



## **ARP EXECUTIVE COMMITTEE AGENDA PACKAGE**

**February 13, 2020**

**9:15 a.m. [NOTE TIME] (or immediately  
following the Board of Directors Meeting)**

**Dial-in Info 877-668-4493 or 650-479-3208**

**Meeting Number 734 795 278#**

**Meeting Password: 8553**

### **Committee Members**

Howard McKinnon, Havana - Chairman

Lynne Tejeda, Key West – Vice Chairwoman

Jody Young, Bushnell

Lynne Mila, Clewiston

Fred Hilliard, Fort Meade

Paul Jakubczak, Fort Pierce

Robert Page, Green Cove Springs

Allen Putnam, Jacksonville Beach

Larry Mattern, Kissimmee

Brad Chase, Leesburg

Bill Conrad, Newberry

Mike Poucher, Ocala

Robert Milner, Starke

### **Meeting Location**

**Florida Municipal Power Agency**

**8553 Commodity Circle**

**Orlando, FL 32819**

**(407) 355-7767**



# MEMORANDUM

TO: FMPA Executive Committee  
 FROM: Jacob A. Williams, General Manager and CEO  
 DATE: February 4, 2020  
 RE: FMPA Executive Committee Meeting  
**Thursday, February 13, 2020 at 9:15 a.m. [NOTE TIME]**  
 (or immediately following the Board of Directors meeting)  
 PLACE: Florida Municipal Power Agency  
 8553 Commodity Circle, Orlando, FL 32819  
 Fredrick M. Bryant Board Room

**DIAL-IN: (877) 668-4493 or 650-479-3208, Meeting Number 734 795 278#  
 PASSWORD 8553**

**(If you have trouble connecting via phone or internet, call 407-355-7767)**

**Chairman Howard McKinnon, Presiding**

## AGENDA

<b>1. Call to Order, Roll Call, Declaration of Quorum .....</b>	<b>4</b>
<b>2. Set Agenda (by vote) .....</b>	<b>5</b>
<b>3. Recognition of Guests.....</b>	<b>6</b>
<b>4. Public Comments (Individual public comments limited to 3 minutes).....</b>	<b>7</b>
<b>5. Comments from the Chairman (Howard McKinnon).....</b>	<b>8</b>
<b>6. Report from the General Manager (Jacob Williams).....</b>	<b>9</b>
<b>7. Consent Agenda</b>	
<b>a. Approval of Meeting Minutes – Meeting Held January 16, 2020 and ARP Telephonic          Rate Workshops Held January 14, 2020 .....</b>	<b>11</b>
<b>b. Approval of Treasury Reports – As of December 31, 2019 .....</b>	<b>19</b>
<b>c. Approval of the Agency and All-Requirements Project Financials as of          December 31, 2019 .....</b>	<b>23</b>

**8. Action Items**

- a. Solar II Energy Exchange Agreement Between the ARP and Lake Worth Beach (Susan Schumann) .....25
- b. Approval of Solar Phase I Harmony Substation Cost Sharing (Chris Gowder).....40
- c. Approval of Solar Phase I Poinsett PPA Revisions \* (Chris Gowder).....52

**9. Information Items**

- a. Annual Debt Report \* (Ed Nunez) ..... 168

**10. Member Comments** ..... 187

**11. Adjournment**..... 188

**\*Item also on the Board of Directors Agenda.**

**\*\* Item(s) Subject to Super Majority Vote**

NOTE: One or more participants in the above referenced public meeting may participate by telephone. At the above location there will be a speaker telephone so that any interested person can attend this public meeting and be fully informed of the discussions taking place either in person or by telephone communication. If anyone chooses to appeal any decision that may be made at this public meeting, such person will need a record of the proceedings and should accordingly ensure that a verbatim record of the proceedings is made, which includes the oral statements and evidence upon which such appeal is based. This public meeting may be continued to a date and time certain, which will be announced at the meeting. Any person requiring a special accommodation to participate in this public meeting because of a disability, should contact FMPA at (407) 355-7767 or (888) 774-7606, at least two (2) business days in advance to make appropriate arrangements.

**AGENDA ITEM 1 – CALL TO ORDER,  
ROLL CALL, DECLARATION OF QUORUM**

**Executive Committee  
February 13, 2020**

**AGENDA ITEM 2 – SET AGENDA (By Vote)**

**Executive Committee  
February 13, 2020**

**AGENDA ITEM 3 – RECOGNITION OF  
GUESTS**

**Executive Committee  
February 13, 2020**

**AGENDA ITEM 4 –PUBLIC COMMENTS  
(INDIVIDUAL COMMENTS TO BE LIMITED  
TO 3 MINUTES)**

**Executive Committee  
February 13, 2020**

# **VERBAL REPORT**

**AGENDA ITEM 5 – COMMENTS FROM THE  
CHAIRMAN**

**Executive Committee  
February 13, 2020**



# **VERBAL REPORT**

**AGENDA ITEM 6 – REPORT FROM THE  
GENERAL MANAGER**

**Executive Committee  
February 13, 2020**

**AGENDA ITEM 7 – CONSENT AGENDA**

- a) Approval of Meeting Minutes – Meeting Held January 16, 2020 and ARP Telephonic Rate Workshops Held January 14, 2020**

**Executive Committee  
February 13, 2020**

**CLERKS DULY NOTIFIED ..... JANUARY 7, 2020**  
**AGENDA PACKAGES POSTED ..... JANUARY 7, 2020**

**MINUTES**  
**EXECUTIVE COMMITTEE**  
**THURSDAY, JANUARY 16, 2020**  
**FLORIDA MUNICIPAL POWER AGENCY**  
**8553 COMMODITY CIRCLE**  
**ORLANDO, FL 32819**

**PARTICIPANTS** Jody Young, Bushnell  
**PRESENT:** Lynne Mila, Clewiston  
Fred Hilliard, Fort Meade  
Paul Jakubczak, Fort Pierce  
Bob Page, Green Cove Springs  
Allen Putnam, Jacksonville Beach  
Lynne Tejada, Key West  
Larry Mattern, Kissimmee  
Brad Chase, Leesburg (via telephone)  
Bill Conrad, Newberry  
Eric Weaver, Ocala

\*arrived after roll call

**OTHERS** John Tompeck, Fort Pierce  
**PRESENT** Karen Nelson, Jacksonville Beach  
Craig Dunlap, Dunlap & Associates, Inc.  
Jonathan Nunez, nFront Consulting  
Brad Hiers, Bartow  
Matthew Gano, Purvis Gray & Company  
Tim Westgate, Purvis Gray & Company  
Ed Liberty, Lake Worth Beach

**STAFF** Jacob Williams, General Manager and CEO  
**PRESENT** Jody Finklea, Deputy General Counsel  
Ken Rutter, Chief Operating Officer  
Linda Howard, Chief Financial Officer  
Chris Gowder, Business Development & System Operations Director  
Dan O'Hagan, Assistant General Counsel  
Mark McCain, Asst. General Manager of Public Relations & Member Services  
Sharon Adams, Human Resources Director  
Sue Utley, Executive Asst. /Asst. Secy. to the Board  
Susan Schumann, Manager of External Affairs and Solar Projects  
Mike McCleary, Manager of Member Services Development

Rich Popp, Treasurer and Risk Director  
Carter Manucy, Cybersecurity Manager  
Danyel Sullivan – Marrero, Controller  
Jason Wolfe, Financial Planning & Budget Director  
Tim Jackson, Generation Asset Engineer  
Justin Harris, Environmental Engineer  
Chris Schaeffer, Senior Power Generation Electrical Engineer  
David Schumann, Power Generation Fleet Director  
Luis Cruz, IT Manager  
Isabel Montoya, IT Specialist  
Jesse Rivera, IT Support Specialist

### **ITEM 1 - CALL TO ORDER, ROLL CALL, AND DECLARATION OF QUORUM**

Vice Chair Lynne Tejeda, Key West, called the FMPA Executive Committee Meeting to order at 11:00 am, Thursday January 16, 2020 in the Frederick M. Bryant Board Room at Florida Municipal Power Agency 8553 Commodity Circle, Orlando, Florida. The roll was taken, and a quorum was declared with 11 members present out of a possible 13.

### **ITEM 2 – SET AGENDA (BY VOTE)**

**MOTION:** Allen Putnam, Jacksonville Beach, moved approval of the agenda as presented. Paul Jakubczak, Fort Pierce, seconded the motion. Motion carried 11 – 0.

### **ITEM 3 – RECOGNITION OF GUESTS**

Vice Chair Lynne Tejeda, Key West, recognized Tim Westgate and Matthew Ganoe from Purvis Gray & Company.

### **ITEM 4 – PUBLIC COMMENTS**

None

### **ITEM 5 – COMMENTS FROM THE CHAIRMAN**

Vice Chair Lynne Tejeda, Key West, mentioned that 2020 will be a terrific year for public power.

### **ITEM 6 – REPORT FROM GENERAL MANAGER**

Jacob Williams mentioned the following items.

1. Last Keys TARP payment was made on January 1, 2020.
2. December required a significant amount of cost to run the coal plants.

## **ITEM 7 – CONSENT AGENDA**

### **Item 7a – Approval of Meeting Minutes – Held December 12, 2019 and ARP Telephonic Rate Workshops Held December 10, 2019**

### **Item 7b – Approval of Treasury Reports – As of November 30, 2019**

### **Item 7c – Approval of the Agency and All-Requirements Project Financials as of November 30, 2019**

**MOTION:** Paul Jakubczak, Fort Pierce, moved approval of the Consent Agenda as presented. Allen Putnam, Jacksonville Beach, seconded the motion. Motion carried 11 – 0.

## **ITEM 8 – ACTION ITEMS**

### **a. Approval Revision to Cost Spread Reduction Program**

**MOTION:** Larry Mattern, Kissimmee, moved approval of revising the Cost Spread Reduction Program Rider to ARP Rate Schedule B-1 to remove the \$10/MWh floor from the calculation of credits to be provided. Allen Putnam, Jacksonville Beach, seconded the motion. Motion carried 11 – 0.

### **b. Approval of Depositing Vero Beach Entitlement Capacity Sales Revenues to Rate Protection Account**

**MOTION:** Larry Mattern, Kissimmee, moved approval of depositing revenues received by the ARP from the sale of the Vero Beach entitlement capacity to the Rate Protection Account. Allen Putnam, Jacksonville Beach, seconded the motion. Motion carried 11 – 0.

### **c. Approval of Audit Adjustment Policy**

**MOTION:** Larry Mattern, Kissimmee, moved approval of the recommended audit adjustment policy. Allen Putnam, Jacksonville Beach, seconded the motion. Motion carried 11 – 0.

### **d. Approval of the External Audit Report and Audited Financial Statements**

**MOTION:** Paul Jakubczak, Fort Pierce, moved approval of the FYE External Audit Report and Audited Financial Statements. Allen Putnam, Jacksonville Beach, seconded the motion. Motion carried 11 – 0.

**e. Approval of Solar Phase I Poinsett PPA Revisions**

This item was removed from the agenda in Item 2 – Set Agenda.

**f. Approval of Parliamentary Procedure to Suspend the Rules for Reading Resolution Titles**

**MOTION:** Allen Putnam, Jacksonville Beach, moved approval of Parliamentary Procedure to Suspend the Rules for Reading Resolution Titles. Larry Mattern, Kissimmee, seconded the motion. Motion carried 11 – 0.

**ITEM 9 – INFORMATION ITEMS:**

**Item 9a – Update on ARP New Resource Process**

Jacob Williams provided an update on ARP New Resource Process.

**Item 9b – Summary of Finance Committee Items**

No further discussion.

**Item 9c – Fleet Generation Year in Review**

Ken Rutter discussed the Fleet Generation Year in Review.

**Item 9d – Solar II Energy Exchange Agreement Between the ARP and Lake Worth Beach**

Susan Schumann discussed the Solar II Energy Exchange Agreement Between the ARP and Lake Worth Beach.

**Item 9e – Solar Phase I Harmony Substation Coast Sharing**

Chris Gowder discussed the Solar phase I Harmony Substation Coast Sharing.

**ITEM 10 – MEMBER COMMENTS**

None.

**ITEM 11 – Adjournment**

Allen Putnam, Jacksonville Beach moved to adjourn the meeting. There being no further business, the meeting was adjourned at 11:57 am.

\_\_\_\_\_  
Lynne Tejeda  
Vice Chairperson, Executive Committee

\_\_\_\_\_  
Sue Utley  
Assistant Secretary

Approved: \_\_\_\_\_

Seal

**PUBLIC NOTICE SENT TO CLERKS ..... JANUARY 7, 2020**  
**AGENDA PACKAGES SENT TO MEMBERS ..... JANUARY 14, 2020**

**MINUTES  
EXECUTIVE COMMITTEE  
ALL-REQUIREMENTS POWER SUPPLY PROJECT  
TELEPHONIC RATE WORKSHOP  
TUESDAY, JANUARY 14, 2020  
FLORIDA MUNICIPAL POWER AGENCY  
8553 COMMODITY CIRCLE  
ORLANDO, FLORIDA 32819**

**COMMITTEE MEMBERS PRESENT VIA TELEPHONE**

Christina Simmons, Bushnell  
Lynne Mila, Clewiston  
John Tompeck, Fort Pierce  
Allen Putnam, Jacksonville Beach  
Barbara Gonzalez, Kissimmee  
Marie Brooks, Ocala

**COMMITTEE MEMBERS ABSENT**

Bob Page, Green Cove Springs  
Howard McKinnon, Havana  
Fred Hilliard, Fort Meade  
Brad Chase, Leesburg  
Bill Conrad, Newberry  
Bob Milner, Starke  
Lynne Tejeda, Key West

**OTHERS PRESENT**

None

**STAFF PRESENT**

Jacob Williams, General Manager and CEO  
Sue Utley, Executive Assistant to General Manager and CEO / Asst.  
Secy. to the Board  
Jason Wolfe, Financial Planning, Rates and Budget Director  
Steve Ruppel, Financial Planning, Senior Financial Analyst  
Bianca Scott, Human Resources, Administrative Specialist

**Item 1 – Call to Order**

FMPA Secretary Allen Putnam called the Executive Committee All-Requirements Telephonic Rate Workshop to order at 2:03 p.m. on Tuesday, January 14, 2020, via telephone. A speaker telephone for public attendance and participation was located in the Library Conference Room at Florida Municipal Power Agency, 8553 Commodity Circle, Orlando, Florida.



**Item 2 – Information Items**

Steve Ruppel gave a verbal update on the natural gas markets; provided an overview of the December loads and reviewed the December ARP rate calculation.

**Item 3 – Member Comments**

None

There being no further business, the meeting was adjourned at 2:10 p.m.

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Approved

AP/bs

**AGENDA ITEM 7 – CONSENT AGENDA**

**b) Approval of Treasury Reports as of  
December 31, 2019**

**Executive Committee  
February 13, 2020**



## AGENDA PACKAGE MEMORANDUM

TO: FMPA Executive Committee  
FROM: Sena Mitchell  
DATE: February 4, 2020  
ITEM: EC 7(b) – Approval of the All-Requirements Project Treasury Reports as of December 31, 2019

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- Introduction
- This report is a quick summary update on the Treasury Department’s functions.
  - The Treasury Department reports for December are posted in the member portal section of FMPA’s website.
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Debt Discussion

The All-Requirements Project has fixed and variable rate debt. The variable rate debt is a line of credit and equals 0.63% of total debt. The fixed rate percentage of total debt is 99.37%. The estimated debt interest funding for fiscal year 2020 as of December 31, 2019 is \$38,747,561.28. The total amount of debt outstanding is \$790,140,000.<sup>1</sup>

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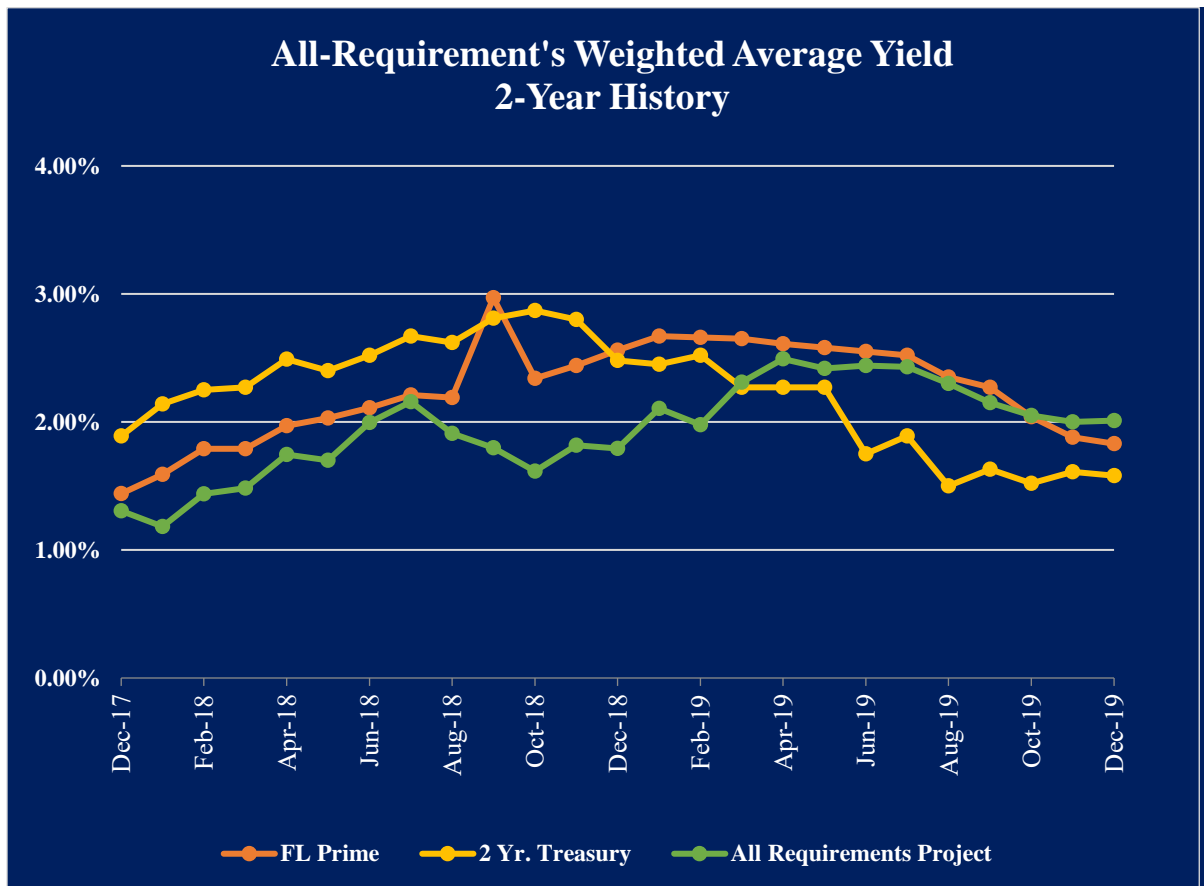
Investment Discussion

The investments in the Project are comprised of debt from the government-sponsored enterprises such as the Federal Farm Credit Bank, Federal Home Loan Bank, Federal Home Loan Mortgage Corporation (Freddie Mac), and Federal National Mortgage Association (Fannie Mae), as well as investments in U.S. Treasuries, Municipal Bonds, Certificates of Deposits, Corporate Notes, Commercial Paper, Local Government Investment Pools and Money Market Mutual Funds.

