	July	Houston Galveston Council of Government	$54,524
		Chapter 313 Factor	110%
		Estimated Minimum Required Annual Wage	**$59,976**
		Estimated Minimum Required Weekly Wage	**$1,153**

Source: Texas Workforce Commission TRACER database

Quarterly Employment and Wages (QCEW)

Back

I.CODETITLE

Page 1 of 1 (40 results/page)

Year	Period	Area	Ownership	Division	Level	Ind Code	Industry	Avg Weekly Wages
2014	1st Qtr	Brazoria County	Private	00	0	10	Total, All Industries	$1,1[illegible]
2014	2nd Qtr	Brazoria County	Private	00	0	10	Total, All Industries	$999
2014	3rd Qtr	Brazoria County	Private	00	0	10	Total, All Industries	$1,002
2014	4th Qtr	Brazoria County	Private	00	0	10	Total, All Industries	$1,101
2015	1st Qtr	Brazoria County	Private	00	0	10	Total, All Industries	$1,135
2015	1st Qtr	Brazoria County	Private	31	2	31-33	Manufacturing	$2,399
2014	4th Qtr	Brazoria County	Private	31	2	31-33	Manufacturing	$1,947
2014	3rd Qtr	Brazoria County	Private	31	2	31-33	Manufacturing	$1,842
2014	2nd Qtr	Brazoria County	Private	31	2	31-33	Manufacturing	$1,891
2014	1st Qtr	Brazoria County	Private	31	2	31-33	Manufacturing	$2,403

Restart Back Print Download

2014 Manufacturing Average Wages by Council of Government Region
Wages for All Occupations

COG	Wages Hourly	Wages Annual
Texas	**$24.18**	**$50,305**
1. Panhandle Regional Planning Commission	$21.07	$43,821
2. South Plains Association of Governments	$16.75	$34,834
3. NORTEX Regional Planning Commission	$20.23	$42,077
4. North Central Texas Council of Governments	$25.32	$52,672
5. Ark-Tex Council of Governments	$17.80	$37,017
6. East Texas Council of Governments	$19.87	$41,332
7. West Central Texas Council of Governments	$19.41	$40,365
8. Rio Grande Council of Governments	$17.82	$37,063
9. Permian Basin Regional Planning Commission	$23.65	$49,196
10. Concho Valley Council of Governments	$18.70	$38,886
11. Heart of Texas Council of Governments	$20.98	$43,636
12. Capital Area Council of Governments	$28.34	$58,937
13. Brazos Valley Council of Governments	$17.57	$36,547
14. Deep East Texas Council of Governments	$17.76	$36,939
15. South East Texas Regional Planning Commission	$29.21	$60,754
16. Houston-Galveston Area Council	$26.21	$54,524
17. Golden Crescent Regional Planning Commission	$23.31	$48,487
18. Alamo Area Council of Governments	$19.46	$40,477
19. South Texas Development Council	$13.91	$28,923
20. Coastal Bend Council of Governments	$25.12	$52,240
21. Lower Rio Grande Valley Development Council	$16.25	$33,808
22. Texoma Council of Governments	$20.51	$42,668
23. Central Texas Council of Governments	$18.02	$37,486
24. Middle Rio Grande Development Council	$20.02	$41,646

Source: Texas Occupational Employment and Wages
Data published: July 2015
Data published annually, next update will be July 31, 2016

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 and signed Economic Impact

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

Date July 9, 2014
Applicant Name Phillips 66 Company
ISD Name Brazosport

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 not 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)		Not eligible to become Qualified Property			[The only other investment made before filing complete application with district that may become Qualified Property is land.]	0
Investment made after filing complete application with district, but before final board approval of application				$0	$0	$0	$0	$0
Investment made after final board approval of application and before Jan. 1 of first complete tax year of qualifying time period		2015-2016	2015	$454,000,000	$118,000,000	$0		$572,000,000
		2016-2017	2016	$449,000,000	$19,000,000	$0	$0	$468,000,000
Complete tax years of qualifying time period	QTP1	2017-2018	2017	$260,000,000	$0	$0	$0	$260,000,000
	QTP2	2018-2019	2018		$0	$0	$0	$0
Total Investment through Qualifying Time Period [ENTER this row in Schedule A2]				$1,163,000,000	$137,000,000	$0	$0	$1,300,000,000
				Enter amounts from TOTAL row above in Schedule A2				
Total Qualified Investment (sum of green cells)				$1,300,000,000				

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.

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

Date July 9, 2014
Applicant Name Phillips 66 Company
ISD Name Brazosport

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 not become Qualified Property [SEE NOTE]	Other investment made during this year that will become Qualified Property {SEE NOTE]	**Total Investment** (A+B+C+D)
				Enter amounts from TOTAL row in Schedule A1 in the row below				
Total Investment from Schedule A1*	--	**TOTALS FROM SCHEDULE A1**		$1,163,000,000	$137,000,000	$0	$0	$1,300,000,000
Each year prior to start of value limitation period** *Insert as many rows as necessary*		2015-2016	2015					
	0	2016-2017	2016	On Schedule A1	$0	$0	$0	$0
Value limitation period***	1	2017-2018	2017	On Schedule A1	$0	$0	$0	$0
	2	2018-2019	2018	On Schedule A1	$0	$0	$0	$0
	3	2019-2020	2019	$0	$0	$0	$0	$0
	4	2020-2021	2020	$0	$0	$0	$0	$0
	5	2021-2022	2021	$0	$0	$0	$0	$0
	6	2022-2023	2022	$0	$0	$0	$0	$0
	7	2023-2024	2023	$0	$0	$0	$0	$0
	8	2024-2025	2024	$0	$0	$0	$0	$0
	9	2025-2026	2025	$0	$0	$0	$0	$0
	10	2026-2027	2026	$0	$0	$0	$0	$0
Total Investment made through limitation				$1,163,000,000	$137,000,000	$0	$0	$1,300,000,000
Continue to maintain viable presence	11	2027-2028	2027					
	12	2028-2029	2028					
	13	2029-2030	2029					
	14	2030-2031	2030					
	15	2031-2032	2031					
Additional years for 25 year economic impact as required by 313.026(c)(1)	16	2032-2033	2032					
	17	2033-2034	2033					
	18	2034-2035	2034					
	19	2035-2036	2035					
	20	2036-2037	2036					
	21	2037-2038	2037					
	22	2038-2039	2038					
	23	2039-2040	2039					
	24	2040-2041	2040					
	25	2041-2041	2041					

