

NOTICE OF PUBLIC HEARING

The Commissioners Court of Jack County, Texas will hold a public hearing to receive comments or questions of the public regarding the adoption of an order designating an area as Jack County Reinvestment Zone No. 7. At the hearing, interested persons are entitled to speak and present evidence for or against the designation. Said hearing will be held on Monday, July 8, 2013 at 9:30 a.m. in the County Courtroom, Room 207 located in the County Courthouse at 100 N. Main St.; Jacksboro, Texas.

The application for designation as a reinvestment zone is on file in the office of the County Clerk's Office and may be viewed Monday through Friday from 8:00 a.m. to 5:00 p.m. The reinvestment zone is described in said application in detail.

Handicapped persons needing assistance should contact the governmental office before the meeting.

Mitchell G. Davenport
County Judge
100 N. Main St., Ste. 206
Jacksboro, Texas 76458
940.567.2241

CUMMINGS WESTLAKE LLC

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

OVERNIGHT MAIL

June 19, 2013

The Honorable Mitchell G. Davenport
Jack County Judge
100 Main Street
Jacksboro, TX 76458

Dear Judge Davenport,

On behalf of our client Keechi Wind, LLC, a wholly owned subsidiary of Renewable Energy Systems (RES), please accept this application for tax abatement for the company's planned 120 megawatt wind energy project in Jack County known as the Keechi Wind Project. I would like to be on the June 24th Commissioners Court agenda to continue discussions with the Court about the project.

RES requests that Jack County Commissioners Court create a reinvestment zone encompassing the legal descriptions of land in the application. Creation of the reinvestment zone is required by Section 312.401 of the Property Tax Code before the county may enter into a tax abatement agreement.

Please note that the land descriptions have been change from what was submitted to the Court in my letter of June 3rd. The changes made were (1) to limit the size of the reinvestment zone by limiting the land in the CSL Henderson Survey, Abstract 257 to only the land lying west of Highway 1156 and (2) to limit the land in the Thomas Rives Survey, Abstract 505 to 147.9 acres. Limiting the land in the Thomas Rives Survey, Abstract 505 to the 147.9 acres ensures that none of this land is inside the city limits of the City of Jacksboro. I have confirmed this with maps provided by Jack County Appraisal District.

RES would like for Commissioners Court to schedule a public hearing for the creation of the reinvestment zone for one of its meetings in July. If Commissioners Court agrees to hold the required public hearing in July, the date of the public hearing would have to be published in the local newspaper seven days in advance of the public hearing and the county would have to advise all affected taxing units in writing of the county's intent to create a reinvestment zone seven days in advance of the public hearing.

I look forward to working with you and the county commissioners to reach agreement on tax abatement so that construction of the Keechi Wind energy project may begin. Tentative plans are to start construction of the project in late 2013 with completion in late 2014.

If you have questions or comments, I welcome your call at 713-266-4456 (office) or 281-433-9889 (cell).

Sincerely,

A handwritten signature in blue ink that reads "Dale Cummings". The signature is written in a cursive style with a large initial "D".

D. Dale Cummings

attachments

cc: Chad Horton, RES

JACK COUNTY
APPLICATION FOR PROPERTY TAX ABATEMENT
FOR
ECONOMIC DEVELOPMENT INCENTIVES

1. Property Owner

Name: Keechi Wind, LLC
Mailing Address: 9050 Capital of Texas Highway, Suite 390
Austin, TX 78759
Telephone: 512-338-8561
Fax: 512-708-1757
Email: chad.horton@res-americas.com

2. Project Sponsor (If different than property owner)

Name: RES-Americas, Inc.
Mailing address: Same as above
Telephone: 512-338-8561
Fax: 512-708-1757
Email: chad.horton@res-americas.com

3. Applicant's Representative:

Name: Dale Cummings, Cummings Westlake, LLC
Mailing address: 12837 Louetta Road, Suite 201
Cypress, TX 77429
Telephone: 713-266-4456 x1
Fax: 713-266-2333
Email: dcummings@cwlp.net

PROPERTY/PROJECT DESCRIPTION

[attach other supporting pages as desired]

4. Property Address

Legal Description (provide attachment by metes and bounds and map):

See attached legal description and map.