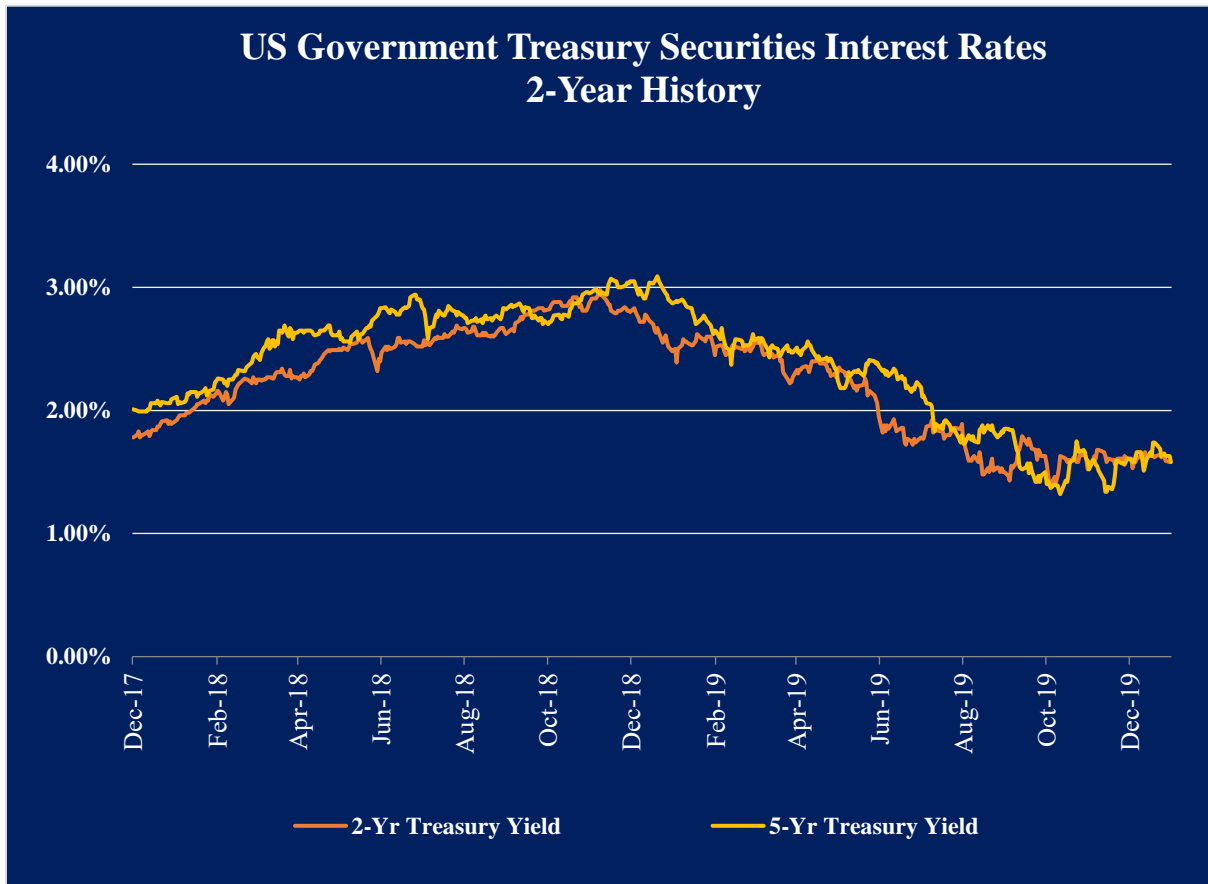
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<sup>1</sup> Although still on deposit, the line of credit draw amount of \$5,000,000 is included in the total amount of debt outstanding.

As of December 31, 2019, the All-Requirements Project investment portfolio earned a weighted average yield of 1.98%, reflecting the All-Requirements Project need for liquidity given its 60-day cash position. The benchmarks (SBA’s Florida Prime Fund and the 2-year US Treasury Note) and the Project’s yields are graphed below:



Below is a graph of US Treasury yields for the past 2 years. The orange line is the 2-year Treasury which closed the month of December at 1.58%. The yellow line is the 5-year Treasury which was 1.69%.



The Investment Report for December is posted in the “Member Portal” section of FMPA’s website.

Recommended  
Motion

Move for approval of the Treasury Reports for December 31, 2019

**AGENDA ITEM 7 – CONSENT AGENDA**

- c) Approval of the Agency and All-Requirements Project Financials as of December 31, 2019**

**Executive Committee  
February 13, 2020**



Linda S. Howard, CPA, CTP  
Chief Financial Officer

## MEMORANDUM

**TO:** FMPA Executive Committee  
**FROM:** Linda Howard  
**DATE:** February 4, 2020  
**SUBJECT:** EC 7c – Approval of the Agency and All-Requirements Project Financials for the period ended December 31, 2019

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**Discussion:** The summary and detailed financial statements of the Agency and All- Requirements Project for the period ended December 31, 2019 are posted on the Document Portal section of FMPA’s website.

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**Recommended Motion:** Move approval of the Agency and All-Requirements Project Financial reports for the month of December 31, 2019.

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LH/GF

**AGENDA ITEM 8 – ACTION ITEMS**

- a) Solar II Energy Exchange Agreement  
Between the ARP and Lake Worth Beach**

**Executive Committee  
February 13, 2020**





# EC 8a – Solar Phase II Energy Exchange Agreement Between the ARP and Lake Worth Beach

FMIPA Executive Committee  
February 13, 2020

# Energy Exchange Agreement with Lake Worth Beach

## *Facilitates Operations*

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- Lake Worth Beach (~50% of Solar II Project) has agreed to enter into an Energy Exchange Agreement with ARP
  - Need for energy exchange identified as member commitments became final
  - Solar II Project allocations strategically balanced between DEF and FPL
  - Avoids potential \$12/MWh transmission wheeling charges by taking advantage of Network Integration Transmission Service (NITS)
- Identical to Phase I Exchange Agreements:
  - ARP receives Lake Worth Beach's solar energy from Duke facility and sink it into the West Cities using NITS with DEF
  - Lake Worth Beach receives ARP's energy from FPL facility using NITS with FPL
  - Some risk of increased transmission costs to Lake Worth Beach if the Exchange Agreement is terminated early, could be mitigated by adjusting shares later

# Solar Allocations Without Exchange Agreement

## *Unbalanced PPAs*

Solar Phase II Facilities (Interconnection)	Total Capacity (MW)	ARP Share (MW)	Solar II Project (MW)	ARP Share (%)	Solar II Project (%)
Rice Creek (FPL)	74.9	33.35	41.55	44.53%	55.47%
Whistling Duck (DEF)	74.9	62.90	12.00	83.98%	16.02%

Member	Share (MW)	FPL (MW)	DEF (MW)
Homestead	5.00	5.00	-
LWU	26.55	26.55	-
Mount Dora	2.00	-	2.00
New Smyrna	10.00	10.00	-
Winter Park	10.00	-	10.00
<b>Total</b>	<b>53.55</b>	<b>41.55</b>	<b>12.00</b>

# Solar Allocations With Exchange Agreement

## Balanced PPAs

Solar Phase II Facilities (Interconnection)	Total Capacity (MW)	ARP Share (MW)	Solar II Project (MW)	ARP Share (%)	Solar II Project (%)
Rice Creek (FPL)	74.9	48.13	26.78	64.25%	35.75%
Whistling Duck (DEF)	74.9	48.13	26.78	64.25%	35.75%

Member	Share (MW)	FPL (MW)	DEF (MW)
Homestead	5.00	5.00	-
LWU	26.55	11.78	14.78
Mount Dora	2.00	-	2.00
New Smyrna	10.00	10.00	-
Winter Park	10.00	-	10.00
<b>Total</b>	<b>53.55</b>	<b>26.78</b>	<b>26.78</b>

# Proposed Motion

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- Approval of the Energy Exchange Agreement between Lake Worth Beach and ARP.

**Solar Energy Exchange Agreement**

This Solar Energy Exchange Agreement (“Agreement”), dated as of \_\_\_\_\_, is made by and between Florida Municipal Power Agency (All-Requirements Power Supply Project) (“**FMPA-ARP**”) and the City of Lake Worth Beach (“Member”). FMPA-ARP and Member may be individually referred to in this Agreement as a “Party” or collectively the “Parties”.

WHEREAS, the FMPA Board of Directors has developed the FMPA Solar II Project, which Project has entered into the Solar II Power Purchase Agreement between Origis Energy (“Developer”) and FMPA-Solar II Project dated [Date], as amended or assigned (the “Solar II Project PPA”) pursuant to which FMPA-Solar II Project will purchase and receive delivery of solar energy from a portion of solar energy projects developed and owned by Developer (“FMPA-Solar II Project’s Solar Energy”) and directly interconnected to Duke Energy Florida’s (“DEF’s”) transmission system; and

WHEREAS, Member has entered into the FMPA Solar II Project Power Sales Contract between FMPA-Solar II Project and Member, pursuant to which Member receives a Solar Entitlement Share of the Solar II Project PPA;

WHEREAS, Member is not directly interconnected to DEF’s transmission system; and

WHEREAS, in order to more efficiently utilize transmission capability in delivering FMPA-Solar II Project’s Solar Energy to Member, Member desires to exchange Member’s Solar Energy for a like amount of energy from FMPA-ARP, as set forth in this Agreement; and

WHEREAS, FMPA and Member may realize mutual benefit by exchanging Member’s Solar Energy for a like amount of energy from FMPA-ARP as set forth in this Agreement.

NOW THEREFORE, in consideration of the premises and other good and valuable consideration, the receipt and sufficiency of which is hereby mutually acknowledged, the Parties agree as follows:

**ARTICLE 1**

**DEFINITIONS**

“Commencement Date” means the date and time upon which the solar energy exchange contemplated by this Agreement shall commence, which shall be the same time and date when FMPA-Solar II Project starts to receive Solar II Project Solar Energy pursuant to the Solar II Project PPA.

“Solar II Project’s Solar Energy” is defined in the recitals and means all energy to which FMPA-Solar II Project is entitled to under the Solar II Project PPA, but excluding any renewable, facility environmental other attributes of that energy to which FMPA-Solar II Project is entitled under the Solar II Project PPA with, for example, Renewable Energy Credits (RECs).

“Member Solar Energy” all energy Member is entitled to receive as part of its Solar Power Entitlement Share pursuant to the Solar II Project Power Sales Contract.

## ARTICLE 2

### TERM & TERMINATION

2.1 Effective Date. This Agreement shall take effect upon the date set forth in the introductory paragraph of this Agreement (the “Effective Date”).

2.2 Term. This Agreement shall take effect on the Effective Date and shall remain in effect until it is terminated in accordance with Section 2.3 of this Agreement (the “Term”).

2.3 Termination. (a) Member may terminate this Agreement by providing not less than thirty (30) days advance written notice to FMPPA-ARP.

(b) If FMPPA-ARP reasonably forecasts that its resources will be insufficient to enable an energy exchange contemplated by this Agreement without FMPPA-ARP incurring additional costs beyond that which FMPPA-ARP would have incurred but for the energy exchange contemplated by this Agreement, and if Member does not agree to reimburse FMPPA-ARP such additional costs within sixty (60) days after receipt of Notice from FMPPA-ARP detailing the additional costs, then FMPPA-ARP may terminate this Agreement by providing not less than three years advance written notice to FMPPA.

(c) Unless otherwise terminated in accordance with Section 2.3(a) or 2.3(b), this Agreement shall automatically terminate on the earlier of the following: (i) an amendment of the Solar II Project PPA that changes FMPPA-Solar II Project’s Solar Energy point of delivery to a transmission network on which Member is a network customer; or (ii) the termination date of the FMPPA-Solar II Project PPA.

(d) The provisions of this Agreement regarding billing and payment and dispute resolution shall survive termination of this Agreement to the extent necessary to effectuate obligations arising prior to termination.

2.4 Termination Time. This Agreement shall terminate at 2400 hours on the day specified for such termination in Section 2.3 of this Agreement.

## ARTICLE 3

### ENERGY EXCHANGE

3.1 Energy Exchange. (a) Beginning on the Commencement Date, FMPPA-ARP will take receipt and possession of Member’s Solar Energy that is delivered at the delivery point as defined in the Solar II Project PPA.

(b) Beginning on the Commencement Date, FMPPA-ARP will deliver to, and Member will take receipt and possession of, an amount of energy equal to Member’s Solar Energy (the “Exchange Energy”) to the Florida Power & Light transmission system (the “Exchange Point(s)”).

of Delivery”). The amount and timing of Exchange Energy to be made available and delivered to FMPA at the Exchange Point(s) of Delivery will be determined in accordance with Section 3.1(c) and Article 5 of this Agreement.

(c) The Exchange Energy shall be delivered to the Exchange Point(s) of Delivery utilizing firm transmission service.

3.2 Nature of Service. (a) Member’s Solar Energy to be delivered pursuant to this Agreement shall be delivered to the point(s) of delivery defined in, and pursuant to the terms and conditions of, the Solar II Project PPA. The Exchange Energy to be delivered pursuant to this Agreement shall be firm, subject to curtailment (without penalty) by FMPA-ARP only if required to serve FMPA-ARP native load for reliability purposes.

3.3 No Effect on FMPA’s PPA. Although FMPA-ARP will utilize and receive Member’s Solar Energy in exchange for the Exchange Energy delivered to Member at the Exchange Point(s) of Delivery pursuant to this Agreement, the Parties agree that for purposes of the FMPA-Solar II Project PPA, Member’s Solar Energy shall be deemed to have been utilized and received by Member, and FMPA-ARP shall have no rights or interests in, to or under the FMPA-Solar II Project PPA. Member shall in good faith and in accordance with good utility practice carry out its obligations, and enforce its rights, under the FMPA-Solar II Project PPA and the Solar II Project Power Sales Contract. Each Party recognizes that the other Party’s ability to benefit from this energy exchange transaction will depend upon such contract compliance and enforcement.

## **ARTICLE 4 TRANSMISSION**

### **4.1 Transmission.**

(a) Member shall bear all responsibility for and costs associated with delivery of the Exchange Energy it receives hereunder from the Exchange Point(s) of Delivery. FMPA-ARP shall not be responsible for any costs or charges incurred by Member in delivery of any Exchange Energy to its load beyond the Exchange Point(s) of Delivery, including losses. Upon termination of this Agreement, Member shall bear all responsibility and costs associated with the delivery of Member’s Solar Energy from the delivery point as defined in the FMPA-Solar II Project PPA to member’s system.

(c) FMPA-ARP shall bear all responsibility for and costs associated with delivery of Member’s Solar Energy it receives hereunder from the delivery point as defined in the FMPA-Solar II Project PPA. Member shall not be responsible for any costs or charges incurred by FMPA-ARP in delivery of any Member Solar Energy to its load beyond the delivery point as defined in the FMPA-Solar II Project PPA, including losses.

## **ARTICLE 5 BALANCING**



5.1 Balancing. (a) It is the Parties' intent that over the course of any calendar month during the Term after the Commencement Date, the quantity of Member Solar Energy received by FMPA-ARP at the point of delivery pursuant to the FMPA-Solar II Project PPA shall be equivalent to the quantity of Exchange Energy delivered to Member at the Exchange Point(s) of Delivery.

(b) If, FMPA-ARP cannot deliver or Member cannot receive the Exchange Energy during an hour in which it would otherwise be delivered and received, the Parties will establish a plan whereby FMPA-ARP will provide the Exchange Energy to Member as soon as commercially reasonably possible.

## **ARTICLE 6**

### **ADDITIONAL COSTS**

6.1 Member PPA Costs. Member shall be responsible to make all required payments for Member Solar Energy to FMPA-Solar II Project under the Solar II Project Power Sales Contract as though Member had received all of the energy to which it was entitled under the Solar II Project Power Sales Contract but which was received by FMPA-ARP pursuant to this Agreement. FMPA-ARP shall not be responsible for any additional capacity or energy charge, or other costs related to Member's Solar Energy.

6.2 Exchange Energy Costs. Member shall not be responsible for any additional capacity or energy charge, or other costs related to the Exchange Energy.

6.3 Scheduling Agent Costs. Notwithstanding Sections 6.1 and 6.2 of this Agreement, Member shall be responsible for all incremental costs associated with any charges incurred from the Florida Municipal Power Pool, or successor scheduling agent, for the incremental costs associated with implementing this Agreement.

## **ARTICLE 7**

### **GENERAL PROVISIONS**

7.1 Headings for Convenience Only. The descriptive headings in this Agreement are for convenience only and shall neither control nor affect the meaning or construction of any of the provisions of this Agreement.

7.2 Waiver and Amendment. This Agreement may not be amended, modified or changed except by a written instrument signed by an authorized representative of each Party. The failure or delay of any Party at any time to require performance by another Party of any provision of this Agreement, even if known, shall not affect the continuing right of such Party to require performance of that provision or to exercise any right, power, or remedy provided for in this Agreement. Any waiver by any Party of any breach of any provision of this Agreement shall not be construed as a waiver of any continuing or succeeding breach of such provision, a waiver of the provision itself, or a waiver of any right, power, or remedy under this Agreement. No Notice to or demand on any Party in any circumstance shall, of itself, entitle such Party to any

other or further Notice or demand in similar or other circumstances. The waiver of any breach or default of this Agreement will not constitute a waiver of any subsequent breach or default, and will not act to amend or negate the rights of the waiving Party.

7.3 Limit of Liability. Neither Party, nor its directors, officers, employees, or agents, shall be liable to the other Party for any loss, damage, claim, cost, charge, or expense, whether direct, indirect, or consequential, or whether arising in tort, contract or other theory of law or equity, arising from the Party's performance or nonperformance under this Agreement, except as specified in this Agreement.

7.4 Assignment. It is understood and agreed that neither Party may transfer, sell, mortgage, pledge, hypothecate, convey, delegate, or otherwise assign this Agreement, or any interest in this Agreement or any rights or obligations under this Agreement, in whole or in part, either voluntarily or by operation of law, (including, without limitation, by merger, consolidation, or otherwise), without the express written consent of the other Party (and any such attempt shall be void), which consent shall not be unreasonably conditioned, withheld or delayed. Subject to the foregoing, this Agreement shall inure to the benefit of and be binding upon the Parties and their respective successors and permitted assigns.

7.5 Entire Agreement. This instrument shall constitute the final complete expression of the agreement between FMPA-ARP and Member relating to the subject matter of this Agreement.

7.6 Severability. Wherever possible, each provision of this Agreement shall be interpreted in such a manner as to be effective and valid under applicable law. Should any portion of this Agreement be declared invalid for any reason, such declaration shall have no effect upon the remaining portions of this Agreement. In the event any provision of this Agreement is held by any tribunal of competent jurisdiction to be contrary to applicable law, the remaining provisions of this Agreement shall remain in full force and effect.

7.7 Good Faith Dealings. The Parties agree to cooperate in good faith with each other in their respective performance hereunder and in carrying out and giving effect to the provisions of this Agreement. Each Party agrees to execute and deliver documents and take actions as reasonably requested by the other Party to implement the transactions contemplated by this Agreement.

7.8 Relationship of the Parties. Neither this Agreement nor any grant, lease, license, permit or other instrument related hereto, shall create a new entity nor be construed to create a new entity, such as a partnership, association or joint venture. The parties shall not be liable as partners. No Party shall be under the control of or be deemed to control the other Party and no Party shall have the right or power to bind the other Party except as expressly set forth herein.