* 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 July 9, 2014

Applicant Name Phillips 66 Company

ISD Name Brazosport

Form 50-296A

Revised May 2014

				Qualified Property			Estimated Taxable Value		
	Year	School Year (YYYY-YYYY)	Tax Year (Fill in actual tax year) YYYY	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
Each year prior to start of Value Limitation Period *Insert as many rows as necessary*	0	2015-2016	2015						
	0	2016-2017	2016	0	100,000	162,400,000	142,500,000	142,500,000	142,500,000
Value Limitation Period	1	2017-2018	2017	0	400,000	1,234,600,000	1,083,100,000	1,083,100,000	30,000,000
	2	2018-2019	2018	0	400,000	1,169,600,000	1,026,100,000	1,026,100,000	30,000,000
	3	2019-2020	2019	0	400,000	1,104,600,000	969,100,000	969,100,000	30,000,000
	4	2020-2021	2020	0	400,000	1,039,600,000	912,100,000	912,100,000	30,000,000
	5	2021-2022	2021	0	400,000	974,700,000	855,200,000	855,200,000	30,000,000
	6	2022-2023	2022	0	300,000	909,700,000	798,100,000	798,100,000	30,000,000
	7	2023-2024	2023	0	300,000	844,700,000	741,100,000	741,100,000	30,000,000
	8	2024-2025	2024	0	300,000	779,700,000	684,100,000	684,100,000	30,000,000
	9	2025-2026	2025	0	300,000	714,800,000	627,100,000	627,100,000	30,000,000
	10	2026-2027	2026	0	300,000	649,800,000	570,100,000	570,100,000	30,000,000
Continue to maintain viable presence	11	2027-2028	2027	0	300,000	584,800,000	513,100,000	513,100,000	513,100,000
	12	2028-2029	2028	0	200,000	519,800,000	456,000,000	456,000,000	456,000,000
	13	2029-2030	2029	0	200,000	455,480,000	399,600,000	399,600,000	399,600,000
	14	2030-2031	2030	0	200,000	389,900,000	342,100,000	342,100,000	342,100,000
	15	2031-2032	2031	0	200,000	324,900,000	285,100,000	285,100,000	285,100,000
Additional years for 25 year economic impact as required by 313.026(c)(1)	16	2032-2033	2032	0	200,000	259,900,000	228,100,000	228,100,000	228,100,000
	17	2033-2034	2033	0	100,000	259,900,000	228,000,000	228,000,000	228,000,000
	18	2034-2035	2034	0	100,000	259,900,000	228,000,000	228,000,000	228,000,000
	19	2035-2036	2035	0	100,000	259,900,000	228,000,000	228,000,000	228,000,000
	20	2036-2037	2036	0	100,000	259,900,000	228,000,000	228,000,000	228,000,000
	21	2037-2038	2037	0	100,000	259,900,000	228,000,000	228,000,000	228,000,000
	22	2038-2039	2038	0	100,000	259,900,000	228,000,000	228,000,000	228,000,000
	23	2039-2040	2039	0	100,000	259,900,000	228,000,000	228,000,000	228,000,000
	24	2040-2041	2040	0	100,000	259,900,000	228,000,000	228,000,000	228,000,000
	25	2041-2041	2041	0	100,000	259,900,000	228,000,000	228,000,000	228,000,000

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 July 9, 2014
Applicant Name Phillips 66 Company
ISD Name Brazosport

Form 50-296A
Revised May 2014

				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
Each year prior to start of Value Limitation Period *Insert as many rows as necessary*	0	2015-2016	2015	300 FTE	$82,700	0	0	0
	0	2016-2017	2016	500 FTE	$82,700	0	0	$0
Value Limitation Period *The qualifying time period could overlap the value limitation period.*	1	2017-2018	2017	0	0	0	12	$59,976
	2	2018-2019	2018	0	0	0	12	$59,976
	3	2019-2020	2019	0	0	0	12	$59,976
	4	2020-2021	2020	0	0	0	12	$59,976
	5	2021-2022	2021	0	0	0	12	$59,976
	6	2022-2023	2022	0	0	0	12	$59,976
	7	2023-2024	2023	0	0		12	$59,976
	8	2024-2025	2024	0	0	0	12	$59,976
	9	2025-2026	2025	0	0	0	12	$59,976
	10	2026-2027	2026	0	0	0	12	$59,976
Years Following Value Limitation Period	11 through 25	2027-2028 through 2041-2042	2027-2041	0	0	0	12	$59,976
						0		

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 July 9, 2014
Applicant Name Phillips 66 Company
ISD Name Brazosport

Form 50-296A
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: None	n/a	n/a	0	0	0
	City: None	n/a	n/a	0	0	0
	Other: None	n/a	n/a	0	0	0
Tax Code Chapter 312	County: Brazoria	2016	7 to 10 years	40,400,000	40,400,000	0
	City: None	n/a	n/a	0	0	0
	Other: Brazosport College	2016	7 to 10 years	22,700,000	22,700,000	0
	Other: Brazosport ISD	2016	7 to 10 years	70,600,000	70,600,000	0
	Other: Port Freeport	2016	7 to 10 years	3,600,000	3,600,000	0
	Other: Velasco Drainage District	2016	7 to 10 years	7,900,000	7,900,000	0
Local Government Code Chapters 380/381	County:	n/a	n/a	0	0	0
	City:	n/a	n/a	0	0	0
	Other:	n/a	n/a	0	0	0
Freeport Exemptions		n/a	n/a	0	0	0
Non-Annexation Agreements		n/a	n/a	0	0	0
Enterprise Zone/Project		n/a	n/a	0	0	0
Economic Development Corporation		n/a	n/a		0	
Texas Enterprise Fund		n/a	n/a		0	
Employee Recruitment		n/a	n/a		0	
Skills Development Fund		n/a	n/a		0	
Training Facility Space and Equipment		n/a	n/a		0	
Infrastructure Incentives		n/a	n/a		0	
Permitting Assistance		n/a	n/a		0	
Other:					0	
Other:					0	
Other:					0	
Other:					0	
			TOTAL	$145,200,000	$145,200,000	

Additional information on incentives for this project:

At the conclusion of the 10-year value limitation, beginning in 2025, we estimate that taxes will range from $13.18 million to $5.65 million over a fifteen (15) year period. This is an average of approximately $7.7 million per year from 2025 - 2040.

TAB 15

Economic Impact Analysis

From: Gary Basinger [mailto:garyb@eda-bc.com]
Sent: Tuesday, December 10, 2013 9:41 AM
To: SuzanneK@brazoria-county.com
Cc: Adair, Bob G
Subject: [EXTERNAL]RE: Phillips 66 Impact Analysis Summary

Suzanne,

The economic impact analyses summaries for Phillips 66's tax abatement applications A and B are attached.

We had some errors on the analyses, but the gentleman in Austin who developed the program was able to correct them.

Thanks.