5. Located within which school district:

Bryson ISD -No (0%) - Jacksboro ISD - Yes (+/- 75%) - Perrin Whitt CISD -Yes (+/- 25%) -

6. Description of Project

The proposed Project is anticipated to have an estimated total capacity of up to 120 megawatts (MW), of which approximately 75%, or 90MW, will be located in Jacksboro ISD and approximately 25%, or 30MW will be located in Perrin-Whitt CISD. Final turbine decisions have not been made. Current plans are for Keechi Wind to use up to thirty (30) Siemens 113 3.0 MW turbines but this is subject to change depending upon turbine availability and ultimate project size.

Keechi Wind requests a tax abatement agreement for all materials and equipment installed for the Project, including, but not limited to, wind turbines, towers, foundations, roadways, buildings and offices, anemometer towers, collection systems, electrical substations, transmission lines and associated towers, and interconnection facilities.

Construction of the Project is anticipated to begin in the December 2013 with completion by December 31, 2014.

7. Date(s) projected for occupation of project/initiation of operations:

Commercial operations are expected to start January 1, 2015.

8. Employment Impact in the county:

- a. How many jobs will be created by the project? 4 permanent jobs
- b. What types of jobs will be created? Operations manager, turbine technicians, and administrative support
- c. What will be the total annual payroll? Estimated at \$166,000

9. Fiscal Impact in the county:

- a. What is the estimated 100% value of taxable property that will be added to the tax rolls by the project? The estimated 100% value of taxable property that would be added to the tax rolls is \$180 million for the 120MW project if the project was not abated. However, without a competitive tax abatement agreement with the county, the project will not be constructed.
- b. How will this project affect existing businesses in the county? The project will not negatively affect existing businesses in the county. The project will offer local county businesses the opportunity to provide goods and services needed to operate the project.
- c. What infrastructure construction will be required? Infrastructure required includes construction of roads, turbine foundations, electrical connector systems, and a transmission line to connect to an electrical substation. All planned infrastructure will be constructed on land held by lease or easements from private landowners.
- d. What will be the impact on existing county infrastructure? None.
- e. What is the total annual projected operating budget of this facility? Projected operating budget information is proprietary and confidential.

10. Community Impact

- a. What effect, if any, would the project have on the local housing market? None.
- b. What environmental impact will be created, if any, by the project? None.

11. Type and value of incentive requested of the County:

The company requests that Jack County enter into a six-year tax abatement agreement for the project with the following terms:

TAX ABATEMENT	
YEAR	ABATED PERCENTAGE
1	90%
2	90%
3	80%
4	70%
5	60%
6	40%

The term of the tax abatement agreement would begin January 1 after the delivery of notice from the Company has been completed or is near completion.

LEGAL DESCRIPTION OF KEECHI WIND, LLC REINVESTMENT ZONE

Approximately 147.9 acres out of the Thomas Rives Survey, Abstract 505 being more fully described as: Beginning in the Southwestern most corner of the Thomas Rives Survey, Abstract 505, said corner being shared with the Northwest corner of the TH West Survey, Abstract 1499, thence northeasterly along the west line of the Thomas Rives Survey, Abstract 505 a distance of 3,455', thence Southeasterly a distance of 1,600' thence South a distance of 3,238' to the South line of the Thomas Rives, Survey Abstract 505 being the North line of the W Hart Survey, Abstract 278, thence West along the southern survey line of the Thomas Rives Survey, Abstract 505 being the northern survey line of the W Hart Survey, Abstract 505 a distance of 2,209' to the point of beginning being approximately 147.9 acres.

That portion of the CSL Henderson Survey, Abstract 257 lying West of Highway 1156.