7.9 Notices. All notices, notifications, demands or requests required or permitted under this Agreement (collectively, "Notices") must be in writing, signed by a duly authorized representative of the Party giving such Notice and will be deemed given when received (charges prepaid) by (i) personal delivery, (ii) recognized express courier, (iii) facsimile followed by telephone confirmation with the addressee confirming receipt to the other Party or (iv) electronic

mail with electronic confirmation of the addressee opening the electronic mail message (i.e., read receipt) at the address(es) designated below:

**If to FMPA at:**

Ken Rutter  
8553 Commodity Circle  
Orlando, FL 32819  
(407) 355-7767  
ken.rutter@fmpa.com

**If to Member at:**

[contact info]

**With a required copy to:**

General Counsel  
Florida Municipal Power Agency  
2061-2 Delta Way (32303)  
Post Office Box 3209  
Tallahassee, Florida 32315-3209  
T. 850-297-2011  
F. 850-297-2014  
Email: jody.lamar.finklea@fmpa.com  
dan.ohagan@fmpa.com

Except as otherwise provided in this Agreement, any Notices shall be deemed received only upon actual delivery at the address set forth above. Notices delivered after 5:00 PM (local time and at the place of delivery) or on a non-business day shall be deemed received on the next business day. If any time for giving Notice contained in this Agreement would otherwise expire on a non-business day, the Notice period shall be extended to the next succeeding business day. Saturdays, Sundays, and holidays recognized by FMPA or Member shall not be regarded as business days. Counsel for FMPA and counsel for Member may deliver Notice on behalf of FMPA and Member, respectively. Any Party or other person to whom Notices are to be sent or copied may notify the other Party(ies) and addressees of any change in name or address to which Notices shall be sent by providing the same on five (5) days written Notice to the Party(ies) and addresses set forth in this Agreement.

7.10 Governing Law. The validity and interpretation of this Agreement and the right and obligations of the parties hereunder shall be governed and construed in accordance with the laws of the State of Florida without regard for any conflicts of law provisions that might cause the law of other jurisdictions to apply. All controversies, claims or disputes arising out of or related to this Agreement or any agreement, instrument, or document relating to transactions contemplated hereby, shall be brought exclusively in the state or federal courts located in Orange County, Florida, as appropriate.

7.11 Counterparts. This Agreement may be executed in any number of counterparts, and signature pages exchanged by facsimile or electronic mail, and each counterpart shall be regarded for all purposes as an original, and such counterparts shall constitute, but one and the

same instrument, it being understood that both parties need not sign the same counterpart. The signature page of any counterpart, and facsimiles and photocopies thereof, may be appended to any other counterpart and when so appended shall constitute an original. In the event that any signature is delivered by facsimile or electronic mail, such signature shall create a valid and binding obligation of the Party executing (or on whose behalf such signature is executed) the Agreement with the same force and effect as if such facsimile signature page were an original.

7.12 ARP Project Responsibility. This Agreement is a liability and obligation of the All-Requirements Power Supply Project only. No liability or obligation under this Agreement shall inure to or bind any of the funds, accounts, monies, property, instruments, or rights of the Florida Municipal Power Agency generally or any of any other “project” of FMPA as that term is defined in FMPA’s Interlocal Agreement.

7.13 Dispute Resolution. (a) The parties expressly agree that they will first engage in good faith negotiations to resolve any dispute arising out of or related to this Agreement. Good faith negotiations include without limitation the following:

- (1) Any dispute will be first reviewed by the appropriate staff of each Party who shall endeavor to define the issues underlying the dispute and prepare a joint recommendation for resolution.
- (2) If at anytime staff of either Party is unwilling or unable to accept resolution as proposed by the other Party, then the dispute and underlying issues shall be presented to the General Manager and CEO of FMPA and to the General Manager and CEO (or differently titled chief executive) of Member for resolution (collectively, the “Executives”).

(b) If either Party determines that further negotiations will be fruitless, or the Executives cannot agree on a resolution of a dispute, and that an impasse has been reached, then either Party may declare the negotiations at an impasse. The Party declaring the negotiations at an impasse must provide Notice thereof the other Party in writing stating with particularity the issues or points believed to be the basis of the impasse.

(c) Nothing in this section 7.13 limits the rights of a Party to any remedy available at law or in equity. To the extent FMPA or Member prevails against the other Party in any court action (including proceedings at all levels of trial and appellate courts and any settlement proceedings after the filing of court action), reasonable costs and expenses including attorney fees and other charges (including an allocation for the costs and expenses of in-house legal counsel) and court costs and other expenses shall be paid by the non-prevailing Party.

7.14 No Other Amendment. Nothing in this Agreement modifies nor amends, nor shall be construed to modify or amend, any other agreement between the Parties or to which they are parties unless expressly delineated herein.

7.15 No Presumption. This Agreement shall be construed as if both Parties jointly prepared it, and no presumption shall be made as to whether one Party or the other prepared this

Agreement for purposes of interpreting or construing any of the provisions of this Agreement or otherwise.

7.16 Public Records. It is understood and agreed that FMPA, a separate legal entity and public agency (as that term is defined in the Interlocal Cooperation Act of 1969), and Member, as a municipal corporation, may each be subject to Chapter 119, Florida Statutes, and Chapter 286, Florida Statutes (collectively, the “Sunshine Law”). In recognition of the Sunshine Law’s requirements, it is agreed and understood that the Party authoring, creating, or otherwise originating any and all documents, instruments, information, or materials (including, but not limited to, data, specifications, calculations, estimates, plans, drawings, construction documents, photographs, summaries, reports, or memoranda) created under or pursuant to this Agreement or created for or on behalf of any work or activity related to this Agreement (collectively, “Records”), shall be responsible for keeping and maintaining originals and/or copies of such Records. Each Party may use and rely on any and all Records provided by the other Party; provided, however, no Party shall be liable or otherwise responsible for any third party’s use or reliance upon any such Records for any purpose, unless otherwise stated in writing by the Party authoring, creating, or otherwise originating the Records.

**[Signature page follows]**

(SEAL)

**FLORIDA MUNICIPAL POWER AGENCY**

By: \_\_\_\_\_

**General Manager & CEO**

**Attest:**

\_\_\_\_\_

**Secretary or Assistant Secretary**

(SEAL)

**CITY OF LAKE WORTH BEACH, FLORIDA**

By: \_\_\_\_\_

**City Manager**

**Attest:**

\_\_\_\_\_

**City Clerk**

**AGENDA ITEM 8 – ACTION ITEMS**

- b) Approval of Solar Phase I Harmony  
Substation Cost Sharing**

**Executive Committee  
February 13, 2020**



# EC 8b – Solar Phase I Harmony Substation Cost Sharing Letter Agreement

FMIPA Executive Committee

February 13, 2020



# Harmony Solar a Partnership with OUC

## *Interconnects with OUC Transmission System*

---

<b>Solar Phase I Facilities (Interconnection)</b>	<b>Total Capacity (MW)</b>	<b>OUC Share (MW)</b>	<b>ARP Share (MW)</b>	<b>Solar Project (MW)</b>	<b>OUC Share (%)</b>	<b>ARP Share (%)</b>	<b>Solar Project (%)</b>
<b>Taylor Creek (OUC)</b>	<b>74.5</b>	74.5	-	-	100%	-	-
<b>Harmony (OUC)</b>	<b>74.5</b>	34.0	40.5	-	45.64%	54.36%	-
<b>Poinsett (DEF)</b>	<b>74.5</b>	-	17.5	57.0	-	23.49%	76.51%

# Harmony Interconnection Substation Cost

## *PPA Does Not Adequately Address*

---

- Florida Renewable Partners and OUC (as the transmission provider for Harmony) have agreed on how to move forward with interconnection
  - Letter agreement to cover cost sharing and substation design
- Letter agreement with OUC outlines reimbursement of ARP's share of the costs upon commercial operation of Harmony Solar
  - The ARP Solar Participants Advisory Committee voted to recommend approval at their January 6<sup>th</sup> meeting

# ARP Solar Participants Responsible for Expense

## *Board Authorized Use of FMPA Development Fund*

---

- Total Cost for Interconnection Substation: \$2.2 Million
  - FRP share: \$600,000 (\$1.6 Million balance)
  - ARP cost for 54.36% share of Harmony not to exceed **\$870,000**
- Board authorized sufficient amount from the FMPA Development Fund in October 2019
  - Board action on February agenda for allocation and reimbursement period
  - ARP Solar Participants request repayment over the first 20 years of the solar PPA

# Recommended Motion

---

- Move approval of the Harmony Substation Cost Sharing Letter Agreement between OUC and FMPA (All-Requirements Power Supply Project) and authorize the COO to execute the agreement.



The Reliable One<sup>®</sup>

December 4, 2019

Ken Rutter  
Chief Operating Officer  
Florida Municipal Power Agency  
8553 Commodity Circle  
Orlando, FL 32819

Dear Ken,

This letter is in reference to that certain Renewable Energy Power Purchase Agreement, dated as of May 16, 2018, by and between Orlando Utilities Commission (“OUC”) and Harmony Solar, LLC (the “OUC PPA”) and that Renewable Energy Purchase Agreement dated as of May 16, 2018, between the Florida Municipal Power Agency All-Requirements Power Supply Project (“FMPPA”) and Harmony Solar, LLC (the “FMPPA PPA”) (together OUC and FMPPA are “Buyers” and Harmony Solar, LLC is referred to as “**Seller**,” and jointly Buyers and Seller are “Parties”). All capitalized terms used and not defined herein have the meanings set forth in the PPAs between Buyers and Seller. Each Buyer individually entered into its respective PPA with Seller and share in certain interconnection costs pursuant to each PPA.

In addition to both OUC and FMPPA taking energy from the Project, OUC’s transmission system operator is also the Transmission Provider with whose transmission system the Project will interconnect. Acknowledging that the PPAs address responsibilities regarding interconnection, since the Effective Date of the PPA OUC (as Transmission Provider) and Seller have more particularly negotiated and reached agreement regarding the scope of the Project owner’s responsibilities under the LGIA, which has resulted in the need to clarify the respective transmission and interconnection obligations of Buyers and Seller under the PPAs. OUC and Seller have entered into the letter agreement (the “Letter Agreement”), attached as Exhibit A hereto, in which interconnection costs under these PPAs have been clarified and allocated between Seller and OUC.

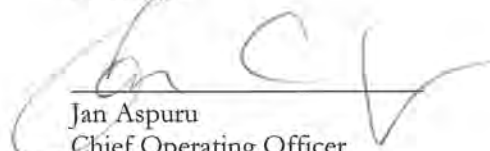
As a means of avoiding delay on the Project interconnection construction process, OUC and FMPPA hereby agree to the following:

1. FMPPA acknowledges the modified terms set out in the Letter Agreement as it pertains to the OUC PPA.
2. OUC (as Transmission Provider) completed its System Impact studies with respect to the Project, copies of which studies were delivered to Seller on or about June 15, 2019. Such studies identify no network upgrades, contingent facilities or affected systems. In view of such conclusions of such studies, Seller estimates that the total cost of procuring, installing, and constructing the Substation will not exceed Two Million Two Hundred Thousand Dollars (\$2,200,000).
3. Pursuant to the Letter Agreement, OUC has agreed to pay for a portion of the Substation costs.
4. FMPPA hereby agrees to pay 54.36% of the costs paid by OUC to Seller pursuant to paragraph 7 of the Letter Agreement.
5. FMPPA agrees that upon receipt by OUC of the invoice from Seller on the Actual Total Cost as calculated pursuant to Section 4 above, OUC will invoice FMPPA on a one-time basis for its share of such costs.

ORLANDO UTILITIES COMMISSION

6. FMPA shall reimburse OUC within thirty (30) days after receipt of the OUC invoice and documentation from Seller.
7. OUC shall, upon request from FMPA, provide all documentation provided by Seller to OUC regarding supporting documentation to substantiate the Actual Total Cost, as provided for in the Letter Agreement.

Sincerely,

  
\_\_\_\_\_  
Jan Aspuru  
Chief Operating Officer

Acknowledged, accepted and agreed:

FLORIDA MUNICIPAL POWER AGENCY

By: \_\_\_\_\_  
Name: Ken Rutter  
Title: Chief Operating Officer  
Date: \_\_\_\_\_

Approved as to form and legality  
City Legal Department  
DATE: 12/3/19 BY: WLB

EXHIBIT A  
OUC LETTER AGREEMENT

## Harmony Solar, LLC

July 11th, 2019

Jan Aspuru  
Chief Operating Officer  
Orlando Utilities Commission  
100 West Anderson Street  
Orlando, Florida 32801

Dear Mr. Aspuru,

Reference is made to that certain Renewable Energy Power Purchase Agreement (“PPA”), dated as of May 16, 2018, by and between Orlando Utilities Commission (“Buyer”) and Harmony Solar, LLC (“Seller,” jointly with Buyer “Parties,” or separately “Party). All capitalized terms used and not defined herein have the meanings set forth in the PPA.

Buyer is also the Transmission Provider with whose transmission system the Project will interconnect. The Parties have not yet entered into the Large Generator Interconnection Agreement. Acknowledging that the PPA addresses responsibilities regarding interconnection, but, since the Effective Date of the PPA, the Parties have more particularly negotiated and reached agreement regarding the scope of the Parties’ respective transmission and interconnection obligations, as well as the cost responsibilities associated therewith, Seller and Buyer, for good and sufficient consideration, the receipt of which is hereby acknowledged, and intending to be legally bound by this letter agreement (“Letter Agreement”), agree, notwithstanding anything in the PPA to the contrary, including Sections 3.9(a), 4.2, 4.3, 6.1(c), and Exhibit C, as follows:

1. Seller shall procure, install, and construct, through its own funding, a substation that has the components described in Part I of Exhibit A to this Letter Agreement and is consistent with the diagram set forth in Exhibit B to this Letter Agreement (the “Substation”). The substation shall be constructed according to OUC requirements and specifications, as will be further defined in the Large Generator Interconnection Agreement for the Project.
2. Those items set forth in Part I of Exhibit A constitute components of the Substation, and those items set forth in Part II of Exhibit A constitute components of Seller’s Interconnection Facilities.
3. The definition of “Delivery Point” set forth in the PPA is hereby replaced in its entirety with the following:

“Delivery Point” means the point, more specifically described as the point where Seller’s Interconnection Facilities connect to the Transmission Provider’s Interconnection Facilities, as identified in Exhibit C.
4. The diagram set forth in Exhibit C to the PPA is hereby replaced in its entirety with the diagram set forth in Exhibit B to this Letter Agreement.
5. Buyer (as Transmission Provider) completed its System Impact studies with respect to the Project, copies of which studies were delivered to Seller on or about June 15, 2019. Such studies identify no network upgrades, contingent facilities or affected systems. In view of such conclusions of such studies, Seller estimates that the total cost of procuring, installing, and constructing the Substation will not exceed Two Million Two Hundred Thousand Dollars (\$2,200,000) (the “Estimated Total Cost”).



6. If the actual total cost of procuring, installing, and constructing the Substation (the “**Actual Total Cost**”) is less than or equal to the Estimated Total Cost of \$2,200,000, then the Seller’s total cost responsibility for the Substation shall be the sum of Six Hundred Thousand Dollars (\$600,000) (the “**Seller’s Minimum Cost Contribution**”). If the Actual Total Cost exceeds the Estimated Total Cost, Seller will be responsible for the amount of such excess in addition to the Seller’s Minimum Cost Contribution. Seller is further responsible for lease payments associated with the land for the Substation site. On or before the Commercial Operation Date, Seller shall transfer title to the Substation to Buyer.
7. Promptly following completion of the procurement, installation and construction of the Substation and in any event prior to the Commercial Operation Date, Seller will notify Buyer of the amount of the Actual Total Cost and Seller will provide to Buyer reasonable supporting documentation evidencing the amount of the Actual Total Cost. On the Commercial Operation Date, Buyer shall pay to Seller (or to Seller’s designee) a Dollar amount equal to the positive difference of  $X$  minus  $Y$ , where:

$X$  = the lesser of Actual Total Cost or Estimated Total Cost; and

$Y$  = the Seller’s Minimum Cost Contribution.

Upon request, Seller shall grant reasonable access for Buyer’s independent auditor to records and personnel to substantiate the Substation Actual Total Cost. Any information provided to Buyer or Buyer’s independent auditor pursuant to this review shall be considered Confidential Information pursuant to the terms of the PPA.

8. No later than August 1, 2019, Buyer shall cause the Large Generator Interconnection Agreement to be finalized in accordance with the PPA and duly executed by Transmission Provider. Any delay in achieving such conditions on or before such date shall constitute a Transmission Delay under the PPA.
9. To the extent that the Large Generator Interconnection Agreement requires Substation specifications which materially deviate from the scope set out in Exhibit A hereto, then Buyer will assume the cost differential of any such materials deviations.
10. This Letter Agreement amends the PPA in accordance with the terms set forth herein. For the avoidance of doubt, Section 14.1 (Confidential Information), Section 17.2 (Limitations on Liability), Article 18 (Dispute Resolution), Section 19.1 (Notices), Section 20.7 (Governing Law), Section 20.8 (Waiver of Trial by Jury), and Section 20.18 (Counterparts) of the PPA govern this Letter Agreement.
11. Except as expressly amended and modified by this Letter Agreement, the PPA remains in full force and effect. This Letter Agreement, together with the PPA, shall supersede all other prior and contemporaneous understandings or agreements, both written and oral, between the Parties relating to the subject matter of the PPA. To the extent of any inconsistency between this Letter Agreement and the PPA, the terms and conditions of this Letter Agreement control.
12. Buyer and Seller each represent and warrant that its signatory is a duly authorized representative.

Seller requests that Buyer confirm its agreement to the terms and conditions of this Letter Agreement by executing this Letter Agreement and emailing a scanned executed copy to [Sean.A.Miller@nexteraenergy.com](mailto:Sean.A.Miller@nexteraenergy.com).

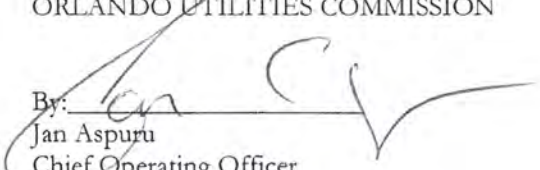
Sincerely,



Mike O'Sullivan  
Vice President  
Harmony Solar, LLC

Acknowledged, accepted and agreed:

ORLANDO UTILITIES COMMISSION



By: \_\_\_\_\_  
Jan Aspuru  
Chief Operating Officer  
Date: 7/15/19

Approved as to form and legality  
OUC Legal Department *w.m.*  
DATE: 7-15-19 BY: *fw WCB*

**AGENDA ITEM 8 – ACTION ITEMS**

- c) Approval of Solar Phase I Poinsett PPA Revisions**

**Executive Committee  
February 13, 2020**



# BOD 8c / EC 8c Solar Phase I Poinsett PPA Revisions

FMIPA Board of Directors and Executive Committee  
February 13, 2020



# Florida Municipal Solar Project

## *Facility Allocations for Phase I Participants*

---

<b>Solar Phase I Facilities (Interconnection)</b>	<b>Total Capacity (MW)</b>	<b>OUC Share (MW)</b>	<b>ARP Share (MW)</b>	<b>Solar Project (MW)</b>	<b>OUC Share (%)</b>	<b>ARP Share (%)</b>	<b>Solar Project (%)</b>
<b>Taylor Creek (OUC)</b>	<b>74.5</b>	74.5	-	-	100%	-	-
<b>Harmony (OUC)</b>	<b>74.5</b>	34.0	40.5	-	45.64%	54.36%	-
<b>Poinsett (DEF)</b>	<b>74.5</b>	-	17.5	57.0	-	23.49%	76.51%

# Revised PPAs the Solution to Poinsett Solar Delay

*Poinsett Site is fully permitted; waiting for Duke Interconnection study*

---

- FMPA Solar Committees met several times to discuss options.
- Proposed solution to change sites considered in August was rejected.
- Staff continued discussions with Florida Renewable Partners (FRP).
- In October, FRP presented options for PPA revisions that allow additional time in exchange for reduced pricing, while staying at the original facility site.
  - FRP avoids financial damages unless new timeframe is not met.