Gary

Gary Basinger, CEcD
Vice-President, Existing Business
THE ALLIANCE
The Economic Development Alliance for Brazoria County
4005 Technology Drive, Suite 1010
Angleton, Texas 77515
(979) 848-0560
(979) 248-1490 Mobile
(979) 848-0403 Fax
www.eda-bc.com
garyb@eda-bc.com

Phillips 66
Application A

Project Summary:

- Construct a liquefied petroleum gas refrigeration & ship/barge loading facility at Port Freeport.
- $1.14 billion in new capital investment.
- 12 new direct jobs.
- Brazoria County Tax Abatement Request: 100% per year for 10 years.

Economic Impact Analysis Information:

Percentage of Property Taxes that May Be Abated	
Year	
1	100%
2	100%
3	100%
4	100%
5	100%
6	100%
7	100%
8	100%
9	100%
10	100%

Property Taxes that May be Abated Over the First Ten Years		
City:	Freeport	$0
County	Brazoria	$50,454,087
School district:	Brazosport ISD	$0
STD 1:	Brazosport Junior College	$27,756,393
STD 2:	Velasco Drainage District	$10,407,103
STD 3:	Port Freeport	$4,672,636
Total		$93,290,219

Net Benefits for Local Taxing Districts Over the First Ten Years				
		Benefits	Costs	Net Benefits
City:	Freeport	$4,873,739	$772,875	$4,100,864
County	Brazoria	$1,603,664	$55,844	$1,547,821
School district:	Brazosport ISD	$132,536,685	$120,293,334	$12,243,351
STD 1:	Brazosport Junior College	$105,492	$0	$105,492
STD 2:	Velasco Drainage District	$39,554	$0	$39,554
STD 3:	Port Freeport	$17,759	$0	$17,759
Total		$139,176,893	$121,122,053	$18,054,840

Phillips 66
Application B

Project Summary:

- Construct a 100,000 barrels per day capacity export propane unit at Old Ocean, storage facilities at Clemens dome and related pipelines.
- $720 million in new capital investment.
- 12 new direct jobs.
- Brazoria County Tax Abatement Request: 100% per year for 10 years.

Economic Impact Analysis Information:

Percentage of Property Taxes that May Be Abated	
Year	
1	100%
2	100%
3	100%
4	100%
5	100%
6	100%
7	100%
8	100%
9	100%
10	100%

Property Taxes that May be Abated Over the First Ten Years		
City:	Sweeny	$0
County	Brazoria	$32,313,332
School district:	Sweeny ISD	$0
STD 1:	Sweeny Community Hospital	$30,867,369
STD 2:	Port Freeport	$2,955,368
Total		$66,136,069

Net Benefits for Local Taxing Districts Over the First Ten Years				
		Benefits	Costs	Net Benefits
City:	Sweeny	$4,860,663	$428,993	$4,431,670
County	Brazoria	$1,338,179	$53,357	$1,284,822
School district:	Sweeny ISD	$81,732,789	$74,357,227	$7,375,562
STD 1:	Sweeny Community Hospital	$185,484	$0	$185,484
STD 2:	Port Freeport	$17,759	$0	$17,759
Total		$88,134,874	$74,839,577	$13,295,297

TAB 16

Description of Reinvestment Zone or Enterprise Zone

Date: 12/23/2013

THE SPECIAL COMMISSIONERS COURT SESSION OF BRAZORIA COUNTY, TEXAS

ORDER NO. VII.B.1.c.

RE: Grant Phillips 66 Company tax abatement and variance on application Nos 4 and 5:

That the application Nos. 4 and 5 for tax abatement of Phillips 66 Company attached hereto be granted in accordance with the Guidelines and Criteria for Granting Tax Abatement in two Reinvestment Zones created in Brazoria County; that the subject locations described in the attached application be designated a reinvestment zone for tax abatement purposes in accordance with the guidelines and criteria of Brazoria County and applicable law; that a variance be granted from the provision of Section 2(g) of the Brazoria County Guidelines and Criteria for granting tax abatement to allow the duration of the tax abatements to be 10 years; and at 100% abatement of eligible properties; and further that the County Judge is authorized to execute two tax abatement agreements with PHILLIPS 66 COMPANY in accordance with the guidelines and criteria.

GUIDELINES AND CRITERIA FOR GRANTING TAX ABATEMENT IN A REINVESTMENT ZONE CREATED IN BRAZORIA COUNTY

WHEREAS, the creation, retention and diversification of job opportunities that bring new wealth are among the highest civic priority; and

WHEREAS, the purpose of tax abatement is to provide an incentive offered by the tax-payers, i.e. citizens of Brazoria County, to attract investments, that lead to better quality of life and better services. The wealth created by these enterprises leads to more service and retail businesses, which in addition to improving quality of life, increases the tax base. In summary, by giving incentive in terms of tax abatement, the citizens agree to give up short term tax benefits, for long term benefits; and

WHEREAS, new jobs, investment and industrial diversification will benefit the area economy, provide needed opportunities, strengthen the real estate market and generate tax revenue to support local services; and

WHEREAS, the communities within Brazoria County must compete with other localities across the nation currently offering tax inducements to attract new plant and modernization projects; and

WHEREAS, any tax incentives offered in Brazoria County would reduce needed tax revenue unless strictly limited in application to those new and existing industries that bring new wealth to the community; and

WHEREAS, the abatement of property taxes, when offered to attract capital investment and primary jobs in industries which bring in money from outside a community instead of merely recirculating dollars within a community, has been shown to be an effective method of enhancing and diversifying an area of economy; and

WHEREAS, Texas law requires any eligible taxing jurisdiction to establish Guidelines and Criteria as to eligibility for tax abatement agreements prior to granting of any future tax abatement, and said Guidelines and Criteria to be unchanged for a two year period unless amended by a three-quarters vote;

Now, therefore, be it resolved that Brazoria County does hereby adop these Guidelines and Criteria for granting tax abatement in reinvestment zones in Brazoria County.

DEFINITIONS Section 1

(a) "Abatement" means the full or partial exemption from ad valorem taxes on certain real property in a reinvestment zone designated by Brazoria County for economic development purposes.

(b) “Abatement Period” means the period during which all or a portion of the value of real property or tangible personal property that is the subject of a tax abatement agreement is exempt from taxation.

(c) “Abated Facility Site” (or “proposed abated facility site”) means the tract(s) or area of land underlying the proposed improvements to be abated.

(d) "Agreement" means a contractual agreement between a property owner and/or lessee and Brazoria County for the purpose of tax abatement.

(e) "Base year value" means the assessed value of eligible property January 1 preceding the execution of the agreement plus the agreed upon value of eligible property improvements made after January 1 but before the execution of the agreement.

(f) "Brazoria County Vendor and Services" means a company that employs Brazoria County residents and pays Brazoria County taxes.

(g) "Deferred maintenance" means the improvements necessary for continued operations which do not improve productivity or alter the process technology.