All of the following abstracts and surveys:

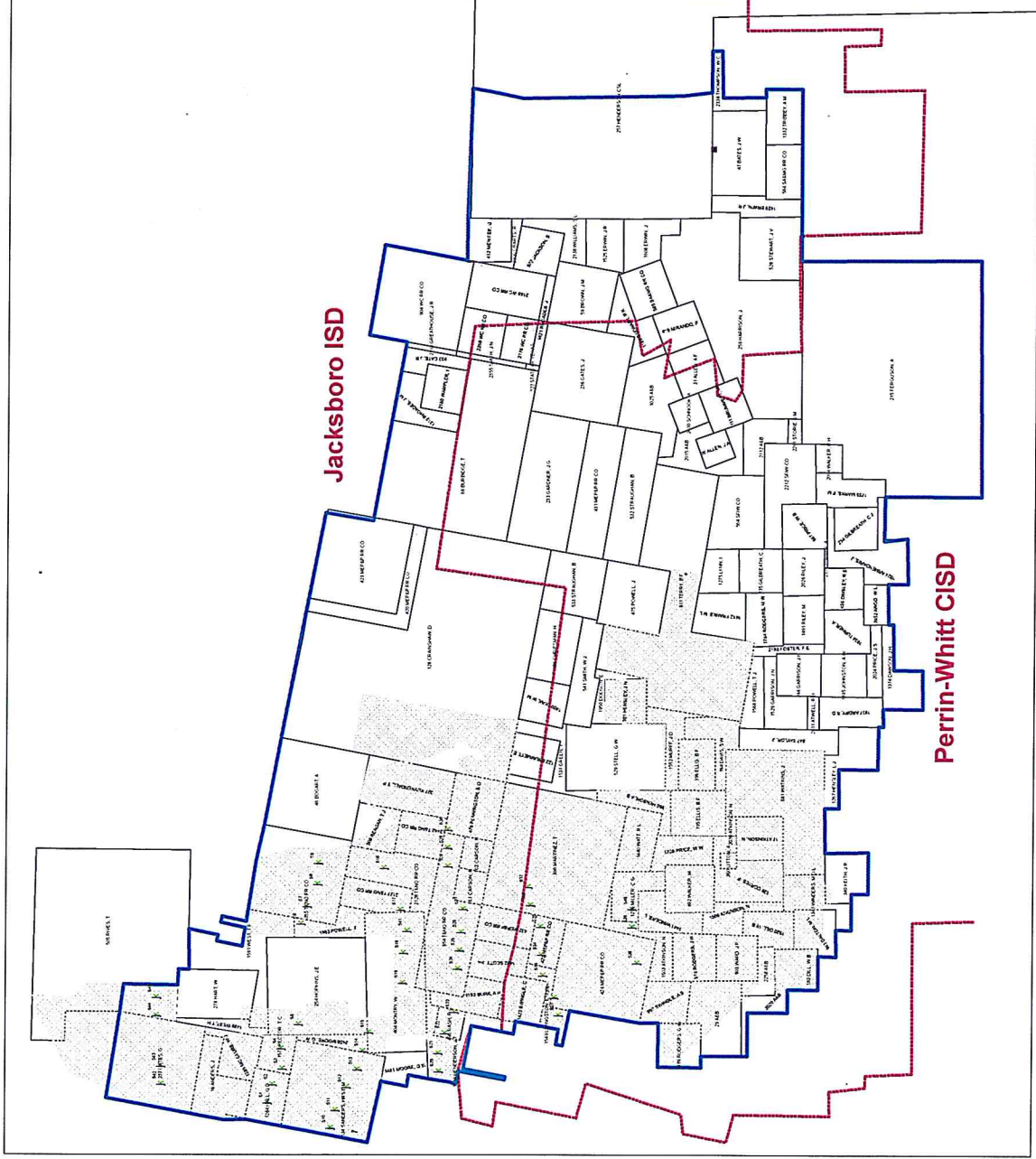
1024 J ARMENDARIES	162 R CARSON	2442 J POWELL(T&NO RR)	903 J P WARD
1025 ARNOLD & BARRETT	163 R CARSON	2458 G W MOORE	904 WASHINGTON C RR CO
111 W BRUMMETT	17 N ATKINSON	254 J E HOPKINS	933 J R CATE
1189 R K STEWART	1708 W PRICE	259 J HARRISON	943 M L DALTON
122 E BRUMMETT	1755 F M MARKS	278 WM HART	960 A B HENSON
1264 Q D HALL	1764 M W ROGERS	30 J A ALLEN	972 S JACKSON
1267 L I HENSLEY	184 G W DAVIS	301 J H HENSLEY	987 W B PRICE
1275 ISHAM LYNN	189 W B DILL	31 A F ALLEN	997 S A SWINGLE
128 D CRENSHAW	1934 A TURNER	327 T P KUYKENDALL	LT 1 BLK 43 J W BUCKNER AB 34