# Revised PPAs the Solution to Poinsett Solar Delay

## *Lowest Contract Price offered without Renewal Terms*

---

- Solar Project Committee and ARP Solar Participants Advisory Committee meetings in January and February for final approval of PPA revisions.
  - Maintain original site, delivery point, and production profile.
  - Milestone dates pushed out approximately 3 years.
  - Accept lowest price adjustment offer, which results in net present value savings of approximately \$12 million\* over 20 years.
  - Drop the two 5-year renewal term options.
- Revisions to the two PPAs will be identical.



\*Does not include offset from any financial damages that would have otherwise been received.

# Approval of PPA Revisions Requested

---

- Move approval of the Amended and Restated Renewable Energy Power Purchase Agreement between Florida Municipal Power Agency and Poinsett Solar, LLC and authorize the CEO & General Manager to execute the agreement.

Note – A markup of the Amended and Restated Agreement (using the ARP PPA as a template) is attached. The same changes will be made for the Amended and Restated Solar Project PPA.



**AMENDED AND RESTATED RENEWABLE ENERGY  
POWER PURCHASE AGREEMENT**

**between**

**FLORIDA MUNICIPAL POWER AGENCY**

**as Buyer**

**and**

**POINSETT SOLAR, LLC**

**as Seller**

**dated as of**

**~~May 16, 2018~~ \_\_\_\_\_, 2019**

**TABLE OF CONTENTS<sup>1</sup>**

ARTICLE 1 DEFINITIONS AND INTERPRETATION ..... 1

    1.1 Definitions..... 1

    1.2 Interpretation..... 18

ARTICLE 2 TERM..... 19

    2.1 Term..... 19

ARTICLE 3 OBLIGATIONS AND DELIVERIES..... 19

    3.1 Product..... 19

    3.2 Purchase and Sale..... 20

    3.3 Contract Price..... 20

    3.4 Project Capacity..... 21

    3.5 Performance Excuses..... 21

    3.6 Buyer’s Right to Curtail..... 21

    3.7 Replacement Energy..... 22

    3.8 Offsets, Allowances and Renewable Attributes..... 23

    3.9 Transmission..... 23

    3.10 Scheduling..... 24

    3.11 Operating Procedures..... 24

    3.12 Regulatory Approvals..... 24

    3.13 Standards of Care..... 24

    3.14 Outage Notification..... 25

    3.15 Operations Logs and Access Rights..... 26

    3.16 Availability; Energy Production Forecasting..... 27

    3.17 Weather Station..... 27

    3.18 Change of Law..... 28

    3.19 Contract Quantity, Guaranteed Energy Production and Excess Energy..... 28

    3.20 Signage..... 30

ARTICLE 4 PROJECT DESIGN AND CONSTRUCTION..... 30

    4.1 Project Development..... 30

    4.2 Network Upgrades..... 32

    4.3 Guaranteed Commercial Operation..... 32

    4.4 Project Cure Period and Delay Damages..... 34

ARTICLE 5 METERING AND MEASUREMENT..... 34

    5.1 Metering System..... 34

    5.2 Inspection and Adjustment..... 35

ARTICLE 6 EARLY TERMINATION..... 35

    6.1 Early Termination..... 35

ARTICLE 7 EVENTS OF DEFAULT..... 36

    7.1 Events of Default..... 36

    7.2 Remedies; Declaration of Early Termination Date..... 38

    7.3 Termination Payment..... 39

    7.4 Notice of Payment of Termination Payment..... 40

    7.5 Disputes with Respect to Termination Payment..... 40

    7.6 Rights and Remedies Are Cumulative..... 41

<sup>1</sup> Seller NTD: The Table of Contents may need to be renumbered again once the A&R REPPA is finalized.

7.7	Mitigation.....	41
ARTICLE 8 PAYMENT .....		41
8.1	Billing and Payment.....	41
8.2	Disputes and Adjustments of Invoices.....	41
ARTICLE 9.....		42
PURCHASE OPTION.....		42
9.1	Buyer Purchase Option.....	42
9.2	Determination of Fair Market Value.....	43
ARTICLE 10 INSURANCE, CREDIT AND COLLATERAL REQUIREMENTS.....		44
10.1	Insurance.....	44
10.2	Grant of Security Interest.....	44
10.3	Seller Financial Statements.....	44
10.4	Seller’s Performance Assurance.....	45
10.5	Buyer’s Performance Assurance.....	47
ARTICLE 11 REPRESENTATIONS, WARRANTIES AND COVENANTS .....		47
11.1	Representations and Warranties.....	47
11.2	General Covenants.....	48
11.3	Seller Covenants.....	49
11.4	Buyer’s Covenants.....	50
ARTICLE 12 TITLE, RISK OF LOSS, INDEMNITIES.....		50
12.1	Title and Risk of Loss.....	50
12.2	Indemnities by Seller.....	51
12.3	Indemnities by Buyer.....	51
ARTICLE 13 GOVERNMENTAL CHARGES.....		51
13.1	Cooperation.....	51
13.2	Governmental Charges.....	51
ARTICLE 14 CONFIDENTIAL INFORMATION .....		52
14.1	Confidential Information.....	52
ARTICLE 15 ASSIGNMENT.....		54
15.1	Successors and Assigns; Assignment.....	54
15.2	Collateral Assignment.....	55
ARTICLE 16 FORCE MAJEURE .....		56
16.1	Force Majeure Events.....	56
ARTICLE 17 LIMITATIONS ON LIABILITY .....		57
17.1	Disclaimer of Warranties.....	57
17.2	Limitations on Liability.....	57
ARTICLE 18 DISPUTE RESOLUTION .....		57
18.1	Intent of the Parties.....	57
18.2	Management Negotiations.....	58
18.3	Specific Performance and Injunctive Relief.....	58
ARTICLE 19 NOTICES.....		59
19.1	Notices.....	59
ARTICLE 20 MISCELLANEOUS .....		60
20.1	Effectiveness of Agreement; Survival.....	60
20.2	Audits.....	61
20.3	Amendments.....	61
20.4	Waivers.....	61

20.5	Severability.....	61
20.6	Standard of Review. ....	62
20.7	Governing Law.....	62
20.8	Waiver of Trial by Jury. ....	62
20.9	Attorneys’ Fees.....	62
20.10	No Third-Party Beneficiaries. ....	62
20.11	Project Members.....	63
20.12	No Agency.....	63
20.13	Cooperation. ....	63
20.14	Further Assurances. ....	63
20.15	Captions; Construction. ....	63
20.16	Entire Agreement. ....	64
20.17	Forward Contract.....	64
20.18	Counterparts. ....	64

Exhibit A	Sample Calculations
Exhibit B	Description of Project
Exhibit C	Description of Delivery Point and One-Line Diagram
Exhibit D	Project Quantity
Exhibit E	Purchase Option
Exhibit F	Form of Guaranty
Exhibit G	Form of Letter of Credit
Exhibit H	Seller Insurance Requirements
Exhibit I	Site Description; Map
Exhibit J	Interim Milestone Schedule
Exhibit K	Milestones With Delay Damages
Exhibit L	Certificate – Commercial Operations
Exhibit M	REC Bill of Sale
Exhibit N-1	Consent to Assignment
Exhibit N-2	Estoppel Certificate
Exhibit O	Other Buyers; Other Solar Project Buyers

**AMENDED AND RESTATED RENEWABLE ENERGY POWER PURCHASE AGREEMENT**

This AMENDED AND RESTATED RENEWABLE ENERGY POWER PURCHASE AGREEMENT (this “Agreement”) is made this ~~16<sup>th</sup>~~ day of ~~May, 2018~~, 2019 (the “Effective Date”), by and between **FLORIDA MUNICIPAL POWER AGENCY**, a governmental joint action agency organized and existing under Florida law (“**Buyer**”) and **POINSETT SOLAR, LLC**, a Delaware limited liability company (“**Seller**”). Buyer and Seller are each individually referred to herein as a “Party” and collectively as the “Parties”.

**WITNESSETH:**

WHEREAS, Seller intends to develop a photovoltaic solar energy generation facility of approximately 74.5 MW alternating current (“AC”) aggregate nameplate capacity on a site located in Osceola County, Florida (“**Site**”);

WHEREAS, Seller, or an Affiliate of Seller, also intends to develop two additional photovoltaic solar energy generation facilities, each of approximately 74.5 MWAC aggregate nameplate capacity, one on a site located in Orange County, Florida, and another on a site located in Osceola County, Florida (such projects, together with the Project, the “**Solar Project Portfolio**”); ~~and~~

WHEREAS, Seller desires to sell and deliver to Buyer and Buyer desires to purchase and receive all of Buyer’s Share (as defined hereinafter) of the nameplate capacity, electric energy and environmental credits from the Project (as defined hereinafter), on the terms and conditions set forth herein; ~~and~~

WHEREAS, Buyer and Seller entered into that certain Renewable Energy Power Purchase Agreement, as of May 16, 2018 (as to such date, the “Original Effective Date”, and as to such agreement, the “Original Agreement”); and

WHEREAS, Buyer and Seller have each determined that the Original Agreement ought to be amended and restated as set forth in this Agreement.

NOW, THEREFORE, the Parties hereto, for good and sufficient consideration, the receipt of which is hereby acknowledged, intending to be legally bound, do hereby agreamend and restate the Original Agreement to read in its entirety as follows:

**ARTICLE 1  
DEFINITIONS AND INTERPRETATION**

**1.1 Definitions.**

The capitalized terms listed in this ARTICLE 1 shall have the meanings set forth herein. Other terms used in this Agreement but not listed in this Article shall have the meanings as commonly used in the English language and, where applicable, in Prudent Operating Practice.

**"Abandon"** means after having commenced construction of the Project, Seller stops construction of the Project for more than ninety (90) consecutive days excluding cessation of construction work caused by the occurrence of a Force Majeure Event, Permitting Delay, or Transmission Delay.

**"AC"** has the meaning set forth in the Recitals.

**"Adjustment Period"** has the meaning set forth in Section 5.2(b).

**"Affiliate"** means, with respect to any Person, any other Person that, directly or indirectly, through one or more intermediaries, controls, is controlled by, or is under common control with, such Person. For the purposes of this definition, "control" (including, with correlative meanings, the terms "controlled by" and "under common control with"), as used with respect to any Person, means the power, directly or indirectly, to direct or cause the direction of the management, policies or operations of such Person, whether through the ownership of voting securities or by contract or otherwise.

**"After-Tax Basis"** means, with respect to Sections 12.2 and 12.3, any payment received or deemed to have been received by any Person, the amount of such payment (the "Base Payment") supplemented by a further payment (the "Additional Payment") to such Person so that the sum of the Base Payment plus the Additional Payment shall, after deduction of the amount of all taxes required to be paid by such Person in respect of the receipt or accrual of the Base Payment and the Additional Payment (taking into account any current or previous credits or deductions arising from the underlying event giving rise to the payment, the Base Payment and the Additional Payment), be equal to the amount required to be received. Such calculations shall be made on the assumption that the recipient is subject to federal income taxation at the highest applicable statutory rate applicable to corporations for the relevant period or periods, is subject to state and local income taxation at the highest applicable statutory rates applicable to corporations doing business in the State of Florida and shall take into account the deductibility (for federal income tax purposes) of any state and local income taxes.

**"Agreement"** has the meaning set forth in the first paragraph hereof.

**"Applicable Law"** means, with respect to any Person, the Site, or the Project, all laws, statutes, codes, acts, treaties, ordinances, orders, judgments, writs, decrees, injunctions, rules, regulations, Governmental Approvals, directives and requirements of all regulatory and other Governmental Authorities, in each case applicable to or binding upon such Person, the Site or the Project (as the case may be).

**"ARP Contract"** is defined in Section 11.4(d).

**"Bankrupt"** means, with respect to a Party, such Party (a) files a petition or otherwise commences, authorizes or acquiesces in the commencement of a proceeding or cause of action under any bankruptcy, insolvency, reorganization or similar law, (b) makes an assignment or any general arrangement for the benefit of creditors, (c) otherwise becomes

bankrupt or insolvent (however evidenced), (d) is generally unable to pay its debts as they fall due, (e) has been adjudicated bankrupt or has filed a petition or an answer seeking an arrangement with creditors, (f) has taken advantage of any insolvency law or shall have submitted an answer admitting the material allegations of a petition in bankruptcy or insolvency proceedings, (g) becomes subject to an order, judgment or decree for relief, entered in an involuntary case, by any court of competent jurisdiction appointing a receiver, trustee, assignee, custodian or liquidator, for a substantial part of any of its assets and such order, judgment or decree shall continue unstayed and in effect for any period of one hundred eighty (180) consecutive Days, (h) fails to remove an involuntary petition in bankruptcy filed against it within one hundred eighty (180) Days of the filing thereof, or (i) becomes subject to an order for relief under the provisions of the United States Bankruptcy Act, 11 U.S.C. § 301.

**“Business Day”** means any day except a Saturday, Sunday, or a Federal Reserve Bank holiday. A Business Day opens at 8:00 a.m. and closes at 5:00 p.m. Eastern Prevailing Time.

**“Buyer”** has the meaning set forth in the first paragraph of this Agreement.

**“Buyer Excuses”** has the meaning set forth in Section 3.5(b).

**“Buyer Purchase Damages”** means:

(a) the discounted value (discounted at the Interest Rate) of the positive difference, if any, of: (i) all Dollar amounts that Buyer would, in the manner set forth below, be expected to pay at then prevailing market conditions to buy from a third party a product comparable to the Buyer’s Product being purchased under this Agreement through the remaining Delivery Term; *plus* (ii) all incremental costs over and above those that Buyer would otherwise incur; *provided*, that such costs are quantifiable and directly related to the termination of this Agreement, and *provided further* that the incremental costs explicitly excludes costs related to any retail electric customer program; *less* (iii) all Dollar amounts Buyer would have been expected to pay to Seller for Buyer’s Product under this Agreement through the remainder of the Term.

(b) Buyer shall calculate the Buyer Purchase Damages in a Commercially Reasonable manner by using the average of market quotations provided by three (3) or more bona fide unaffiliated market participants, if available. The average of the quotes that were obtained shall be deemed to be the market price. The quotes obtained shall be: (i) for a like amount, (ii) of products comparable to Buyer’s Product, (iii) at the same or reasonably similar Delivery Point, (iv) for the remaining Term, and (v) determined in any other Commercially Reasonable manner. In no event shall Buyer Purchase Damages include any penalties or ratcheted demand or similar charges, nor shall Buyer be required to utilize or change its utilization of its owned or controlled assets or market positions to minimize Seller’s liability. For the purposes of this definition, Buyer shall not be required to actually have purchased any replacement of Buyer’s Product to calculate Buyer Purchase Damages as set forth herein. If Buyer Purchase Damages are owed as a result of an Event

of Default and the Buyer Purchase Damages are a negative number then the Buyer Purchase Damages shall be deemed to equal Zero Dollars (\$0.00).

**“Buyer’s Delivered Energy”** means Buyer’s Share of the Delivered Energy.

**“Buyer’s Facility Attributes”** means Buyer’s Share of the Facility Attributes.

**“Buyer’s Performance Assurance”** means the Performance Assurance provided by Buyer in the event of a Buyer Downgrade Event, in the amount of Buyer’s Share of [REDACTED] as security for Buyer’s obligation to pay for Buyer’s Product pursuant to this Agreement.

**“Buyer’s Product”** means Buyer’s Share of the Product.

**“Buyer’s Renewable Attributes”** means Buyer’s Share of the Renewable Attributes.

**“Buyer’s Share”** means, with respect to the Product (including the Energy, Renewable Attributes and Facility Attributes) and certain other rights and obligations set forth in this Agreement, Buyer’s undivided pro rata entitlement share, expressed as the percentage set forth in Part I of Exhibit O, as such Exhibit may be amended pursuant to Section 3.1(b). For the avoidance of doubt, the sum of Buyer’s Share and each Other Buyer’s Share(s) (if any) shall equal one hundred percent (100%) of the Product.

**“Change of Law”** means any change in or addition to any Applicable Law on or after the Original Effective Date.

**“Claims”** has the meaning set forth in Section 12.2.

**“Collateral Agent”** has the meaning set forth in in Exhibit N-1.

**“Commercially Reasonable”** or **“Commercially Reasonable Efforts”** means, with respect to any purchase, sale, decision, or other action made, attempted or taken by a Party, such efforts as a reasonably prudent business would undertake consistent with its required performance under this Agreement while protecting its own interest under the conditions affecting such purchase, sale, decision or other action, consistent with Prudent Operating Practices, including electric system reliability and stability, state or other regulatory mandates relating to renewable energy portfolio requirements, the cost of such action (including whether such cost is reasonable), the amount of notice of the need to take a particular action, the duration and type of purchase or sale or other action, and the commercial environment in which such purchase, sale, decision or other action occurs. “Commercially Reasonable” or “Commercially Reasonable Efforts” shall be reviewed and determined based upon the facts and circumstances known, or which could have been known with the exercise of reasonable efforts, at the time that a sale, purchase, decision or other action is taken and shall not be based upon a retroactive review of what would have been optimal at such time.



**“Commercial Operation”** means the Project is fully operable and capable of continuous operation at the Project Capacity and able to produce and deliver the Product to Buyer in accordance with the terms of this Agreement.

**“Commercial Operation Date”** means the date following the Initial Energy Delivery Date, on which (a) Commercial Operation has occurred with respect to the full Project Capacity; (b) Seller has delivered to Buyer the Seller’s Delivery Term Security required under Section 10.4(a)(ii); (c) Seller has delivered to Buyer a report with the results of start-up and operational and performance testing conducted by Seller to demonstrate the attainment of Commercial Operation of the Project; (d) Seller has received all local, state and federal Governmental Approvals and other approvals, consents and authorizations as may be required by Applicable Law for the construction, operation and maintenance of the Project and generation, delivery and sale of Product hereunder, and (e) Seller has executed and delivered to Buyer a certificate certifying to Buyer the fulfillment of all conditions precedent to Commercial Operation of the Project substantially in the form of Exhibit L.

**“Confidential Information”** has the meaning set forth in Section 14.1.

**“Contract Price”** means (i) from and including the Initial Energy Delivery Date until the Commercial Operation Date, seventy-five percent (75%) of the Dollar-per-MWh Rate, and (ii) from the Commercial Operation Date through the remainder of the Term the Dollar-per-MWh Rate.

**“Contract Quantity”** has the meaning set forth in Section 3.19(a).

**“Contract Year”** means each one year period during the Term, with the first Contract Year commencing on the Commercial Operation Date and ending on the day before the anniversary of the Commercial Operation Date, and subsequent Contract Years commencing on the anniversary of the Commercial Operation Date.