(h) "Distribution Center Facility" means buildings and structures, including machinery and equipment, used or to be used primarily to receive, store, service, or distribute goods or materials owned by the facility operator where seventy percent (70%) of the goods or services are distributed outside of Brazoria County.

(i) "Economic Development" means participation in or support of an organized program or entity which for the purpose of its mission, engages in activities designed to encourage employment opportunities development/commercial and manufacturing business/industry to locate and/or expand in Brazoria County, thus expanding and diversifying the tax base as well as increasing the economic strength and stability of Brazoria County.

(j) "Eligible jurisdiction" means Brazoria County and any municipality or other local taxing jurisdictions eligible to abate taxes according to Texas law, the majority of which is located in Brazoria County that levies ad valorem taxes upon and provides services to reinvestment zone designated by Brazoria County.

(k) “Employee” for the purposes of the economic qualifications of Section 2(h)(2) of these Guidelines and Criteria shall include all persons directly employed by the owner of the planned improvement at the abated facility site/reinvestment zone together with any independent contractor or employee of independent contractors employed on a full-time (40 hours per week equivalent) basis at the facility site/reinvestment zone continuously for the duration of the abatement agreement**.**

(l) “Existing facility” is the facility described in Section 2 (a) that will be expanded or modernized and which contains the proposed improvements to be abated. A manufacturing or processing unit or units of a larger plant complex that separately comprise a manufacturing or production sub-unit of the larger plant shall be considered the existing facility for purposes of the Section 2 (h) (2) employment retention requirement (that the planned improvements cause the retention or prevention of loss of employment of 10 employees or 50% of the employees of the existing facility, whichever is greater). For example, if an existing facility has 100 employees, an expansion or modernization of all or part of that facility must result in the retention of at least 50 employees employed at or in connection with the expanded or modernized “existing facility” in order for the facility improvements to qualify for abatement.

(m) "Expansion" means the addition of buildings, structures, machinery or equipment for purposes of increasing production capacity.

(n) "Facility" means property improvements completed or in the process of construction which together comprise an integral whole.

(o) "Manufacturing Facility" means buildings and structures, including machinery and equipment, the primary purpose of which is or will be the manufacture of tangible goods or materials or the processing of such goods or materials by physical or chemical change.

(p) "Modernization" means the replacement and upgrading of existing facilities which increases the productive input or output, updates the technology or substantially lowers the unit cost of the operation. Modernization may result from the construction, alteration or installation of buildings, structures, fixed machinery or equipment. It shall not be for the purpose of reconditioning, refurbishing, or repairing.

(q) "New Facility" means a property previously undeveloped which is placed into service by means other than or in conjunction with expansion or modernization.

(r) "Other Basic Industry" means buildings and structures including fixed machinery and equipment not elsewhere described, used or to be used for the production of products or services which serve a market primarily outside Brazoria County.

(s) "Productive Life" means the number of years a property improvement is expected to be in service. After a cessation of production, the productive life of property improvements may be deemed to end, at County's election, on the date of cessation of production either upon (1) a determination by the County that it is unlikely the improvement(s) will be reactivated as an integral part of a producing facility, and/or (2) the expiration of eighteen (18) continuous or non-consecutive months of non-production in any twenty-four (24) month period following the date the property improvement(s) cease to be in active service as part of a facility operating in a producing capacity. Upon cessation of production and for calculation of the recapture amount of taxes, the "productive life" will be determined to begin on the effective date of the tax abatement as set forth in the Agreement.

(t) "Qualified Vendors and Services" means those vendors and services that meet the company's individual stated requirements, which can include but are not limited to: safety, financial condition, environmental record, quality or ability to perform.

(u) "Regional Entertainment Facility" means buildings and structures, including machinery and equipment, used or to be used to provide entertainment through the admission of the general public where seventy percent (70%) of users reside at least 50 miles from its location in Brazoria County.

(v) "Research Facility" means buildings and structures, including machinery and equipment, used or to be used primarily for research or experimentation to improve or develop new tangible goods or materials or to improve or develop the production processes thereto.

(w) "Regional Service Facility" means buildings and structures, including machinery and equipment, used or to be used to service goods where seventy percent (70%) of the goods being serviced originate outside of Brazoria County.

(x) "Tangible personal property" means tangible personal property classified as such under state law, but excludes inventory and/or supplies, ineligible property as defined herein, and tangible personal property that was located in the investment zone at any time before the period covered by the agreement with the County.

ABATEMENT AUTHORIZED Section 2

(a) Authorized Facility. A facility may be eligible for abatement if it is a: Manufacturing Facility, Research Facility, Distribution Center or Regional Service Facility, Regional Entertainment Facility, Other Basic Industry, or a facility that Commissioners Court determines would enhance job creation and the economic future of Brazoria County.

(b) Creation of New Value. Abatement may only be granted for the additional value of eligible property improvements made subsequent to and specified in an abatement agreement between Brazoria County and the real property owner, tangible personal property owner, leasehold interest, and/or lessee, subject to such limitations as Brazoria County may require.

(c) New and Existing Facilities. Abatement may be granted for new facilities and improvements to existing facilities for purposes of modernization or expansion.

(d) Eligible Property. Abatement may be extended to the value of buildings, structures, tangible personal property as defined in the Tax Code including fixed machinery and equipment, site improvements and related fixed improvements necessary to the operation and administration of the facility.

Tangible Personal Property: Abatement may be granted with the owner of tangible personal property located on real property in a reinvestment zone to exempt from taxation (1) all or a portion of the value of the real property, (2) all or a portion of the value of the tangible personal property located on the real property, or (3) all or a portion of the value of both.

An abatement may be granted with the owner of tangible personal property or an improvement located on tax-exempt real property that is located in a designated reinvestment zone to exempt all or a portion of the value of the tangible personal property or improvement located on the real property.

(e) Ineligible Property. The following type of property shall be fully taxable and ineligible for tax abatement: land, existing improvements, tangible personal property that the Brazoria County Appraisal District classifies as inventory or supplies, tools, furnishings, and other forms of movable personal property; vehicles, watercraft, aircraft, housing, hotel accommodations, retail facilities, deferred maintenance investments, property to be rented or leased except as provided in Section 2(f), tangible personal property located in the reinvestment zone prior to the effective date of the tax abatement agreement, real property with a productive life of less than 10 years, property owned or used by the State of Texas or its political subdivisions or by any organizations owned, operated or directed by a political subdivision of the State of Texas, or any other property for which abatement is not allowed by state law.

(f) Leased Facilities. Leasehold Interest: Abatement may be granted with the owner of a leasehold interest in tax-exempt real property located in a reinvestment zone designated to exempt all or a portion of the value of the leasehold interest in the real property.