1285 W J MCCLURE	1937 R D ARDREY	360 A LITTON	46 BOGART, A
1286 H G MILLER	195 B F ELLIS	386 T MARTINEZ	1481 MOORE, G W
1312 J M RHOADES	1950 E D DODSON	404 WM MONTRY	22 STATE OF TEXAS
1332 A M TRIBBEY	196 B F ELLIS	412 C MENEFE	585 SA & MG RR CO
1343 M D L WINDERS	1983 J POWELL	419 F MIRANDO	340 KEITH, J R
1374 J H DAWSON	2015 J C JOHNSON	419 J MIRANDO	
139 F CORTES	2024 J S PRICE	420 MEP & P RR CO	
1395 A W JOHNSON	2026 J RILEY	422 MEP & PRR	
1400 W M LEEK	2030 N ATKINSON	423 MEP & PRR	
1421 J RHOADES	2031 R T ATWELL	424 MEP & PRR	
1423 G SWINGLE	2052 W L ARGO	431 M E P & PRR	
1440 R L WATT	2094 R H WALKER	432 MEP & PRR	
1441 L WINDERS	2127 T J POWELL(T&NO RR)	456 R OWSLEY	
1459 J R ERWIN	2128 J POWELL(T&NO RR)	47 J W BATES	
1489 G W ROGERS	2132 L M SINGLETON	475 J POWELL	
1491 M RILEY	2138 S A WILLIAMS	476 S PENNINGTON	
1492 J SCOTT	215 A FERGUSON	489 T ROBBINS	

1499 T F WEST	2169 S S PIERCE(W C RR)	496 R C RASH	
1503 N ATKINSON	2176 J N SMITH(W C RR)	2306 OBARTS, R	
1506 N ATKINSON	2180 I WAMPLER	509 T J REAGAN	
151 H CHRISMAN	2193 P E FOSTER	513 J W ROGERS	
1520 W DILL	2212 J D MULLINAX(SFIW CO)	528 J V STEWART	
1525 J R ERWIN	2258 J L SHOWN(A&B)	529 G W STELL	
1529 J M GARRISON	2260 J N SMITH(W C RR)	532 B B STRAUGHN	
1531 T GREEN	2261 J M STORIE	533 B B STRAUGHN	
1538 J T HENDERSON	2293 G R GREATHOUSE	534 E M SANDERS	
1549 E G LIVINGSTON	2294 G R GREATHOUSE	541 WM J SMITH	
1552 J D MURFF	23 A & BARRETT	564 SFIW CO	
1564 F PAYNE	233 J G GARDNER	584 SA & MG RR CO	
1568 T J POWELL	2338 W C THOMPSON	59 J M BROWN	
1572 T C RECTOR	234 C J GILBREATH	611 B F TERRY	
1591 T F WEST	235 C J GILBREATH	68 T BURBRIDGE	
1591 TP WEST	2355 J M SMITH	847 J TAYLOR	

1593 A H BURK	236 J GATES	854 T & N O R R CO	
16 J ANDERS	237 G GATES	855 T & N O R R CO	
16 J ANDERS GRAVEL PIT	2379 A TURNER	881 J WATKINS	
1608 J ERWIN	2400 A SCHOOK	892 M WALKER	
1612 M L FRANKS	244 J GARRISON	2020 A & B	

Keechi Creek Site Plan



Legend

Reinvestment Zone

□ Keechi Creek Reinvestment Zone

▨ Keechi Creek Project Boundary

— ISD Boundary

· Keechi Operations Building

· Keechi Substation

· Joplin Substation