**“Credit Rating”** means, (a) with respect to Seller or any other Person, the rating then assigned to Seller’s or such Person’s unsecured, senior long-term debt obligations (not supported by third-party credit enhancements); and (b) with respect to Buyer, the rating then assigned to Buyer’s long-term bonds secured by revenues of the ARP Project.

**“Cure Payment Period”** has the meaning set forth in Section 3.19(c).

**“Curtailed Period”** means the period of time during which any of the following occur: (a) Transmission Provider orders, directs, alerts, or provides notice to a Party to curtail Energy deliveries for the following reasons: (i) any System Emergency; (ii) any warning of an anticipated System Emergency, or warning of an imminent condition or situation, which jeopardizes Transmission Provider’s electric system integrity; (b) a curtailment ordered by the Transmission Provider for reasons including, (i) any situation that affects normal function of the electric system, including any abnormal condition that requires action to prevent circumstances such as equipment damage, loss of load, or abnormal voltage conditions, (ii) any warning, forecast or anticipation of conditions or situations that

jeopardize the Transmission Provider's Transmission System integrity or the integrity of other systems to which the Transmission Provider is connected; (c) scheduled or unscheduled maintenance on the Transmission Provider's Transmission System that prevents (i) Buyer from receiving Energy at or (ii) Seller from delivering Energy to the Delivery Point; or (d) a curtailment in accordance with Seller's obligations under the Large Generator Interconnection Agreement.

**"Daily Delay Damages"** means Buyer's Share of [REDACTED] per day.

**"Daily Delay Damages Cap"** has the meaning set forth in Section 4.4(a).

**"Day" or "day"** means a period of twenty-four (24) consecutive hours beginning at 00:00 hours Eastern Prevailing Time on any calendar day and ending at 24:00 hours Eastern Prevailing Time on the same calendar day.

**"Defaulting Party"** has the meaning set forth in Section 7.1.

**"Delivered Energy"** means the Energy delivered to the Delivery Point net of all electrical losses associated with the transmission or transformation (from direct current to AC) of the Energy to the Delivery Point, including, if applicable, any losses between the Metering System and the Delivery Point.

**"Delivery Point"** means the point, more specifically described as the ring bus in Exhibit C, where Seller's Interconnection Facilities connect to the Transmission Provider's Interconnection Facilities.

**"Delivery Term"** means the period of time commencing upon the Initial Energy Delivery Date and terminating at the end of the Term.

**"Disclosing Party"** has the meaning set forth in Section 14.1.

**"Dispute"** has the meaning set forth in Section 18.1.

**"Dollar" or "\$"** means dollars of the United States of America.

**"Dollar-per-MWh Rate"** means [REDACTED] per MWh of Delivered Energy.

**"Downgrade Event"** means any point in time during the Term when: (a) with respect to Seller, two of three of Seller's Guarantor's Credit Ratings fall below Investment Grade; and (b) with respect to Buyer, any Credit Rating of Buyer's long-term bonds secured by the revenues of the ARP Project falls below Investment Grade.

**"Early Termination Date"** has the meaning set forth in Section 7.2(a).

**"Effective Date"** has the meaning set forth in the Preamble to the Agreement.

**“Electric Interconnection Upgrade”** means to complete or to cause to be completed all work, services, installations, equipment and facilities, and to obtain or to cause to be obtained all required Governmental Approvals necessary to interconnect the Project with the Transmission Provider’s Transmission System.

**“Energy”** means net electric energy generated by the Project and available for delivery to the Delivery Point, which shall be in the form of three (3)-phase, sixty (60) Hertz, alternating current (AC).

**“Energy Not Received”** means, in any hour where Energy is not delivered to the Delivery Point, (a) the positive difference between (i) the most recently available forecast of Energy deliveries as defined in Section 3.16, and (ii) the actual amount of Delivered Energy delivered during such hour, if any; or, if such forecast is unavailable, (b) the positive difference between (i) the estimate of Energy production for such hour derived from a P50 (probability of exceedance is fifty percent (50%)) simulation using actual meteorological data for such hour and PVSyst solar forecasting tool, or its successor, or other peer industry standard solar energy forecasting tool, reflective of the same degradation rate as was assumed in the preparation of Exhibit D per year relative to the Project Capacity (prorated over a partial year as applicable) and (ii) the actual amount of Delivered Energy during such hour, if any.

**“Equitable Defenses”** means any bankruptcy, insolvency, reorganization or other laws affecting creditors’ rights generally and, with regard to equitable remedies, the discretion of the court before which proceedings may be pending to grant same.

**“Event of Default”** has the meaning set forth in Section 7.1.

**“Excess Energy Credit”** has the meaning set forth in Section 3.19(d).

**“Excess Energy Delivery”** has the meaning set forth in Section 3.19(d).

**“Excess Energy Rate”** means [REDACTED] of the Dollar-per-MWh Rate.

**“Executives”** has the meaning set forth in Section 18.2(a).

**“Facility Attributes”** means all ancillary products, services, capabilities or attributes which are or can be produced by or associated with the Project at any time during the Term.

**“Fair Market Value”** means the price that, as of the applicable Notice Date, would be paid in an arm’s length, free market transaction, in cash, between an informed, willing seller and informed willing buyer neither of whom is under compulsion to complete the transaction, taking into account, among other things, the age and performance of the Project and advances in solar technology and the commercial benefits that Seller may be able to derive from the Project, *provided* that installed equipment will be valued on an installed basis and costs of removal from current location will not be a deduction from the value.

“*Fitch*” means Fitch Ratings Ltd. or any successor thereto, or if there is no such successor, a nationally recognized credit rating agency.

“*FMPA All-Requirements Power Supply Project*” means the joint-action power supply project created by the FMPA Board of Directors pursuant to FMPA Resolution 1985-B2, dated March 22, 1985.

“*FMPA All-Requirements Power Supply Project Contracts*” means the Power Supply Project Contracts between Buyer and each member of the FMPA All-Requirements Power Supply Project for the sale of the electric capacity and energy and dispatching and transmission services by FMPA to such member.

“*FMPA Solar Project*” means the joint-action solar project created by the FMPA Board of Directors pursuant to FMPA Resolution 2018-B5, dated March 21, 2018.

“*Forced Outage*” means a reduction or suspension of Energy from the Project or an unavailability of the Project, in each case, in an amount greater than five percent (5%) of the Project Capacity and in response to a mechanical, electrical, or hydraulic control system trip or operator-initiated trip or unavailability that is not a Planned Outage or Maintenance Outage, due to a Curtailment Period, or the result of a Force Majeure Event.

“*Force Majeure Event*” means any event or circumstance after the [Original](#) Effective Date that wholly or partly prevents or delays the performance of any material obligation arising under this Agreement, other than the obligation to pay amounts due, but only to the extent (1) such event is not within the reasonable control, directly or indirectly, of the Party seeking to have its performance obligation(s) excused thereby, (2) the Party seeking to have its performance obligation(s) excused thereby has taken all reasonable precautions and measures in order to prevent or avoid such event and thereafter to mitigate the effect of such event on such Party’s ability to perform its obligations under this Agreement, (3) such Party could not reasonably have been expected to prevent or avoid such event and could not overcome such event by the exercise of due diligence, and (4) such event is not the direct or indirect result of the fault or negligence of the Party seeking to have its performance obligations excused thereby.

- (a) Subject to the foregoing, events that could qualify as a Force Majeure Event include the following:
- (i) acts of God, flooding, landslide, earthquake, fire, explosion, epidemic, quarantine, hurricane, tornado, volcano, other natural disaster or unusual or extreme adverse weather-related events;
  - (ii) war (declared or undeclared), riot or similar civil disturbance, acts of the public enemy (including acts of terrorism), sabotage, blockade, insurrection, revolution, expropriation or confiscation which directly impact operations;

- (iii) except as set forth in subpart (b)(vi) below, strikes, work stoppage or other labor disputes (in which case the affected Party shall have no obligation to settle the strike or labor dispute on terms it deems unreasonable);
  - (iv) environmental and other contamination at or affecting the Project prior to the Original Effective Date which was not reasonably discoverable during Site due diligence using Prudent Operating Practices;
  - (v) accidents of navigation or breakdown or injury of vessels, accidents to harbors, docks, canals or other assistances to or adjuncts of shipping or navigation, or quarantine, air crash, shipwreck, train wrecks or other failures or delays of transportation;
  - (vi) vandalism beyond that which could not be reasonably prevented by Seller using Prudent Operating Practices;
  - (vii) the discovery of Native American burial grounds not evidenced in Seller's Phase I environmental assessment of the Site and not reasonably discoverable during Site due diligence using Prudent Operating Practices;
  - (viii) the discovery of endangered species at the Site, as defined by Applicable Law, not reasonably discoverable during Site due diligence using Prudent Operating Practices;
  - (ix) damage to or destruction of the Project generator step-up transformer that requires installation of a replacement unit; and
  - (x) damage to or destruction of the Transmission Provider's Transmission System which prevents Buyer from accepting delivery of Energy to the Delivery Point.
- (b) A Force Majeure Event shall not be based on:
- (i) Buyer's inability to economically use or resell Buyer's Product purchased hereunder;
  - (ii) Seller's ability to sell the Product at a price greater than the price set forth in this Agreement;
  - (iii) Seller's inability to obtain Governmental Approvals or other consents, approvals or authorizations of any type for the ownership, construction, operation, or maintenance of the Project or the production, transmission, delivery and sale of Product;
  - (iv) Seller's inability to obtain sufficient labor, equipment, materials, or other resources to install, equip, build, operate, maintain or repair the Project, except to the extent Seller's inability to obtain sufficient labor, equipment,

materials, or other resources is caused by a Force Majeure Event of the specific type described in any of subsections (a)(i) through (a)(vi) above;

- (v) Seller's failure to obtain Performance Assurance, financing or other funds, including funds authorized by a state or the federal government or agencies thereof, to supplement the payments made by Buyer pursuant to this Agreement; or
- (vi) a strike, work stoppage or labor dispute limited only to any one or more of Seller or Seller's Affiliates.

**"Force Majeure Extension"** has the meaning set forth in Section 4.3(c)(iii).

**"GEP Damages"** has the meaning set forth in Section 3.19(c).

**"GEP Failure"** has the meaning set forth in Section 3.19(c).

**"Governmental Approvals"** means all authorizations, consents, approvals, waivers, exceptions, variances, filings, notices, permits, orders, licenses, exemptions and declarations of or with any Governmental Authority and shall include those siting, construction and operating permits and licenses, and any of the foregoing under any Applicable Law that are required to construct, interconnect, operate, maintain and repair the Project and deliver Delivered Energy to the Delivery Point.

**"Governmental Authority"** means any federal, state, local or municipal government body; any governmental, quasi-governmental, regulatory or administrative agency, commission, body or other authority exercising or entitled to exercise any administrative, executive, judicial, legislative, policy, regulatory or taxing authority or power; any court or governmental tribunal; or any independent operator, regional transmission organization or other regulatory body; in each case having jurisdiction over either Party, the Project, the Site, the generation, delivery and sale of Product, Seller's Interconnection Facilities, the Transmission Provider's Interconnection Facilities, or the Transmission Provider's Transmission System.

**"Governmental Charges"** has the meaning set forth in Section 13.2.

**"Guaranteed Commercial Operation Date"** means June 30, ~~2020~~2023, as such date may be extended in accordance with Section 4.3(c).

**"Guaranteed Energy Production"** or **"GEP"** has the meaning set forth in Section 3.19(b).

**"Guarantor"** means an entity providing payment security on behalf of a Party. The Guarantor must be incorporated or organized in a jurisdiction of the United States and be in good standing in such jurisdiction.

**"Guaranty"** means a guaranty substantially in the form of Exhibit F issued by a Guarantor with an Investment Grade Credit Rating.

**“Initial Energy Delivery Date”** means the first date that Seller delivers Buyer’s Delivered Energy to Buyer at the Delivery Point and that Buyer is able to receive and transmit such Buyer’s Delivered Energy from the Delivery Point.

**“Initial Negotiation End Date”** has the meaning set forth in Section 18.2(a).

~~**“Initial Term”** has the meaning set forth in Section 2.1.~~

**“Interest Payment Date”** means the last Business Day of each calendar month.

**“Interest Rate”** means the lower of (a) annual rate equal to the U.S. 10-year Treasury Note then in effect plus four percent (4%) and (b) the maximum interest permitted by Applicable Law.

**“Interim Milestones”** has the meaning set forth in Section 4.1(i).

**“Interlocal Agreement”** means the Interlocal Agreement creating the Florida Municipal Power Agency, as amended and supplemented to date, and as the same may be amended or supplemented in the future.

**“Investment Grade”** means a Credit Rating of at least: (a) BBB- when the Credit Rating is issued by S&P, (b) Baa3 when the Credit Rating is issued by Moody’s, or (c) BBB- when the Credit Rating is issued by Fitch; *provided*, that if the applicable Person is rated by each of Moody’s, S&P and Fitch, the two (2) highest ratings will be the applicable standard in determining such Person’s Credit Rating.

**“Large Generator Interconnection Agreement”** means the mutually agreed interconnection agreement between the Transmission Provider and Seller pursuant to which Seller’s Interconnection Facilities and the Transmission Provider’s Interconnection Facilities will be constructed and operated and maintained, in accordance with the Transmission Provider’s Open Access Transmission Tariff.

**“Letter(s) of Credit”** means one or more irrevocable, transferable standby letters of credit, substantially in the form of Exhibit G, issued by a U.S. commercial bank or a foreign bank with a U.S. branch with such bank having a credit rating of at least A- from S&P or A3 from Moody’s, without a “negative credit watch”, “negative outlook” or other rating decline alert by either S&P or Moody’s and having net tangible assets of at least \$10 Billion, in a form acceptable to the Party in whose favor the letter of credit is issued.

**“Lien”** means any lien, charge, claim, mortgage, security agreement or other encumbrance.

**“Maintenance Outage”** means removal of a portion of the Project from service availability, excluding Planned Outages and Forced Outages.

**“Manager”** has the meaning set forth in Section 18.2(a).

**“Measurement Period Performance Percentage”** has the meaning set forth in Section 3.19(a).

**“Metering System”** means all meters, metering devices and related instruments used to measure and record Energy and to determine the amount of Delivered Energy.

**“Milestone Daily Delay Damages”** means Buyer’s Share of [REDACTED] for each day of delay in achieving the milestones set out in the first two rows of Exhibit K.

**“Milestone Daily Delay Damages Cap”** has the meaning set forth in Section 4.1(j).

**“Moody’s”** means Moody’s Investor Service, Inc. or any successor thereto, or in the event that there is no such successor, a nationally recognized credit rating agency.

**“MW”** means a megawatt (or 1,000 kilowatts) of AC electric generating capacity.

**“MWh”** means a megawatt hour.

**“NERC”** means the North American Electric Reliability Corporation.

**“Network Upgrades”** means additions, modifications and upgrades to the Transmission Provider’s Transmission System, or any other electric delivery system beyond the Delivery Point to which Transmission Provider’s Transmission System is directly or indirectly interconnected or which is affected, to accommodate the interconnection of the Project to the Transmission Provider’s Transmission System.

**“Network Upgrade Cost”** means the costs to make any Network Upgrades required by the Transmission Provider for the Project.

**“Newly Available Product”** means any Product available to Seller following a default or termination by (a) any Other Buyer under a power purchase agreement with Seller relating to the Project, or (b) any Other Solar Project Buyer under a power purchase agreement with Seller relating to a project in the Solar Project Portfolio other than the Project.

**“Non-Defaulting Party”** has the meaning set forth in Section 7.2.

**“Notice”** has the meaning set forth in Section 19.1.

**“Notice Date”** has the meaning set forth in Section 9.1.

**“Operating Procedures”** has the meaning set forth in Section 3.11.

**“Option Price”** has the meaning set forth in Section 9.1.



*“Original Agreement”* has the meaning set forth in the Preamble to the Agreement.

*“Original Effective Date”* has the meaning set forth in the Preamble to the Agreement.

*“Other Buyer”* means each Person (if any) other than Buyer identified in Part I of Exhibit O that will purchase Product from the Project.

*“Other Buyer's Share”* means, with respect to the Product (including the Energy, Renewable Attributes and Facility Attributes) and certain other rights and obligations set forth in this Agreement, an Other Buyer's undivided pro rata entitlement share, expressed as the percentage set forth in Part I of Exhibit O, as such Exhibit may be amended pursuant to Section 3.1(b). For the avoidance of doubt, the sum of Buyer's Share and all Other Buyer's Shares) shall equal one hundred percent (100%).

*“Other Solar Project Buyers”* means each of the “Other Solar Project Buyers” identified in Part I of Exhibit O with respect to the Taylor Creek project and the Holopaw project.

*“OUC”* means the Orlando Utilities Commission.

*“Parties”* has the meaning set forth in the first paragraph of this Agreement.

*“Party”* has the meaning set forth in the first paragraph of this Agreement.

*“Performance Assurance”* means security in the form of cash, Letters of Credit, or Guaranty (unless specified otherwise in this Agreement) in the form and substance set out in this Agreement provided by a Party to the other Party to secure a Party's obligations hereunder.

*“Performance Measurement Period”* has the meaning set forth in Section 3.19(a).

*“Permitted Extensions”* means extensions to the Guaranteed Commercial Operation Date due to Transmission Delay, Permitting Delay, or Force Majeure Extension.

*“Permitting Delay”* has the meaning set forth in Section 4.3(c)(ii).

*“Person”* means an individual, partnership, corporation, business trust, joint stock company, trust, unincorporated association, joint venture, Governmental Authority, governmental entity, limited liability company or any other entity of whatever nature.

*“Plan”* means a plan delivered by one Party to the other Party or by Collateral Agent or Tax Equity Investor(s) to Buyer, as applicable, in connection with an outage or an Event of Default (as applicable) pursuant to Section 7.1(a)(iii) (Events of Default), Section 16.1 (Force Majeure), section 3(c) of a consent to assignment delivered pursuant to Section 15.2(d), or section 6(c) of an estoppel certificate delivered pursuant to Section 15.2(d), as such plan may be updated by written Notice (including by e-mail) from the Person delivering such plan to the applicable Party.

**“Planned Outage”** means the scheduled removal of all or a portion of the Project from service availability. To qualify as a Planned Outage, the maintenance (a) must actually be conducted during the Planned Outage period, and in Seller’s sole discretion must be of the type that is necessary to reliably maintain the Project consistent with recommendations of equipment manufacturers and Prudent Operating Practice, (b) cannot be reasonably conducted during the Project’s operations, and (c) is reasonably expected to cause the amount of Energy delivered to the Delivery Point to be reduced by at least five percent (5%) of the Project Capacity.

**“Point of Interconnection”** has the meaning set forth in Exhibit C.

**“Product”** means the Energy, Renewable Attributes and Facility Attributes generated by the Project, net of Station Service.

**“Project”** means Seller’s electrical plant and equipment used to generate electricity utilizing photovoltaic solar energy generator equipment and facilities located at the Site, Seller’s Interconnection Facilities and any and all additions, replacements or modifications. The Project is more particularly described in Exhibit B.