Lessee Interest: Abatement may be granted with a lessee of taxable real property located in a reinvestment zone to exempt from taxation (1) all or a portion of the value of the fixtures, improvements, or other real property owned by the lessee and located on the property that is subject to the lease, (2) all or a portion of the value of tangible personal property owned by the lessee and located on the real property that is the subject of the lease, or (3) all or a portion of the value of both the fixtures, improvements, or other real property and the tangible personal property defined herein.

Leasehold Interest/Lessee shall be required to submit with its application a copy of the executed lease agreement between lessor/lessee demonstrating a minimum lease term double the abatement term granted.

(g) Value and Term of Abatement. Abatement shall be granted effective with the January 1 valuation date immediately following the date of the Commissioners Court Order granting the abatement and approving the abatement application. One hundred percent of the value (or such percentage of value that shall be set by Commissioners' Court order) of new eligible properties shall be abated for up to seven years or one-half (1/2) the productive life of the improvement whichever is less. The "productive life" will be calculated from the effective date of the tax abatement and the date the equipment ceased to be in service. The abatement may be extended through an initial agreement and a subsequent agreement may be required to comply with state law regarding the term of the reinvestment zone.

If it is determined that the abatement period would better benefit the County and the Applicant by deferring the commencement date beyond the January 1st following the Commissioners Court Order granting the abatement and approving the abatement application, the County may defer the commencement date of the abatement period to a future date certain. The deferral of the commencement date will not allow the duration of the abatement period to extend beyond seven (7) years. However, in no event shall the abatement begin later than the January 1 following the commencement of construction.

If a modernization project includes facility replacement, the abated value shall be the value of the new unit(s) less the value of the old unit(s).

New eligible properties must be in active service and operation as part of a facility operating in a producing capacity for a period equal to double the abatement period (*i.e.* seven year abatement, then in producing capacity for 14 years) in order to receive the full term of the abatement granted and not be subject to the term reduction and recapture/payment obligation provisions.

(h) Economic Qualification. In order to be eligible for designation as a reinvestment zone and to qualify for tax abatement the planned improvement:

(1) must be reasonably expected to increase and must actually increase the value of the property in the amount of $1 million or more;

(2) must create employment for at least 10 people on a full-time (40 hours per week equivalent) basis in Brazoria County for the duration of the abatement period at the abated facility site described in the tax abatement application; or alternatively, must retain and prevent the loss of employment of 10 employees or fifty percent (50%) of the existing number of employees, at the time of application, employed at or in connection with the existing facility containing the abated facility site described in the tax abatement application, whichever is greater, for the duration of the abatement period. The following is applicable to the employment retention/preventing loss of employment requirement:

a. "Existing facility" is the facility described in Section 2 (a) that will be expanded or modernized and which contains the proposed improvements to be abated. A manufacturing or processing unit or units of a larger plant complex that separately comprise a manufacturing or production sub-unit of the larger plant shall be

considered the existing facility for purposes of the Section 2(h)(2) employment retention requirement (that the planned improvements cause the retention or prevention of loss of employment of 10 employees or 50% of the employees of the existing facility, whichever is greater). For example, if a large plant complex has a sub-unit that produces chlorine and 100 employees are employed at or in connection with that unit, an expansion or modernization of all or part of that facility must result in the retention of at least 50 employees employed at or in connection with the expanded or modernized "existing facility" in order for the facility improvements to qualify for abatement.

b. Employees of a larger plant unit transferred or assigned to and employed at or in connection with a new sub-unit containing the planned improvements, constructed on undeveloped land constituting the proposed abated facility site/reinvestment zone shall be considered "created" employment for purposes of this sub-section.

The proposed number of employees to be employed at the abated facility as stated in the abatement application for the property that is the subject of the tax abatement agreement (including the projected creation or retention of employment) must be maintained for the duration of the abatement period at the abated facility site. For purposes of this sub-section, in order for a planned improvement to be considered as preventing the loss of employment or retaining employment, the abated facility/project must be necessary in order to retain or keep employment at levels as indicated in the application and in order to retain the proposed number of employees at the abated facility as indicated in the application. The owner/Applicant seeking to qualify on the basis of retention or preventing loss of employment must provide a detailed statement as an attachment to its application affirmatively representing compliance with this sub-section and explaining the necessity of this project to prevent loss of employment. Any variance from the requirements of this sub-section is subject to approval of Commissioners Court in accordance with the variance section of these Guidelines & Criteria.

(3) must be not expected to solely or primarily have the effect of transferring employment from one part of the county to another part of the county. A variance may be requested relative to this provision which approval shall be at the sole discretion of the County.

(4) must be necessary because capacity cannot be provided efficiently utilizing existing improved property;

Additionally, the owner of the project:

(5) must provide for and pay, at the time of filing an application for tax abatement, a non-refundable application fee of $1,000. A part of the application fee will be dedicated by Brazoria County to economic development programs authorized by Local Government Code, Section 381.004.

(6) must file a plan statement with application demonstrating willingness and planned efforts to use qualified Brazoria County vendors and services where applicable in the construction and operations of the facility. Brazoria County vendors and services must be competitive with non-county vendors and services regarding price, quality, safety, availability and ability perform. It is preferred that applicant seek qualified workers who are United States citizens and veterans and also legal residents prior to seeking workers from other countries.

(7) will annually, for the term of the abatement, contribute .000165 of the value reported in "Part IV Section F" of the abatement application (estimated value of abated improvements at the conclusion of the abatement period). Air carriers receiving abatement will contribute an amount equal to .000165 of the estimated value of the personal property of the air carrier indicated in its Application. Each project will contribute no more than $15,000 nor less than $1,000 annually to be used specifically to fund economic development in Brazoria County as authorized by Local Government Code, Section 381.004. The annual contribution shall be paid to Brazoria County through the County Auditor's Office on or before January 1 of each year of the tax abatement contract term.

(8) must not file with the Brazoria County Appraisal District a valuation or taxpayer protest or notice of protest pursuant to the Texas Property Tax Code during the abatement period legally protesting the valuation of the abated improvements of a manufacturing facility pursuant to an appraisal method that produces a valuation of improvements based on each improvement's value as a separate item of personal property rather than the improvements' value as integral fixtures of a producing manufacturing facility. An owner's legal protest the improvements' value pursuant to the Texas Property Tax Code must be based on and use accepted appraisal methods and techniques allowed by law (Texas Property Tax Code) and uniform standards of professional appraisal practice. The filing of a valuation protest or notice of protest contrary to this standard shall cause the tax abatement agreement to be subject to termination and recapture of all previously abated taxes.

(9) must not be a defendant in any litigation by the County seeking recovery or recapture of previously abated taxes.

(i) Taxability. From the execution of the abatement contract to the end of the agreement period, taxes shall be payable as follows:

(1) The value of ineligible property as provided in Section 2(e) shall be fully taxable;

(2) the base year value of existing eligible property as determined each year shall be fully taxable; and

(3) the additional value of new eligible property shall be taxable in the manner described in Section 2(g).

