

V:

Please print Curt's email for the four Commissioners. Thanks, and I will get back with them closer to my return on what to tell Chuck and Curt.

LJ

----- Forwarded Message -----

Subject:RE: Panola County -- Enterprise Project (List of Initial Negotiation Issues)

Date: Wed, 24 Oct 2018 00:38:14 +0000

From: Tate, Curt <CTate@eprod.com>

To: 'Lee Ann Jones' <leeann.jones@co.panola.tx.us>

Dear Judge Jones,

I appreciate your response. I certainly wish you the best as you continue to work on your recovery.

I wanted to give you some additional information regarding the list of items that your counsel, Mr. Kimbrough, has asked us to consider in connection with the abatement application currently pending before the Panola Commissioners Court. Mr. Kimbrough's list is quite extensive and is far outside the course and scope of the standard abatement agreement that we have entered into for many Enterprise projects with multiple counties and cities. The list of items requested by Mr. Kimbrough is outside of our understanding and the scope of our initial discussions regarding the abatement. The items that he is requesting is simply too much for a project of this size to overcome. Typically items similar to what Mr. Kimbrough is asking for is associated to projects with very large capital investment and employment intensive projects. In order to salvage the abatement agreement, I am looking forward to opportunity to speak with you about our project.

Thank you and Have a nice evening.

Curt

-----Original Message-----

From: Lee Ann Jones <leeann.jones@co.panola.tx.us>

Sent: Tuesday, October 23, 2018 3:25 PM

To: Tate, Curt <CTate@eprod.com>; vicki.heinkel@co.panola.tx.us

Subject: Re: Panola County -- Enterprise Project (List of Initial Negotiation Issues)

Curt:

I will be out of the office three more weeks. Will get with you closer to then.

Lee Ann Jones



# CHAPTER 381 - TAX ABATEMENT - OPTION 1

## Proposed Gas Plant Ad Valorem Tax Estimate

TAXABLE PROPERTY	
Gas Plant	\$125,000,000
Exemptions	-\$6,875,000
<b>TOTAL</b>	<b>\$118,125,000</b>

Tax Rate	0.5822%
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Estimated Tax Calculations - 10 Year Chapter 381 Agreement							
Year	Tax Year	% Complete	Percent Good	Taxable Market Value	Estimated County Tax	Abatement % Plant Only	Pilot Payment
1	2019	15%	100.0%	17,718,750	103,159	-869.4%	\$1,000,000
2	2020	100%	98.0%	115,762,500	673,969	79.1%	\$141,054
3	2021	100%	96.0%	113,400,000	660,215	78.6%	\$141,054
4	2022	100%	94.0%	111,037,500	646,460	78.2%	\$141,054
5	2023	100%	92.0%	108,675,000	632,706	77.7%	\$141,054
6	2024	100%	90.0%	106,312,500	618,951	77.2%	\$141,054
7	2025	100%	88.0%	103,950,000	605,197	76.7%	\$141,054
8	2026	100%	86.0%	101,587,500	591,442	76.2%	\$141,054
9	2027	100%	84.0%	99,225,000	577,688	75.6%	\$141,054
10	2028	100%	82.0%	96,862,500	563,933	75.0%	\$141,054
<b>TOTAL</b>					<b>\$5,673,721</b>	<b>60.0%</b>	<b>\$2,269,488</b>

Effective Abatement	60.0%
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