**“Project Capacity”** has the meaning set forth in Section 3.4.

**“Project Cure Period”** has the meaning set forth in Section 4.4(a).

**“Project Development Security”** has the meaning set forth in Section 10.4(a)(i).

**“Project Investor”** or **“Project Investors”** means any and all Persons or successors in interest thereof (a) lending money, extending credit or providing loan guarantees (whether directly to Seller or to an Affiliate of Seller) as follows: (i) for the construction, interim or permanent financing or refinancing of the Project; (ii) for working capital or other ordinary business requirements of the Project (including the maintenance, repair, replacement or improvement of the Project); (iii) for any development financing, bridge financing, credit support, credit enhancement or interest rate protection in connection with the Project; (iv) for any capital improvement or replacement related to the Project; or (v) for the purchase of the Project and the related rights from Seller; or (b) participating (directly or indirectly) as an equity investor (including a Tax Equity Investor) in the Project; or (c) any lessor under a lease finance arrangement relating to the Project.

**“Project Quantity”** means the total estimated Energy production of the Project for a Contract Year as set forth in Exhibit D, as such Exhibit may be amended in accordance with Section 3.19(g).

**“Prudent Operating Practices”** means the practices, methods and standards of professional care, skill and diligence engaged in or approved by a significant portion of the electric generation industry for solar facilities of similar size, type, and design as the Project, that, in the exercise of reasonable judgment, in light of the facts known at the time,

would have been expected to accomplish results consistent with Applicable Law, reliability, safety, environmental protection and standards of economy and expedition. Prudent Operating Practices is not intended to be limited to the optimum practice, method, or act to the exclusion of all others, but rather to be acceptable practice, methods, or acts generally accepted in the industry.

**“Purchase Option”** has the meaning set forth in [Section 9.1](#).

**“Qualified Institution”** means a U.S. commercial bank or a licensed U.S. branch of a foreign bank, or other Person having an unsecured bond rating equivalent to A- or better (by S&P and/or Fitch) or A3 or better (by Moody’s) as determined by at least two (2) Ratings Agencies, one of which must be either Standard & Poor’s or Moody’s, and net tangible assets of at least Thirty Billion Dollars (\$30,000,000,000).

**“Ratings Agency”** means either of Fitch, S&P or Moody’s.

**“Receiving Party”** has the meaning set forth in [Section 14.1](#).

**“Referral Date”** has the meaning set forth in [Section 18.2\(a\)](#).

**“Renewable Attributes”** means any and all existing and future renewable resource attributes, emissions credits and other environmentally related attributes that arise from, result from, are created by or are attributable to the generation, production, purchase or sale of Energy from the Project. Renewable Attributes do not include (a) any Energy, capacity, reliability or other power attributes from the Project, (b) Tax Attributes or (c) emission reduction credits encumbered or used by the Project for compliance with local, state or federal operating and/or air quality permits.

**“Renewal Term”** has the meaning set forth in [Section 2.1](#).

**“S&P”** means Standard & Poor’s or any successor thereto, or in the event that there is no such successor, a nationally recognized credit rating agency.

**“Scheduling Coordinator”** means the Persons designated by Buyer and Other Buyers by Notice to Seller as the Persons who are authorized and responsible for (a) scheduling the amount of Energy expected to be delivered to the Delivery Point by the Project, consistent with the Operating Procedures, during any hour during the Delivery Term and (b) acting as the designated account manager for the Green-E Tracking System, or other body for the registration, certification, or transfer of Renewable Attributes, for the purposes of allocating and distributing Renewable Attributes among the Buyer and the Other Buyers (if any), based on Buyer’s Share and each Other Buyer’s Share, as applicable.

**“SEC”** means the U.S. Securities and Exchange Commission.

**“Seller”** has the meaning set forth in the first paragraph of this Agreement.

“*Seller Excuses*” has the meaning set forth in Section 3.5(a).

“*Seller Excuse Hours*” means the hours Seller is unable to generate or deliver Energy due to Seller Excuses.

“*Seller Sales Damages*” means:

(a) the discounted value (discounted at the Interest Rate) of the positive difference, if any, of: (i) all Dollar amounts that Seller would, in the manner set forth below, be expected to receive from the sale of the Buyer’s Product under this Agreement through the remainder of the Term; *plus* (ii) all incremental costs over and above those that Seller would otherwise incur when delivering the Buyer’s Product to the Delivery Point; *less* (iii) all Dollar amounts Seller reasonably would, in the manner set forth below, be expected to receive at then-prevailing market conditions from the sale to a third party of the Buyer’s Product that it would have provided to Buyer through the remainder of the Term.

(b) Seller shall calculate the Seller Sales Damages in a Commercially Reasonable manner by using the average of market bids or quotations provided by three (3) or more bona fide unaffiliated market participants, if available. The average of the bids/quotes that were obtained shall be deemed to be the market price. The quotes obtained shall be: (i) for a like amount, (ii) of Product from the Project equivalent to Buyer’s Product, (iii) at the same or reasonably similar Delivery Point, (iv) for the remainder of the Term, and (v) determined in any other Commercially Reasonable manner. In no event shall Seller Sales Damages include any penalties, or ratcheted demand or similar charges, nor shall Seller be required to utilize or change its utilization of its owned or controlled assets or market positions to minimize Buyer’s liability. For the purposes of this definition, Seller shall not be required to actually resell the Buyer’s Product to calculate the Seller Sales Damages as set forth herein. If Seller Sales Damages are owed as a result of an Event of Default and the Seller Sales Damages, as calculated pursuant to this definition, are a negative number then the Seller Sales Damages shall be deemed to equal Zero Dollars (\$0.00).

“*Seller’s Delivery Term Security*” has the meaning set forth in Section 10.4(a)(ii).

“*Seller’s Interconnection Facilities*” means the interconnection facilities, control and protective devices and metering and supervisory control and data acquisition (SCADA) facilities required to connect the Project with the Transmission Provider’s Transmission System up to, and on Seller’s side of, the Delivery Point.

“*Seller’s Ultimate Parent Company*” means the ultimate parent of Seller, which as of the Original Effective Date is NextEra Energy, Inc.

“*Settlement Amount*” means (a) with respect to a Termination Payment owed to Buyer, the Buyer Purchase Damages; or (b) with respect to a Termination Payment owed to Seller, the Seller Sales Damages, as applicable.

“*Site*” has the meaning set forth in the Recitals as further described in Exhibit I.

“*Solar Project Portfolio*” has the meaning set forth in the Recitals.

“*Station Service*” means the electric energy required by the Project to power the lights, motors, control systems and other auxiliary electrical loads that are necessary for operation of the Project.

“*System Emergency*” means a condition on the Transmission Provider’s Transmission System, at the Project, or on transmission facilities used to deliver Energy from the Project to the Delivery Point which condition is likely to result in imminent significant disruption of service to the Transmission Provider’s Transmission System customers or is imminently likely to endanger life or property.

“*Tax Attributes*” means (a) investment tax credits (including any grants or payments in lieu thereof) and any other tax deductions or tax benefits under federal, state or other Applicable Law available as a result of the ownership and operation of the Project or the output generated by the Project (including tax credits, payments in lieu thereof and accelerated and/or bonus depreciation); and (b) present or future (whether known or unknown) cash payments, grants under Section 1603 of the American Recovery and Reinvestment Tax Act of 2009 or outright grants of money relating in any way to the Project.

“*Tax Equity Investor*” means one or more Project Investor(s) seeking a return that is enhanced by tax credits and/or tax depreciation and generally (a) described in Revenue Procedures 2001-28 (sale-leaseback (with or without “leverage”)), 2007-65 (flip partnership) or 2014-12 (flip partnership and master tenant partnership) as those revenue procedures are reasonably applied or analogized to a solar project transaction (as opposed to a wind farm or rehabilitated real estate) or (b) contemplated by Section 50(d)(5) of the Code, as amended (a pass-through lease).

“*Term*” has the meaning set forth in Section 2.1.

“*Termination Payment*” has the meaning set forth in Section 7.3(a).

“*Transmission Delay*” has the meaning set forth in Section 4.3(c)(i).

“*Transmission Provider*” means Duke Energy Florida or any successor to the Transmission Provider’s Transmission System.

“*Transmission Provider’s Interconnection Facilities*” means the interconnection facilities, control and protective devices and metering facilities required to connect the Transmission Provider’s Transmission System with the Project up to, and on the Transmission Provider’s side of, the Delivery Point.

**“Transmission Provider’s Transmission System”** means the facilities for the transmission of Buyer’s Delivered Energy from the Delivery Point to Buyer’s electric delivery system.

## **1.2 Interpretation.**

The following rules of construction shall be followed when interpreting this Agreement:

(a) the gender (or lack of gender) of all words used in this Agreement includes the masculine, feminine, and neuter;

(b) words used or defined in the singular include the plural and vice versa;

(c) references to Articles and Sections refer to Articles and Sections of this Agreement;

(d) references to Annexes, Exhibits and Schedules refer to the Annexes, Exhibits and Schedules attached to this Agreement, each of which is made a part hereof for all purposes;

(e) references to Applicable Laws refer to such Applicable Laws as they may be amended from time to time, and references to particular provisions of an Applicable Law include any corresponding provisions of any succeeding Applicable Law and any rules and regulations promulgated thereunder;

(f) terms defined in this Agreement are used throughout this Agreement and in any Annexes, Exhibits and Schedules hereto as so defined;

(g) references to money refer to legal currency of the United States of America;

(h) the words “includes” or “including” shall mean “including without limitation;”

(i) the words “hereof,” “hereby,” “herein,” “hereunder” and similar terms in this Agreement shall refer to this Agreement as a whole and not any particular Article or Section in which such words appear, unless otherwise specified;

(j) all references to a particular entity shall include a reference to such entity’s successors and permitted assigns but, if applicable, only if such successors and assigns are permitted by this Agreement;

(k) references to any agreement, document or instrument shall mean a reference to such agreement, document or instrument as the same may be amended, modified, supplemented or replaced from time to time;

(l) the word “or” will have the inclusive meaning represented by the phrase “and/or;”

(m) the words “shall” and “will” mean “must”, and shall and will have equal force and effect and express an obligation; and

(n) the words “writing,” “written” and comparable terms refer to printing, typing, and other means of reproducing in a visible form.

## ARTICLE 2 TERM

### 2.1 *Term.*

This Agreement shall commence on the Original Effective Date and, unless sooner terminated in accordance with the terms hereof, continue until the date that is twenty (20) years following the Commercial Operation Date (the “**Initial Term**”). ~~The Initial Term may be extended at the option of Buyer for two (2) extension terms of five (5) years each or by one ten (10) year extension term (the “**Renewal Term(s)**”), with no change to the Contract Price, by Notice from Buyer to Seller at least one hundred twenty (120) days prior to the expiration of the Initial Term or the initial Renewal Term, as applicable. The Initial Term and any Renewal Term(s) are collectively (the “**Term**”).~~ Term”).

## ARTICLE 3 OBLIGATIONS AND DELIVERIES

### 3.1 *Product.*

(a) Seller shall produce, deliver and sell to Buyer Buyer’s Product which is or can be produced by or associated with the Project now and in the future (whether known or unknown) in accordance with the terms hereof. Seller and Buyer acknowledge that except in the case in which Buyer’s Share is or becomes equal to one hundred percent (100%), the Buyer’s Product under this Agreement is not intended to be the entire Product produced by or relating to the Project and that Seller has or will contract to sell the remaining shares of the Product to Other Buyers. Seller acknowledges that Buyer does not and shall not incur obligations to the Other Buyers through this Agreement and the rights and obligations of this Agreement shall be separate and independent of any agreements entered into by Seller with Other Buyers and Other Solar Project Buyers, including with regard to Seller’s ability or inability so resell Newly Available Product to third parties, except as expressly, specifically set forth herein.

(b) In the event of availability of Newly Available Product in connection with the Project, Seller shall proceed to dispose of such Other Buyer’s Share of the Product as follows:

(i) Seller shall first offer to transfer to Buyer and to each non-defaulting Other Buyer(s) a pro rata portion of the Newly Available Product, in accordance with each such Person’s share of the Project as set forth in Part I of Exhibit O. Any part of such Newly Available Product that is declined by Buyer or any Other Buyer(s), shall be reoffered pro rata to Buyer and/or such Other Buyer(s) which have accepted in full the first such offer; such reoffering shall be repeated until such Newly Available Product has been reallocated in full or until Buyer and/or all such

Other Buyers have declined to take any portion or additional portion of such Newly Available Product.

(ii) If less than all of the Newly Available Product shall be accepted by Buyer and/or such Other Buyers, Seller shall offer the remaining Newly Available Product to Other Solar Project Buyers on a pro rata basis in accordance with such Other Solar Project Buyers' share of the Solar Project Portfolio as set forth in Part II of Exhibit O.

(c) If less than all of the Newly Available Product shall be accepted by Buyer and/or such Other Buyers and/or such Other Solar Project Buyers pursuant to Section 3.1(b), Seller may sell to a third party the remaining portion of Newly Available Product for the remainder of the Term. Upon the conclusion of such reoffering, Seller shall provide Buyer with an amended Exhibit O reflecting the revised percentages constituting Buyer's Share and each Other Buyer's Share, as well as the share of each such Person in the Solar Project Portfolio. Such amended Exhibit O will be deemed to replace the exhibit attached to this Agreement as Exhibit O prior to such amendment.

### **3.2 *Purchase and Sale.***

(a) Unless specifically excused by the terms of this Agreement, during the Delivery Term Seller shall produce at the Project, sell and deliver, or cause to be delivered, and Buyer shall purchase and receive, or cause to be received, Buyer's Product, and Buyer shall pay Seller for Buyer's Product in accordance with the terms hereof.

(b) For and in consideration of Buyer entering into this Agreement, and in addition to the agreement by Buyer and Seller to purchase and sell Buyer's Product on the terms and conditions set forth herein, Seller will transfer to Buyer, and Buyer will receive from Seller, all right, title, and interest in and to all Buyer's Renewable Attributes and Buyer's Facility Attributes, whether now existing or acquired by Seller or that hereafter come into existence or are acquired by Seller during the Term, for all Buyer's Delivered Energy. Seller agrees to transfer and make such Buyer's Renewable Attributes and Buyer's Facility Attributes available to Buyer immediately to the fullest extent allowed by Applicable Law upon Seller's production or acquisition of the Buyer's Renewable Attributes and Buyer's Facility Attributes. Seller shall not assign, transfer, convey, encumber, sell or otherwise dispose of all or any portion of such Buyer's Renewable Attributes and Buyer's Facility Attributes to any Person other than Buyer.

### **3.3 *Contract Price.***

Buyer shall pay Seller the Contract Price for each MWh of Buyer's Delivered Energy. Buyer and Seller acknowledge and agree that the consideration for the transfer of Buyer's Renewable Attributes and Buyer's Facility Attributes is contained within Contract Price paid for the Buyer's Product. In the event that during any Contract Year Seller produces and makes an Excess Energy Delivery to the Delivery Point, within thirty (30) days after the end of such Contract Year, Seller shall credit Buyer by an amount such that in respect of all such Excess Energy Delivery, Buyer



effectively paid the Excess Energy Rate for such Excess Energy Delivery pursuant to the settlement process described in Section 3.19.

### **3.4 Project Capacity.**

The “**Project Capacity**” is the full generation capacity of the Project net of all Station Service and net of losses, including transformation or transmission losses, to the Delivery Point, which shall be 74.5 MW AC as of the Commercial Operation Date. Throughout the Delivery Term, Seller shall sell and deliver Buyer’s Share of the Project Capacity solely to Buyer, except as may be permitted under this Agreement in the case of an Event of Default of Buyer or during a Curtailment Period, Planned Outage or Maintenance Outage, Forced Outage or Force Majeure Event where Buyer is prevented from accepting delivery of Buyer’s Share of the Energy.

### **3.5 Performance Excuses.**

(a) The obligation of Seller to deliver Buyer’s Delivered Energy to the Delivery Point shall be excused only (i) during periods of a Force Majeure Event, (ii) by Buyer’s unexcused failure to perform its obligation to receive Buyer’s Delivered Energy at the Delivery Point, (iii) during Curtailment Periods and (iv) during Planned Outages and Maintenance Outages (“**Seller Excuses**”).

(b) The obligation of Buyer to receive and pay for Buyer’s Share of the Energy shall be excused only (i) during periods of a Force Majeure Event, (ii) by Seller’s failure to perform its obligations to generate and deliver Energy to the Delivery Point, or (iii) during Curtailment Periods (“**Buyer Excuses**”).

(c) Except for a failure resulting from a Force Majeure Event or during a Curtailment Period, the failure of electric transmission service shall not excuse performance with respect to either Party.

### **3.6 Buyer’s Right to Curtail.**

(a) The Scheduling Coordinator may curtail, or require Seller to curtail, all or part of the Energy from the Project at any time for any reason, including Buyer Excuses. In the event that the curtailment does not arise out of Buyer Excuses, for any such period and to the full extent the Project is otherwise available (taking into account any partial or full outage), Buyer shall be responsible for and shall pay Seller for Buyer’s Share of the Energy Not Received at the Delivery Point as a result of the curtailment directed by Scheduling Coordinator at the Contract Price for the amount of Buyer’s Share of Energy Not Received as determined and calculated by Seller and agreed to by Buyer in a Commercially Reasonable manner. In the event that Buyer requests Seller to curtail all or part of the Energy the Project is capable of generating, Seller shall curtail the generation of such Energy as soon as reasonably possible after receiving, and otherwise in accordance with, Notice from Buyer.

(b) Seller shall include in a monthly invoice delivered to Buyer pursuant to Section 8.1 the amounts, if any, owed by Buyer pursuant to Section 3.6(a) and a description, in reasonable detail, of the calculation of Buyer’s Share of Energy Not Received.

### 3.7 *Replacement Energy.*

(a) Subject to clauses (b) and (c) of this Section 3.7, in the event of a Planned Outage, Maintenance Outage, Forced Outage, or an outage in connection with a Force Majeure Event or any other Seller Excuse, during the period of such outage, Buyer (i) has the right to purchase replacement energy as necessary and (ii) shall be relieved from the obligation to receive and purchase, or cause to be received and purchased, Buyer's Share of the Energy at the Delivery Point; *provided*, that Seller shall have no obligation to reimburse Buyer for any such replacement energy.

(b) In connection with any outage for which Seller delivers written Notice (including by e-mail) to Buyer stating that Seller anticipates such outage will continue for forty-eight (48) hours or more, and Seller has delivered a Plan to Buyer:

(i) Buyer may, upon written Notice to Seller, Collateral Agent or Tax Equity Investor(s) (as applicable), purchase replacement energy for a period of time equal to the lesser of (A) the remaining period of time outlined in such Plan, or (B) seven (7) days; *provided*, for the avoidance of doubt, that if the Plan provides a timeline greater than seven (7) days to resume the delivery of Energy to the Delivery Point, Buyer may continue to purchase replacement energy upon written Notice to Seller, Collateral Agent or Tax Equity Investor (as applicable) on a rolling basis until the date on which delivery of Energy to the Delivery Point is anticipated to resume, as specified in the Plan;

(ii) Buyer shall not be obligated to purchase or receive Delivered Energy during such period; and

(iii) Seller, Collateral Agent or Tax Equity Investor(s) (as applicable) shall provide regular Plan updates to Buyer.

(c) In connection with any outage that is not a Planned Outage or a Maintenance Outage and for which Seller fails to deliver written Notice (including by e-mail) to Buyer within twenty-four (24) hours after the occurrence of such outage.

(i) Buyer may, upon written Notice to Seller, Collateral Agent or Tax Equity Investor(s) (as applicable), purchase replacement energy for a period of time equal to seven (7) days, and Buyer may continue to purchase replacement energy upon written Notice to Seller or Collateral Agent (as applicable) on a rolling basis until the date on which delivery of Energy to the Delivery Point is anticipated to resume, as specified in a Plan;

(ii) Buyer shall not be obligated to purchase or receive Delivered Energy during such period; and

(iii) Seller, Collateral Agent or Tax Equity Investor(s) (as applicable) shall provide regular Plan updates to Buyer.