APPLICATION Section 3

(a) The Application for tax abatement may be obtained from the County Judge's Office or on the Brazoria County website at www.brazoria-county.com. Applicant may contact the Judge's Office at (979) 864-1200 or (281) 756-1200.

(b) Any present or potential owner of taxable property in Brazoria County may request the creation of a reinvestment zone and tax abatement by filing a tax abatement application with Brazoria County. The application shall be filed with the County Judge by providing twelve (12) copies or an electronic version and five (5) copies. The additional copies provided will be furnished to each member of Commissioners Court and the Tax Abatement Review Committee (TARC). After filing the application,

the Applicant shall provide an economic impact analysis report, in a format comparable to the Texas Governor's economic impact analysis report, to the County Judge's Office prior to the TARC meeting on the Applicant's tax abatement application.

(c) The application shall consist of a completed application form accompanied by: a general description of the proposed use and the general nature and extent of the modernization, expansion or new improvements which will be a part of the facility; a map and property description; a time schedule for undertaking and completing the planned improvements. In the case of modernizing, a statement of the assessed value of the facility, separately stated for real and personal property, shall be given for the tax year immediately preceding the application. The application form shall require such financial and other information as Brazoria County deems appropriate for evaluating the financial capacity and other factors of the Applicant. Applicant should not submit confidential information as part of the application. If doing so cannot be avoided, a general description in non-confidential terms should be included on the application, along with a sealed document containing the confidential information as an attachment and clearly marked "CONFIDENTIAL".

(d) Upon receipt of a completed application, the County Judge shall notify in writing the presiding officer of the legislative body of each eligible jurisdiction. Before acting upon the application, Brazoria County Commissioners' Court shall hold a public hearing at which interested parties shall be entitled to speak and present written materials for or against the approval of the tax abatement. The public hearing shall also afford the Applicant and the designated representative of any eligible jurisdiction opportunity to show cause why the abatement should or should not be granted. Notice of the public hearing shall be clearly identified on a Brazoria County notice to be posted at least 30 days prior to the hearing.

(e) After receipt of an application for creation of a reinvestment zone and application for abatement, the Tax Abatement Review Committee (TARC) shall prepare a feasibility study setting out the impact of the proposed reinvestment zone and tax abatement. The feasibility study shall include, but not be limited to, an estimate of the economic effect of the creation of the zone and the abatement of taxes and the benefit to the eligible jurisdiction and the property to be included in the zone. The economic impact analysis report provided by the Applicant shall be attached to the feasibility study and included as part of the feasibility study report.

(f) If upon written request for a legal opinion or interpretation from the Commissioners' Court or its members, the legal counsel for Brazoria County determines that the application does not appear to comply with the written language of the Guidelines and Criteria, a public hearing on said application if already set, shall be postponed for a period of at least thirty days from the scheduled date of public hearing to allow time for further review by the Commissioners' Court or any duly appointed review committee, or if an initial setting has not been made, the hearing on such application shall be set on the Commissioners' Court agenda no sooner than sixty (60) days from the time the Court enters an order to set the public hearing date.

The Applicant shall file a supplement or addendum to its application to show cause why the application should be approved and shall present reasons at the public hearing on the same.

Provided that any final decision or interpretation as to the intent and meaning or policy of any provision or its written language; any final decision as to whether or not an application complies or does not comply with the guidelines and criteria; and any final decision as to whether to grant or deny tax abatement shall be made by the Commissioners' Court at its sole discretion.

(g) Brazoria County shall not establish a reinvestment zone for the purpose of abatement if it finds that the request for the abatement was filed after the commencement of construction, alteration, or installation of improvements related to a proposed modernization, expansion or new facility.

(h) Variance. Requests for variance from the provisions of Subsections (a) (b) (e) (g), (h) (1), (h) (2) and/or (h) (3) of Section 2 may be made in written form to the County Judge with a copy forwarded to the TARC. Such requests shall include a complete description of the circumstances explaining why the Applicant should be granted a variance. Approval of a request requires a four-fifths (4/5) vote of the Commissioners Court.

(i) Special Variance: Air Carriers. A special variance from all applicable provisions of these guidelines and criteria, with the exception of Section 2 (h) (5) and (h) (7) may be granted allowing abatement or partial abatement of ad valorem taxes on the personal property of a certificated or non-certificated air carrier that owns or leases taxable real property in Brazoria County provided that the personal property has a value of at least $10,000,000. Approval of a request for this variance requires a three-fourth (3/4) vote of the Commissioners Court.

PUBLIC HEARING Section 4

(a) Neither a reinvestment zone nor abatement agreement shall be authorized if it is determined that:

(1) there would be a substantial adverse affect on the provision of government service or tax base;

(2) the Applicant has insufficient financial capacity;

(3) planned or potential use of the property would constitute hazard to public safety, health or morals; or,

(4) violation of other codes or laws.

AGREEMENT Section 5

(a) After approval, Brazoria County Commissioners' Court shall formally pass a resolution and execute an agreement with the Applicant as required which shall include:

(1) estimated value to be abated and the base year value;

(2) percent of value to be abated each year as provided in Section 2(g);

(3) the commencement date and the termination date of abatement;

(4) the proposed use of the facility; nature of construction, time schedule, map, property description and improvement list as provided in Application, Sections II and III;

(5) contractual obligations in the event of default, violation of terms or conditions, delinquent taxes, recapture, administration and assignment as provided in Sections 2(a), 2(f), 2(g), 2(h) 6, 7, and 8;

(6) size of investment and average number of jobs involved for the period of abatement; and

(7) provision that Applicant shall annually furnish information necessary for Brazoria County's evaluation of Applicant's compliance with the terms and conditions of the tax abatement agreement and these guidelines and criteria (in the form of an annual report/statement of compliance), together with an additional provision that Brazoria County may, at its election, request and obtain information from Applicant as is necessary for the County's evaluation of Applicant's compliance with the terms and conditions of the tax abatement agreement and these guidelines and criteria. See Attachment A.

(8) provision that, upon expiration of the tax abatement agreement, Applicant shall begin annually reporting the status of the abated improvements regarding active service and operation as part of a facility operating in a producing capacity. Reporting will be for the same amount of years as the tax abatement period (*i.e.* seven year abatement, then follow-up reporting for seven more years). See Attachment B.

(b) Such agreement shall be executed within sixty (60) days after the Applicant has forwarded all necessary information and documentation to Brazoria County.

RECAPTURE Section 6

(a) In the event the facility contemplated herein is completed and begins producing product or service, but the company fails to maintain the level of employment (including the projected creation or retention of employment) stated in the abatement application for the property that is the subject of the abatement agreement, the county may elect to: (1) Declare a default and terminate the abatement agreement without recapturing prior years' abated taxes; (2) Declare a default, terminate the agreement and order a recapture of all or part of the previous years' abated taxes; or (3) Set specific terms and conditions for the continuation of the abatement exemption for the duration of the term of the agreement under its present terms or alter the amount of the abatement for the remaining term of the agreement.