**3.8 Offsets, Allowances and Renewable Attributes.**

(a) Buyer shall be entitled to Buyer's Renewable Attributes and Buyer's Facility Attributes. Buyer shall not be entitled to any Renewable Attributes or Facility Attributes resulting from Delivered Energy which Buyer does not purchase under this Agreement.

(b) Seller shall transfer and assign to Buyer all Buyer's Renewable Attributes. On or before the tenth (10th) day following the end of each Month, Seller shall complete and provide to Buyer the bill of sale for Buyer's Renewable Attributes in the form attached hereto as Exhibit M, together with Seller's monthly invoice to Buyer for Buyer's Product issued in accordance with Section 8.1.

(c) Seller shall be entitled to all (i) Tax Attributes, and (ii) any Renewable Attributes that the Buyer is not entitled to pursuant to the provisions of Section 3.8(a). Buyer acknowledges that Seller has the right to sell any Renewable Attributes to which Seller is entitled pursuant to this Section 3.8(c) to any Person other than Buyer at any rate and upon any terms and conditions that Seller may determine in its sole discretion without liability to Buyer hereunder. Buyer shall have no claim, right or interest in such Renewable Attributes that Seller has the right to sell under this Section 3.8(c) or in any amount that Seller realized from the sale of such Renewable Attributes.

(d) Seller shall bear all risks, financial and otherwise throughout the Term, associated with Seller's or the Project's eligibility to receive any Tax Attributes, or to qualify for accelerated or bonus depreciation for Seller's accounting, reporting or tax purposes. The obligations of the Parties hereunder, including those obligations set forth herein regarding the sale, purchase and price for and Seller's obligation to generate and deliver Buyer's Delivered Energy, Buyer's Renewable Attributes, and Buyer's Facility Attributes, shall be effective regardless of whether the generation of Product or sale and delivery of any Delivered Energy from the Project is eligible for, or receives Tax Attributes or to qualify for accelerated or bonus depreciation during the Term.

**3.9 Transmission.**

(a) Seller shall be responsible for presenting to and receiving Transmission Provider approval of the Project interconnection requirements and transmission facilities so that Seller can perform its Product deliveries hereunder in accordance with applicable Transmission Provider requirements. Seller shall be responsible for all costs to design, equip, construct and maintain the interconnection facilities necessary to deliver Energy from the Project to the Point of Interconnection. Seller shall be responsible for receiving Network Resource Interconnection Service from the Transmission Provider in accordance with the Transmission Provider's Large Generator Interconnection Procedures. Subject to Section 4.2, Buyer shall be responsible for arranging for all transmission services required to effectuate Buyer's purchase of Buyer's Product, including obtaining firm transmission service or delivery to the wholesale and retail power customers of Buyer, in an amount of capacity equal to the Buyer's Share of the Project Capacity, and shall be responsible for the payment of any charges related to such transmission services hereunder, including charges for transmission or wheeling services, ancillary services,

control area services, congestion charges, transaction charges and line losses. The Parties acknowledge that the Contract Price does not include charges for such transmission services, all of which shall be paid by Buyer.

(b) In the event that the Transmission Provider or any other properly authorized Person exercising control over the Transmission Provider's Interconnection Facilities or the Transmission Provider's Transmission System takes any action or orders Seller or Buyer to take any action that affects Buyer's ability to take delivery of Energy hereunder not caused by or resulting from Seller's act or omission, a Curtailment Period or a Force Majeure Event, Buyer shall use its Commercially Reasonable Efforts to attempt to mitigate the adverse effects of such action(s) on Buyer's ability to take delivery of Energy hereunder; including redispatching its generation resources other than the Project.

### **3.10 Scheduling.**

Scheduling Coordinator shall be responsible for the scheduling of all Delivered Energy during the Delivery Term, including arranging any Open Access Same Time Information Systems (OASIS), tagging, transmission scheduling or similar protocols with the Transmission Provider or any other Persons.

### **3.11 Operating Procedures.**

Seller and Buyer will endeavor to develop written operating procedures ("**Operating Procedures**") not less than sixty (60) days before the scheduled Initial Energy Delivery Date, which Operating Procedures shall only be effective if made by mutual written agreement of Seller and Buyer. The Parties agree that the Operating Procedures they will endeavor to establish will cover the protocol under which the Parties will perform their respective obligations under this Agreement and will include procedures concerning the following: (1) the method of day-to-day communications; (2) key personnel lists for Seller and Buyer; and (3) reporting of scheduled maintenance, Maintenance Outages, Planned Outages and Forced Outages of the Project.

### **3.12 Regulatory Approvals.**

(a) Buyer shall apply for and shall diligently pursue a reservation of network transmission service that secures a firm delivery path for the Buyer's Delivered Energy from the Delivery Point to and over the Transmission Provider's Transmission System, in an amount of capacity equal to Buyer's Share of the Project Capacity, with such application being submitted not later than ten (10) Business Days following the [Original Effective Date](#).

(b) Following execution of this Agreement by both Parties, each Party shall promptly seek to obtain all Governmental Approvals and other licenses, permits and approvals necessary to perform its obligations hereunder.

### **3.13 Standards of Care.**

(a) Seller shall comply with all requirements of Applicable Law, Governmental Approvals and NERC relating to the Project (including those related to construction,

ownership, interconnection and/or operation of the Project and production and delivery of Buyer's Product).

(b) As applicable, each Party shall perform all generation, scheduling and transmission services in compliance with all applicable operating policies, criteria, rules, guidelines, tariffs and protocols of Prudent Operating Practices.

(c) Seller agrees to comply with all (i) NERC reliability requirements, including all such reliability requirements for generator owners and generator operators, and (ii) all applicable requirements regarding interconnection of the Project, including the requirements of the interconnected Transmission Provider.

### **3.14 *Outage Notification.***

(a) Seller shall schedule Planned Outages for the Project in accordance with Prudent Operating Practices and with the prior written consent of Buyer, which consent may not be unreasonably withheld, conditioned or delayed. The Parties acknowledge that in all circumstances, Prudent Operating Practices shall dictate when Planned Outages should occur. Seller shall Notify Buyer of its proposed Planned Outage schedule for the Project for the following calendar year by submitting a written Planned Outage schedule no later than August 1<sup>st</sup> of each year during the Delivery Term. The Planned Outage schedule is subject to Buyer's approval, which approval may not be unreasonably withheld, conditioned or delayed. Buyer shall promptly respond within five (5) Business Days with its approval or with reasonable modifications to the proposed Planned Outage schedule and Seller shall use its best efforts in accordance with Prudent Operating Practices to accommodate Buyer's requested modifications and deliver the final schedule to Buyer. Seller shall contact and confirm by Notice to Buyer with any requested changes to the Planned Outage schedule if Seller believes the Project must be shut down to conduct maintenance that cannot be delayed until the next scheduled Planned Outage consistent with Prudent Operating Practices. Seller shall not change its Planned Outage schedule without Buyer's approval, not to be unreasonably withheld, conditioned or delayed. Seller shall use its best efforts in accordance with Prudent Operating Practices not to schedule Planned Outages during the period of April 1<sup>st</sup> through October 31<sup>st</sup> of the Delivery Term. Seller shall not substitute Energy from any other source for the output of the Project during a Planned Outage or at any other time.

(b) In addition to Planned Outages, Seller shall promptly inform Buyer of any Forced Outage lasting for more than sixty (60) consecutive minutes. Such information shall be communicated by electronic mail to Buyer's designated personnel and describe the nature of the Forced Outage, the beginning date and time of such Forced Outage, the expected end date and time of such Forced Outage, the amount of Energy that Seller expects will be delivered at the Delivery Point during such Forced Outage, and any other information reasonably requested by Buyer. With respect to any such Forced Outage, Seller shall communicate and inform Buyer and thereafter provide Buyer with such Notice by any reasonable means requested by Buyer, including by telephone or electronic mail.

(c) If Seller reasonably determines that it is necessary to schedule a Maintenance Outage, Seller shall Notify Buyer of the proposed Maintenance Outage as soon as practicable but in any event at least five (5) days before the outage begins (or such shorter period to which Buyer may reasonably consent), in order to optimize the Delivered Energy from the Project. Upon such Notice, the Parties shall plan the Maintenance Outage to mutually accommodate the reasonable requirements of Seller and the service obligations of Buyer; *provided, however*, that Seller shall take all reasonable measures consistent with Prudent Operating Practices to not schedule any Maintenance Outage during the weekday day light hours during the period of April 1<sup>st</sup> through October 31<sup>st</sup> of the Delivery Term. Notice of a proposed Maintenance Outage shall include the expected start date and time of the outage, the amount of generation capacity of the Project that will not be available, and the expected completion date and time of the outage. Seller shall give Buyer Notice of the Maintenance Outage as soon as practicable after Seller determines that the Maintenance Outage is necessary. Buyer shall promptly respond to such Notice and may request reasonable modifications in the schedule for the outage. Seller shall use all reasonable efforts to comply with any request to modify the schedule for a Maintenance Outage, *provided* that such change has no substantial impact on Seller. Seller shall Notify Buyer of any subsequent changes in generation capacity available to Buyer as a result of such Maintenance Outage or any changes in the Maintenance Outage completion date and time. As soon as practicable, any notifications given orally shall be confirmed in Notices. Seller shall take all reasonable measures consistent with Prudent Operating Practices to minimize the frequency and duration of Maintenance Outages. Seller may schedule a Maintenance Outage at any time and without the requirement to Notify Buyer in advance during conditions of low solar insolation, but Seller shall Notify Buyer of the commencement of the Maintenance Outage if such Maintenance Outage is expected to exist for more than four (4) hours.

(d) The Parties acknowledge and agree that the estimated Project Quantities set forth on Exhibit D (as such Exhibit may be amended in accordance with Section 3.19(g)) does not take into account Planned Outages, Maintenance Outages, and Forced Outages.

### **3.15 Operations Logs and Access Rights.**

(a) Seller shall maintain a complete and accurate log of all material operations and maintenance information on a daily basis. Such log shall include information on power production, solar insolation, efficiency, availability, maintenance performed, Maintenance Outages, Planned Outages, Forced Outages, results of inspections, manufacturer recommended services, replacements, electrical characteristics of the generators, control settings or adjustments of equipment and protective devices. Seller shall maintain this information for at least two (2) years and shall provide this information electronically in an agreed format to Buyer within five (5) days of Buyer's request.

(b) Buyer, its authorized agents, and employees shall have the right of ingress to and egress from the Site and Project during normal business hours upon reasonable advance Notice and for any purposes reasonably connected with this Agreement; *provided*, that Buyer shall observe all applicable Project safety rules that Seller has communicated to Buyer; and *provided further* that Buyer, subject to and without waiving

its rights to sovereign immunity under Florida Statutes, indemnify Seller for damage to property or injury to persons to the extent caused by the negligent or wrongful act or omission of Buyer's authorized agents or employees while such authorized individuals are at the Site or the Project.

**3.16 *Availability; Energy Production Forecasting.***

(a) Seller shall provide Buyer with forecasts of the delivery of Energy under this Agreement as described below. Such forecasts shall include the updated status of all Project equipment that may impact availability and production of Product, and other information reasonably requested by Buyer. Seller shall use Commercially Reasonable Efforts to forecast daily by 5:00 a.m. the hourly delivery of Energy under this Agreement accurately and to transmit such information in the format agreed by the Parties consistent with the Operating Procedures. Buyer and Seller shall agree upon reasonable changes to the requirements and procedures set forth below from time-to-time, as necessary to accommodate changes to operating and scheduling procedures of Buyer.

(b) No later than: (i) the earlier of January 15<sup>th</sup> preceding the first Contract Year or forty-five (45) Days prior to the commencement of the first Contract Year; and (ii) January 15<sup>th</sup> of each calendar year for every subsequent Contract Year, Seller shall provide to Buyer a non-binding forecast of the hourly delivery of Energy at the Delivery Point under this Agreement for an average day in each month of the following calendar year in a form agreed by the Parties.

(c) Ten (10) Business Days before the commencement of the first Contract Year, and thereafter ten (10) Business Days before the beginning of each month during the Delivery Term, Seller shall provide to Buyer a non-binding forecast of the hourly energy deliveries of Energy to the Delivery Point under this Agreement for each day of the following month in a form agreed by the Parties.

(d) No later than 5:00 a.m. of each day of each Contract Year, Seller shall provide Buyer a non-binding forecast of hourly Energy deliveries at the Delivery Point under this Agreement for the remainder of such day and the following seven (7) days in a form reasonably acceptable to Buyer. Each such Notice shall clearly identify, for each hour, Seller's forecast of all deliveries of Energy pursuant to this Agreement. In the event that Seller foresees that actual deliveries of Energy under this Agreement for any hour will be materially different than a forecast previously provided for such day, Seller shall, as soon as reasonably possible, provide Notice to Buyer of such change and an updated forecast.

**3.17 *Weather Station.***

(a) No later than sixty (60) Days prior to the Commercial Operation Date, Seller, at its own expense, shall install and maintain at least one stand-alone meteorological station at the Site to monitor, measure, communicate and report the meteorological data required under Section 3.17(b). Seller shall maintain and replace the meteorological station as necessary to provide accurate data with respect to the location of the Project.

(b) Upon Commercial Operation, and continuing through the end of the Delivery

Term, Seller shall record and maintain the following data:

- (i) real and reactive power production by the Project for each hour;
- (ii) changes in operating status, outages and maintenance events;
- (iii) any unusual conditions found during inspections;
- (iv) any significant events related to the operation of the Project; and

(v) one (1) minute and hourly time-averaged measurements from data samples at ten (10) seconds or greater frequency for the following parameters at the Project: total global horizontal irradiance, total global radiation within the plane of the array, air temperature, relative humidity, wind direction and speed, precipitation, barometric pressure, back of module surface temperature, and other pertinent meteorological conditions.

(c) Buyer shall have real-time access to the required meteorological data at a frequency not to exceed every five (5) minutes. Seller shall provide Buyer a report within thirty (30) days after the end of each month that provides the foregoing information for such month as well as any other additional information that Buyer reasonably requests regarding conditions at the Site and the operation of the Project that is collected and maintained by Seller in the ordinary course of Project operations.

(d) Seller shall make available to Buyer all data from any weather monitoring portals Seller elects to install at the Site.

(e) Subject to procedures agreed upon in the Operating Procedures, Buyer shall have the right to install equipment and associated communication infrastructure to enable Buyer to monitor, measure and communicate pertinent operation and weather data.

### **3.18 *Change of Law.***

Buyer shall be responsible for Changes of Law which impact Buyer, and Seller shall be responsible for Changes of Law which impact Seller.

### **3.19 *Contract Quantity, Guaranteed Energy Production and Excess Energy.***

(a) The quantity of Buyer's Delivered Energy that Seller expects to be able to deliver to Buyer during any Contract Year (without consideration for Planned Outages, Maintenance Outages, Curtailment Periods or other Seller Excuses) is the Contract Quantity, where "**Contract Quantity**" means Buyer's Share of the Project Quantity in Exhibit D, as such Exhibit may be amended in accordance with this Section 3.19(g). Throughout the Delivery Term, Seller shall be required to deliver to Buyer no less than Guaranteed Energy Production (as defined below) in the two (2) prior consecutive Contract Years during the Delivery Term ("**Performance Measurement Period**") in accordance with the following formula, expressed as a percentage:



**Measurement Period Performance Percentage** = (Buyer’s Delivered Energy during Performance Measurement Period / (Contract Quantity during Performance Measurement Period x (Hours in Performance Measurement Period – Seller Excuse Hours in Performance Measurement Period)) / Hours in Performance Measurement Period,

A sample calculation of Measurement Period Performance Percentage is set forth in Exhibit A.

(b) Guaranteed Energy Production (“GEP”) means a Measurement Period Performance Percentage of [REDACTED]

(c) If Seller has a Measurement Period Performance Percentage below [REDACTED] (“GEP Failure”), then within forty-five (45) days after the last day of the Performance Measurement Period, Seller shall Notify Buyer of such failure. If the Measurement Period Performance Percentage is equal to or greater than [REDACTED], Seller may cure the GEP Failure by paying Buyer within ten (10) Business Days after such Notice (the “Cure Payment Period”) GEP Damages as described by the following formula:

**GEP Damages** = Dollar-per-MWh Rate x [REDACTED] x (Contract Quantity during Performance Measurement Period x (Hours in Performance Measurement Period – Seller Excuse Hours in Performance Measurement Period)) / Hours in Performance Measurement Period.

A sample calculation of the GEP Damages is set forth in Exhibit A.

(d) If Seller has a Measurement Period Performance Percentage greater than [REDACTED] (“Excess Energy Delivery”), then within forty-five (45) days after the last day of the Performance Measurement Period, Seller shall Notify Buyer of such Excess Energy Delivery. The Seller shall credit the Buyer within ten (10) Business Days after such Notice an Excess Energy Credit as described by the following formula:

**Excess Energy Credit** = [REDACTED] x Dollar-per-MWh Rate x Buyer’s Delivered Energy during Performance Measurement Period – ([REDACTED] x Contract Quantity during Performance Measurement Period x (Hours in Performance Measurement Period – Seller Excuse Hours in Performance Measurement Period)) / Hours in Performance Measurement Period

A sample calculation of the Excess Energy Credit is set forth in Exhibit A.

(e) The Parties agree that the damages sustained by Buyer associated with Seller’s failure to achieve the Guaranteed Energy Production requirement would be difficult or impossible to determine, or that obtaining an adequate remedy would be unreasonably

time consuming or expensive and the GEP Damages are a reasonable approximation of damages sustained by Buyer and therefore agree that Seller shall pay the GEP Damages to Buyer as liquidated damages. In no event shall Buyer be obligated to pay GEP Damages.

(f) If Seller has a Measurement Period Performance Percentage below [REDACTED] or does meet such threshold but does not pay the GEP Damages within the Cure Payment Period, then Buyer may, at its option, declare an Event of Default within ninety (90) days following the Cure Payment Period.

(g) Within thirty (30) days after the Commercial Operation Date, Seller shall provide Buyer with an amended Exhibit D reflecting the revised Product Quantities reflecting the as-built Site layout. Such revised Product Quantities shall not exceed +/- 5% of the Product Quantities set forth in Exhibit D as of the Effective Date of this Agreement unless by mutual agreement of the Parties. Such amended Exhibit D will be deemed to replace the exhibit attached to this Agreement as Exhibit D prior to such amendment. If the Parties are unable to agree on the revised Exhibit D, then either Party may submit the disagreement for dispute resolution as provided in this Agreement.

### **3.20 Signage.**

Seller shall install, at its own expense but subject to Buyer's approval, signage at the Site that informs the public of Buyer's involvement with the Project as a purchaser of Product. The Parties shall work in good faith to determine the appropriate location and specifications of such signage, but in no event shall such signage be less visible or informative than that which Seller provides for itself at the Site. The Parties shall also work in good faith to jointly plan and execute all public communications and events related to the Project including any press release, groundbreaking or other ceremony, and ongoing media or other public announcements during the Term. All Persons attending events at the Site shall sign Seller's waiver of liability or shall not be allowed access to the Site and the Project. Buyer may provide or install, at its own expense and in a manner that does not interfere with the normal operation of the Project, displays or other materials that support public education regarding the Project. Seller shall use Commercially Reasonable Efforts to cooperate with Buyer to ensure the timely installation and display and maintenance of such materials.