(b) Should Brazoria County determine that the company or individual is in default according to the terms and conditions of its agreement, Brazoria County shall notify the company or individual in writing at the address stated in the agreement and if such is not cured within sixty (60) days from the date of such notice ("Cure Period"), then the agreement may be terminated.

(c) In the event that the company or individual (1) allows its ad valorem taxes owed the County to become delinquent and fails to timely and properly follow the legal procedures for their protest and/or contest, or (2) violates any of the terms and conditions of the abatement agreement and fails to cure during the Cure Period, the agreement then may be terminated and all taxes previously abated by virtue of the agreement will be recaptured and paid within sixty (60) days of the termination.

(d) Failure to provide any requested statement or information pursuant to the provisions described in Section 5(a)(7) without just cause within sixty (60) days of the request for the information or the presentation of any false or misleading statement may, at the County's option, be construed as a default by the company

or individual and cause for immediate termination of the tax abatement agreement and recapture of all previously abated taxes, if after written notice of default, the company or individual has not cured such default prior to the expiration of thirty (30) days from such written notice. The Cure Period provisions of sub-sections (b) and (c) above are not applicable to a default and termination under this paragraph.

ADMINISTRATION Section 7

(a) The Chief Appraiser of the County shall annually determine an assessment of the real and personal property comprising the reinvestment zone. Each year, the company or individual receiving abatement shall furnish the assessor with such information as may be necessary for the abatement. Once value has been established, the Chief Appraiser shall notify the eligible jurisdictions which levies taxes on the amount of the assessment.

(b) The agreement shall stipulate that TARC of Brazoria County will have access to the reinvestment zone during the term of the abatement to inspect the facility to determine if the terms and conditions of the agreement are being met. All inspections will be made only after the giving of twenty-four (24) hours prior notice and will only be conducted in such a manner as to not unreasonably interfere with the construction and/or operation of the facility. All inspections will be made with one or more representatives of the company or individual and in accordance with their safety standards.

(c) Tax Abatement Review Committee:

The Commissioners' Court shall appoint a standing Tax Abatement Review Committee (TARC) for purposes of (i) reviewing the tax abatement application and preparing the feasibility study report required by Section 3(d) of these guidelines; (ii) conducting annual inspections and/or evaluations of the abated facilities to insure compliance with the terms/conditions of the tax abatement agreement.

(d) The Tax Abatement Review Committee shall be comprised of, but not limited to, a representative appointed by each Commissioners' Court member. The County Auditor, County Treasurer, District Attorney representative, and County Tax Assessor Collector shall serve as ex-officio members of the Committee to advise on abatement qualifications and procedures. The County Judge and the Commissioner of the Precinct in which a proposed abated facility will be located will serve on the Committee during the period when the Committee is preparing the feasibility study report and conducting the annual inspection and/or evaluation of the facility.

(e) Upon completion of construction, the owner of an abated facility must submit a written report/statement of compliance annually during the life of the abatement to the Brazoria County Commissioners' Court and the Tax Abatement Review Committee clearly detailing the status of the facility and how it is complying with the abatement guidelines. The Committee shall annually evaluate each abated facility and report possible violations to the contract and agreement to the Brazoria County Commissioners' Court. A form of annual report that may be used by the owner is attached as Attachment A to these Guidelines & Criteria, and the owner's annual report shall, at a minimum, contain the information shown in the Attachment A form.

(f) Upon expiration of the Tax Abatement term, the owner of the abated improvements must submit a written report/statement of compliance annually, beginning January 1 after the expiration of the tax abatement term, documenting that the abated improvements remain in active service and operation as

part of a facility operating in a producing capacity for an additional period equal to the abatement period granted and completed (*i.e.* seven year abatement, then in producing capacity for an additional 7 years after expiration of the tax abatement agreement) in order to receive the full term of the abatement granted and not be subject to the term reduction and recapture/payment obligation provisions. The Report shall be delivered to the County Judge. The Committee shall annually evaluate each abated facility and report possible violations to the contract and agreement to the Brazoria County Commissioners' Court. A form of annual report that may be used by the owner is attached as Attachment B to these Guidelines & Criteria, and the owner's annual report shall, at a minimum, contain the information shown in the Attachment B form.

(g) The County shall timely file with the Texas Department of Commerce and the Property Tax Division of the State Comptroller's office all information required by the Tax Code.

ASSIGNMENT Section 8

Abatement may be transferred and assigned by the holder to a new owner or lessee of the same facility upon the approval by resolution of Brazoria County subject to the financial capacity of the assignee and provided that all conditions and obligations in the abatement agreement are guaranteed by the execution of a new contractual agreement with Brazoria County. No assignment or transfer shall be approved if the new parties to the existing agreement, the new owner or new lessee are liable to Brazoria County or any eligible jurisdiction for delinquent taxes or other obligations. Approval shall not be unreasonably withheld.

PROVISIONS REGARDING CITY-INITIATED ABATEMENTS Section 9

(a) This section is applicable to tax abatement applications for property located in a reinvestment zone designated by a city and applications by Applicants who have previously entered into a tax abatement agreement with a city regarding that property.

(b) All provisions of these Guidelines & Criteria are applicable to city-initiated reinvestment zones and abated areas within a city's territorial limits unless otherwise stated herein or provided by law.

(c) An Applicant shall file a tax abatement application on the County's application form together with all attachments and statements described in the application instructions and in subsection (d) herein below.

(d) Upon receipt of a tax abatement application applicable to property within a city-designated reinvestment zone subject to a city's tax abatement agreement, the application shall be reviewed for approval as to (a) correct application form, (b) represented compliance with economic value estimates and employment criteria of Section 2(h) of the Guidelines & Criteria, (c) legal description requirements, (d) attachment of a correct copy of the city's ordinance designating the area as a reinvestment zone and granting abatement and (e) attachment of a correct copy of the fully executed tax abatement agreement between the city and the Applicant.

(e) After review (and subject to approval of the matters in (d) above), the public hearing on the tax abatement shall be scheduled at the Commissioners Court meeting that next follows the one at which the Order Setting Hearing Date is entered, unless otherwise ordered by Commissioners Court. If there are any compliance problems with the application (including any problems to be resolved or amendments to

the application to be made prior to the public hearing), the County Judge and Precinct Commissioners shall be advised of these compliance problems/matters to be resolved in a memo from the Civil Division-District Attorney's Office transmitting the Order Setting Hearing Date. No hearing shall be set on any application that fails to attach both the ordinance designating reinvestment zone and the copy of the fully executed tax abatement agreement between the city and the Applicant, or which is deficient as to application form or legal description. In such case the Applicant shall be informed of the necessity of attaching those documents or making necessary corrections, and there will be no further processing of the application until the same are received.

(f) The notice provisions of Section 3 (c) are not applicable to an application under this section.

(g) The percentage of property value abated and the term of abatement shall be the same as that stated in the city's tax abatement agreement unless otherwise specifically ordered in the Commissioners Court order granting abatement.

SUNSET PROVISION Section 10

(a) These Guidelines and Criteria are effective upon the date of their adoption and will remain in force for two years, at which time all reinvestment zones and tax abatement contracts created pursuant to its provisions will be reviewed by Brazoria County to determine whether the goals have been achieved. Based on that review, the Guidelines and Criteria will be modified, renewed or eliminated, provided that such actions shall not affect existing contracts or applications for tax abatement filed prior to the expiration of said Guidelines and Criteria. Applications for abatement filed prior to the expiration of the Guidelines and Criteria shall be governed by the provisions of these Guidelines and Criteria regardless of any subsequent modification or amendment.

(b) This policy is mutually exclusive of existing Industrial District Contracts and owners of real property in areas deserving of special attention as agreed by the eligible jurisdictions.

(c) These guidelines and policies for Tax Abatement shall be effective May 11, 2012, and shall remain in force until May 11, 2014, unless amended or superseded, modified, renewed, or eliminated by Commissioners' Court prior to that date.

ATTACHMENT A

(TO THE BRAZORIA COUNTY GUIDELINES & CRITERIA FOR GRANTING TAX ABATEMENT)
(***This form is located at www.brazoria-county.com)***

ANNUAL REPORT FORM

ANNUAL REPORT

PURSUANT TO SECTION 5(a)(7) AND 7(e) OF
THE BRAZORIA COUNTY GUIDELINES &
CRITERIA ON TAX ABATEMENT

RE: TAX ABATEMENT AGREEMENT

_____ (Company/Owner Name)

REINVESTMENT ZONE (RZ) NO. _____(Number of RZ, if applicable)

1. Commencement and/or completion date of the contemplated improvements described in the tax abatement agreement.

   Date of commencement of construction: _____

   Date of completion all contemplated improvements: _____

2. Number of permanent employees, contract employees and temporary contract employees currently employed by you at the tax abated facility location or construction site as of the date of this Report. (See definitions below).

   Permanent Employees: _____

   * Permanent Contract Employees _____
   (* List contract employees employed on a full-time, 40 hours per week equivalency basis and who are expected to be employed on a full-time basis for the duration of the abatement period. Do not include temporary contract employees.)

   **Temporary Contract Employees _____
   (**List temporary contract employees who are employed for a temporary period ending prior to expiration of the tax abatement term)

3. Status of construction of the contemplated improvements, percentage of construction completed and Owner's estimate of taxable value of constructed improvements on the date of the Report.

   Percentage of construction completed: _____

   Estimated value of Improvements: _____
   As of_____

4. Status of production of the completed facility and the productive service capacity of the improvements. (*only applicable to a completed facility that has previously commenced production*)

Is the abated facility currently producing the product or similar product described in the tax abatement agreement? **Check One** ( ) Yes or ( ) No

If the answer to the above question is "No", please state the date or time period when production ceased and attach a narrative explanation of the reason for cessation of production as Attachment B. _____

If production at this abated facility is shut down, please state the expected date or time period, if any, at which/during which you expect the facility to resume production operations. If you do not expect to resume production at this abated facility, please state "plant closed" in the blank space. _____

State your estimate of the expected productive life of the abated facility and its improvements as measured from the beginning date of production until the expected permanent cessation of production (*or in other words*, the total number of years, if any, that you expect the abated facility improvements to be in service as part of the operations of a producing facility, including in your total any previous years of production prior to the date of this report.) _____

5. Include a narrative of your use of Brazoria County vendors and services and attach the same as Attachment A to this Report.

Is the narrative on use of Brazoria County vendors and Services attached? **Check One** ( ) Yes or ( ) No

To the best of my knowledge, the above information and estimates are true and correct.

Owner: _____

By: _____

Printed Name:_____

Title/Position_____

Date: _____

ATTACHMENT

B

(TO THE BRAZORIA COUNTY GUIDELINES & CRITERIA FOR GRANTING TAX ABATEMENT)
(***This form is located at www.brazoria-county.com)***

REPORT FORM
After the initial term of the
Tax Abatement Agreement

PRODUCTIVE LIFE REPORT

TAX ABATEMENT TERM COMPLETED

PURSUANT TO SECTION 5(a)(8) AND 7(f) OF
THE BRAZORIA COUNTY GUIDELINES &
CRITERIA ON TAX ABATEMENT

RE: TAX ABATEMENT AGREEMENT

_____ (Company/Owner Name)

REINVESTMENT ZONE (RZ) NO. _____(Number of RZ, if applicable)

Effective Date of Tax Abatement:_____

1. Status of production of the completed facility and the productive service capacity of the improvements.

Is the abated facility currently producing the product or similar product described in the tax abatement agreement?	**Check One** ( ) Yes or ( ) No
If the answer to the above question is "No", please state the date or time period when production ceased and attach a narrative explanation of the reason for cessation of production as Attachment A.	_____
If production at this abated facility is shut down, please state the expected date or time period, if any, at which/during which you expect the facility to resume production operations. If you do not expect to resume production at this abated facility, please state "plant closed" in the blank space.	_____
State your estimate of the expected productive life of the abated facility and its improvements as measured from the beginning date of production until the expected permanent cessation of production (*or in other words*, the total number of years, if any, that you expect the abated facility improvements to be in service as part of the operations of a producing facility, including in your total any previous years of production prior to the date of this report.)	_____

To the best of my knowledge, the above information and estimates are true and correct.

Owner: _____

By: _____

Printed Name:_____

Title/Position_____

Date: _____

TAB 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 Danny Massey — Print Name *(Authorized School District Representative)*

Superintendent — Title

sign here Danny Massey — Signature *(Authorized School District Representative)*

8-25-15 — 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 Christina M. Hyden — Print Name *(Authorized Company Representative (Applicant))*

Advisor, Property Tax — Title

sign here Christina M. Hyden — Signature *(Authorized Company Representative (Applicant))*

8-25-15 — Date

Notary Public
State of Oklahoma
TERRY L. HICKS
WASHINGTON COUNTY
COMMISSION #01009703
Comm. Exp. 07-13-2017

(Notary Seal)

GIVEN under my hand and seal of office this, the

25th day of August, 2015

Terry L. Hicks

Notary Public in and for the State of ~~Texas~~ Oklahoma

My Commission expires: 7-13-17

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.

Superintendent

Advisor, Property Tax

Danny Massey

Christina M. Hyden