## **ARTICLE 4 PROJECT DESIGN AND CONSTRUCTION**

### **4.1 Project Development.**

Seller, at no cost to Buyer, shall:

(a) Design and construct, permit, finance, commission, start-up and test the Project, including directly assigned interconnection facility cost but excluding Network Upgrades except as provided in Section 4.2.

(b) Acquire all rights, title, entitlements and/or interests in the Site sufficient for

Seller to be able to construct, operate and maintain the Project on the Site.

(c) Perform or cause to be performed all due diligence inspection, evaluation, testing and investigation activities relating to the viability of the Project.

(d) Perform or cause to be performed all studies and pay all fees, obtain all necessary approvals and execute all necessary agreements with the Transmission Provider.

(e) Acquire all Governmental Approvals and other approvals, consents and authorizations necessary for the construction, operation, and maintenance of the Project and production, delivery and sale of Buyer's Product.

(f) Complete all environmental impact studies necessary for the construction, operation, and maintenance of the Project and production, delivery and sale of Buyer's Product.

(g) At Buyer's request, provide to Buyer Seller's electrical specifications and design and construction drawings pertaining to the Project.

(h) Within fifteen (15) days after the last day of each month until the Commercial Operation Date, provide to Buyer a monthly progress report and agree to regularly scheduled meetings between representatives of Buyer and Seller to review such reports and discuss Seller's development and construction progress. Seller shall provide access to Buyer, its authorized agents, employees and inspectors for purpose of inspecting the Project's construction site or on-site Seller data and information pertaining to the Project during normal business hours upon reasonable advance Notice.

(i) Seller will make all Commercially Reasonable Efforts to achieve timely the interim milestones for Project construction as set forth in Exhibit J ("**Interim Milestones**"). The Interim Milestones are Seller's best estimate of the schedule for construction and installation of the Project and, except as expressly set forth herein, the failure of Seller to meet any such Interim Milestone will not itself be a breach of this Agreement. Seller shall provide monthly status reports on development activity relative to the Interim Milestones, including any actual or anticipated delays and efforts to mitigate any such delay.

(j) In addition to the Daily Delay Damages referred to in Sections 4.4 and 6.1, Seller shall: (i) pay to Buyer the Milestone Daily Delay Damages for each day or portion of a day that Seller does not achieve a milestone set forth in the first two (2) rows of Exhibit K by the date corresponding to such milestone in Exhibit K; *provided*, that Seller's liability to Buyer in connection with delays in achieving each such milestone shall in no event exceed Buyer's Share of [REDACTED] ("**Milestone Daily Delay Damages Cap**"), and (ii) develop a remedial plan to complete development and construction of the Project by the Guaranteed Commercial Operation Date.

(k) Each Party agrees and acknowledges that (i) the damages that Buyer would incur due to Seller's delay in achieving a milestone set forth in the first two (2) rows of

Exhibit K would be difficult or impossible to predict with certainty and (ii) the Milestone Daily Delay Damages are an appropriate approximation of such damages for the Project.

**4.2 *Network Upgrades.***

(a) Seller shall be responsible for submitting the necessary generator interconnection requests and causing the necessary transmission studies to be performed to determine whether Network Upgrades are required to interconnect the Project with the Transmission Provider's Transmission System in accordance with the Large Generator Interconnection Agreement and Transmission Provider's Large Generator Interconnection Procedures. To the extent Network Upgrades are necessary, Seller shall coordinate with Transmission Provider to cause the Network Upgrades to be constructed. Buyer may incur or reimburse Seller for costs incurred by Seller for the Network Upgrade Costs pursuant to Section 4.2(b), and if Buyer elects to reimburse Seller, Seller shall invoice Buyer for Buyer's Share of all incurred Network Upgrade Costs. If Buyer elects to incur directly the Network Upgrade Costs or to cause a third party to incur such Network Upgrade Costs, then Seller shall assign and transfer to Buyer any rights or interests of Seller in and to a refund of such Network Upgrade Costs which Seller may have under the Large Generator Interconnection Agreement, and Buyer may thereafter reassign such rights and interests in and to a refund to any person, in Buyer's sole discretion.

(b) After Seller receives the facilities studies and estimate of Network Upgrade Costs from the Transmission Provider and from owners of any affected systems, and prior to initiating Network Upgrade construction, Seller shall provide to Buyer the studies, the estimated Network Upgrades Costs, and a copy of the Large Generator Interconnection Agreement, including any description of the reimbursement or crediting process for Network Upgrade Costs to review and approve prior to Buyer incurring the Network Upgrade Costs or reimbursing Seller for Seller's funding of the Network Upgrade Costs. If the Network Upgrade Costs exceed Ten Million Dollars (\$10,000,000) or Buyer is not satisfied with the reimbursement or crediting process for the Network Upgrade Costs and Buyer decides not to pay the Network Upgrades Costs, then Buyer shall Notify Seller within three (3) Business Days of its decision and Seller shall have the right exercisable by Notice to Buyer sent within five (5) Business Days after receipt of Buyer's Notice to assume responsibility to pay the Network Upgrade Costs for the Project and obtain the credit from the Transmission Provider. In such event, Buyer shall not be required to incur or reimburse Seller for any costs of the Network Upgrades. If Seller does not give Notice to Buyer of Seller's intention to assume responsibility to pay the Network Upgrade Costs, either Party may terminate this Agreement by Notice to the other Party without further liability. If Buyer incurs or pays for all or part of the Network Upgrade Costs for the Project and Seller terminates this Agreement, then Seller shall reimburse Buyer for such Network Upgrades Costs incurred by Buyer, as described in Section 6.1(c).

**4.3 *Guaranteed Commercial Operation.***

(a) Seller shall cause the Project to achieve the Commercial Operation Date by the Guaranteed Commercial Operation Date, as such date may be extended in accordance

with Section 4.3(c).

(b) If Seller believes that the requirements for Commercial Operation have been satisfied and fulfilled, Seller shall present to Buyer, an independent engineer's report, the form of which is attached as Exhibit L, verifying that each of the conditions set forth therein has been satisfied or waived in writing by both Parties. The date identified in such report as the day Commercial Operation was achieved shall be the Commercial Operation Date in the absence of manifest error.

(c) Permitted Extensions to the Guaranteed Commercial Operation Date are as follows, *provided* that the Permitted Extensions shall not exceed one hundred eighty (180) days:

(i) The Guaranteed Commercial Operation Date may be extended on a day for day basis for a cumulative period equal to no more than one hundred eighty (180) days if from the Effective Date Seller has used Commercially Reasonable Efforts to have the Project physically interconnected to the Transmission Provider's Transmission System and to complete all Electric Interconnection Upgrades, if any, but such Electric Interconnection Upgrades cannot be completed thirty (30) days prior to the Guaranteed Commercial Operation Date. Seller shall provide Buyer Notice of such occurrence promptly upon the determination that such physical interconnection or upgrades cannot be completed timely in accordance with the Interim Milestones schedule set forth in Exhibit J, and Seller shall work diligently to resolve the delay ("**Transmission Delay**");

(ii) The Guaranteed Commercial Operation Date may be extended on a day for day basis for a cumulative period equal to no more than one hundred eighty (180) days if from the Effective Date Seller has used Commercially Reasonable Efforts to obtain the Governmental Approvals necessary for the construction and operation of the Project, but is unable to obtain such Governmental Approvals by the deadline date therefor in the Interim Milestones schedule set forth in Exhibit J, and Seller has worked diligently to resolve the delay ("**Permitting Delay**"); and

(iii) The Guaranteed Commercial Operation Date may be extended on a day for day basis for a cumulative period equal to no more than one hundred eighty (180) days for Force Majeure Events ("**Force Majeure Extension**"); *provided*, that Seller works diligently to resolve the effect of the Force Majeure Event and provides evidence of its efforts promptly to Buyer upon Buyer's written request.

(d) Notwithstanding the foregoing, if Seller claims more than one Permitted Extension under Section 4.3(c), such extensions cannot cumulatively exceed one hundred eighty (180) days and all Permitted Extensions taken shall be concurrent, rather than cumulative, during any overlapping days.

(e) If Seller claims a Permitted Extension, Seller shall provide prompt Notice to Buyer of the occurrence of the event causing delay and the anticipated delay impact, which Notice must clearly identify the Permitted Extension being claimed and include

information necessary for Buyer to verify the length and qualification of the extension.

**4.4 Project Cure Period and Delay Damages.**

(a) Seller shall cause the Project to achieve the Commercial Operation Date by the Guaranteed Commercial Operation Date. If the Commercial Operation Date has not been achieved prior to the Guaranteed Commercial Operation Date after giving effect to Permitted Extensions (up to one hundred eighty (180) days), then if Seller does not pay Buyer the Daily Delay Damages within thirty (30) days after receipt of Buyer’s invoice therefor, Buyer shall be entitled to draw upon the Project Development Security for liquidated damages equal to Daily Delay Damages for each day or portion of a day that the Commercial Operation Date occurs after the Guaranteed Commercial Operation Date (after giving effect to Permitted Extensions) for up to an additional two hundred forty (240) days (“**Project Cure Period**”). The Daily Delay Damages payable to Buyer for the Project shall not exceed Buyer's Share of [REDACTED] (“**Daily Delay Damages Cap**”). For the avoidance of doubt the Permitted Extensions and the Project Cure Period are sequential.

(b) Each Party agrees and acknowledges that (A) the damages that Buyer would incur due to Seller’s delay in achieving the Guaranteed Commercial Operation Date would be difficult or impossible to predict with certainty and (B) the Daily Delay Damages are an appropriate approximation of such damages.

(c) If the Project has not achieved Commercial Operation by the date upon which Seller has paid to Buyer the Delay Damages Cap, such failure shall be a Seller Event of Default and Buyer shall have the right to terminate this Agreement within sixty (60) days of such date upon ten (10) days’ prior Notice to Seller.

**ARTICLE 5  
METERING AND MEASUREMENT**

**5.1 Metering System.**

Seller shall ensure the Metering System is designed, located, constructed, installed, owned, operated, tested, calibrated and maintained in accordance with the Large Generator Interconnection Agreement and Prudent Operating Practices in order to measure and record the amount of Delivered Energy. The meters shall be revenue meters of a mutually acceptable accuracy range and type and measure Delivered Energy in kilowatt hours. Seller shall be responsible for the cost of all metering that will be installed, owned, operated and maintained by Seller for the purpose of determining the amount of Delivered Energy. None of Buyer, Buyer's Affiliates or the employees, subcontractors or contractors of any of them shall make adjustments to the Metering System without the written consent of Seller, which consent shall not be unreasonably withheld, conditioned or delayed. Buyer, may, at its own cost, install additional meters or other such facilities, equipment or devices on Buyer's side of the Delivery Point as Buyer deems necessary or appropriate to monitor the measurements of the Metering System; *provided, however,* that in all cases Seller will be entitled to base its invoiced amounts for Buyer’s Product solely by reference to the Metering System.

**5.2 Inspection and Adjustment.**

(a) Seller shall inspect and test all meters at such times as will conform to Prudent Operating Practices, but not less often than every two (2) Contract Years. Seller shall be responsible for all costs and expenses incurred by Seller for such inspection and testing. Upon reasonable written request to Seller, Buyer may request, at its own expense, inspection or testing of any such meters more frequently than once every two (2) Contract Years.

(b) If any seal securing the meters is found broken, if the Metering System fails to register, or if the measurement made by a metering device is found upon testing to vary by more than one percent (1.0%) from the measurement made by the standard meter used in the test, an adjustment shall be made correcting all measurements of Delivered Energy made by the Metering System during: (i) the actual period when inaccurate measurements were made by the Metering System, if that period can be determined to the mutual satisfaction of the Parties; or (ii) if such actual period cannot be determined to the mutual satisfaction of the Parties, the last three (3) months of the second half of the period from the date of the last test of the Metering System to the date such failure is discovered or such test is made (“**Adjustment Period**”). If the Parties are unable to agree on the amount of the adjustment to be applied to the Adjustment Period, the amount of the adjustment shall be determined: (A) by correcting the error if the percentage of error is ascertainable by calibration, tests or mathematical calculation; or (B) if not so ascertainable, by estimating on the basis of deliveries made under similar conditions during the period since the last test. Within thirty (30) Days after the determination of the amount of any adjustment, Buyer shall pay Seller any additional amounts then due for Buyer’s Delivered Energy during the Adjustment Period or Buyer shall be entitled to a credit against any subsequent payments for Buyer’s Delivered Energy, as the case may be.

(c) Buyer and its representatives shall be entitled to be present at any test, inspection, maintenance, adjustments and replacement of any part of the Metering System relating to obligations under this Agreement.

**ARTICLE 6  
EARLY TERMINATION**

**6.1 Early Termination.**

(a) In addition to applicable termination rights under Sections 7.2 and 16.1, this Agreement may be terminated prior to the expiration of the Term as follows:

(i) By Seller if a Large Generator Interconnection Agreement in form and substance satisfactory to Seller, in its sole discretion, is not executed on or before January 2, ~~2020~~2023, *provided* that in each case Seller shall give Buyer Notice of such termination within fifteen (15) Days after such date;

(ii) By Seller if Buyer has not, on or before May 1, ~~2020~~2023, and at its sole cost and expense, secured adequate transmission access and firm transmission service in accordance with the requirements of this Agreement and as required for

Buyer to accept all Buyer's Delivered Energy in accordance with this Agreement on terms and conditions satisfactory to Buyer in its sole discretion, *provided* that in each case Seller shall give Buyer Notice of such termination within fifteen (15) Days after such date;

(iii) By Seller in the event that Seller has not obtained the necessary fee, leasehold or other title to or interest in the Site on or before November 20, ~~2018~~2020, *provided* that Seller shall give Buyer Notice of such termination within fifteen (15) Days after such date;

(iv) By Seller in the event that Seller has not obtained all Governmental Approvals necessary to construct and operate the Project in the manner contemplated by this Agreement, on or before October 20, ~~2019~~2020, *provided* that Seller shall give Buyer Notice of such termination within fifteen (15) Days after such date;

(v) By Seller if all approvals of its management and board of directors (or equivalent governing body) required for the execution, delivery and performance of this Agreement have not been granted by May 30, ~~2018~~2021; *provided* that Seller shall give Buyer Notice of such termination within fifteen (15) Days after such date;

(vi) By Buyer, if after giving effect to Permitted Extensions and the payment of Daily Delay Damages payments up to the Daily Delay Damages Cap, the Guaranteed Commercial Operation Date has not been obtained on or before August ~~24th, 2021~~23rd, 2024; *provided* that Buyer shall give Seller Notice of such termination within fifteen (15) Days after such date;

(b) Notwithstanding any provision of this Agreement to the contrary, in the event of termination pursuant to this Section 6.1, the Parties shall be released and discharged from any obligations arising or accruing hereunder from and after the date of such termination and shall not incur any additional liability to each other as a result of such termination, *provided, however*, that such termination shall not discharge or relieve either Party from any obligation that has accrued prior to such termination or any indemnity obligations under ARTICLE 12 or the provisions of ARTICLE 14, which provisions shall survive any termination of this Agreement.

(c) In the event that Buyer has incurred, or caused a third party to incur, unreimbursed Network Upgrade Costs, upon any Seller's termination of this Agreement or termination by Buyer, Seller shall reimburse Buyer for such Network Upgrades Costs incurred by Buyer, or a third party on behalf of Buyer, within thirty (30) days of receipt of Buyer's invoice therefor, with interest accrued at the Interest Rate.

## ARTICLE 7 EVENTS OF DEFAULT

### 7.1 *Events of Default.*

An "Event of Default" shall mean,



(a) with respect to a Party that is subject to the Event of Default the occurrence of any of the following:

(i) the failure by such Party to make, when due, any payment required pursuant to this Agreement and such failure is not remedied within ten (10) Business Days after Notice thereof;

(ii) any representation or warranty made by such Party herein is false or misleading in any material respect when made or when deemed made or repeated, and such default is not remedied within thirty (30) days after Notice thereof;

(iii) the failure by such Party to perform any material covenant or obligation set forth in this Agreement (except to the extent constituting a separate Event of Default) and such failure is not remedied within thirty (30) days after Notice thereof; *provided, however*, that if such failure is not reasonably capable of being remedied within the thirty (30) day cure period, such Party shall have such additional time (not exceeding an additional ninety (90) days) as is reasonably necessary to remedy such failure, so long as such Party promptly commences and diligently pursues such remedy and provides a Plan to the other Party which outlines the actions that will be taken to cure the default and the proposed cure timeline.

(iv) such Party becomes Bankrupt;

(v) such Party assigns this Agreement or any of its rights or obligations hereunder other than in compliance with Section 15.1;

(vi) such Party consolidates or amalgamates with, or merges with or into, or transfers all or substantially all of its assets to, another entity and, at the time of such consolidation, amalgamation, merger or transfer, the resulting, surviving or transferee entity fails to assume in writing acceptable to Buyer all the obligations of such Party under this Agreement (including posting applicable Performance Assurances) to which it or its predecessor was a party by operation of law or pursuant to an agreement reasonably satisfactory to the other Party; or

(b) with respect to Seller as the Party causing an Event of Default (the “**Defaulting Party**”), the occurrence of any of the following:

(i) Seller fails to satisfy the Performance Assurance requirements set forth in Section 10.4, as applicable, in each case within five (5) Business Days after receipt of Notice of such failure;

(ii) if at any time, Seller delivers or attempts to deliver to Buyer hereunder any energy, renewable attributes, or facility attributes that were not generated by or are not associated with the Project;

(iii) the failure by Seller to achieve the Commercial Operation Date by the Guaranteed Commercial Operation Date, after giving effect to Permitted

Extensions, if any, and payment of Daily Delay Damages up to the Daily Delay Damages Cap.

(iv) Seller Abandons the Project.

(v) Buyer is unable to acquire the Project and occupy, possess and use the Site and the Project free and clear of all Liens through exercise of Buyer's Purchase Option.

(vi) the failure by Seller to pay GEP Damages due to Buyer pursuant to Section 3.19 within the Cure Payment Period set forth in Section 3.19(f), if GEP Damages are applicable.

(vii) the failure by Seller to achieve the Guaranteed Energy Production requirement as set forth in Section 3.19(f), in any Contract Year.

(viii) if Seller sells or delivers or attempts to sell or deliver Buyer's Delivered Energy and/or Buyer's Renewable Attributes and Buyer's Facility Attributes to any Person other than Buyer except as expressly, specifically permitted under this Agreement.

## **7.2 Remedies; Declaration of Early Termination Date.**

If an Event of Default with respect to a Defaulting Party shall have occurred and be continuing, the other Party ("**Non-Defaulting Party**") shall, as its sole and exclusive remedy, have the right to one or more of the following:

(a) send Notice, designating a day, no earlier than the day such Notice is deemed to be received and no later than twenty (20) days after such Notice is deemed to be received, as an early termination date of this Agreement ("**Early Termination Date**") on which the following shall apply:

(i) if Seller is the Non-Defaulting Party, (A) collect damages if any Event of Default arose at any time prior to the commencement of the Delivery Term, or (B) collect the Termination Payment if any Event of Default arose during the Delivery Term; and

(ii) if Buyer is the Non-Defaulting Party, (A) exercise its right pursuant to Section 10.4 to draw upon and retain Performance Assurance and any Milestone Daily Delay Damages, if applicable, prior to commencement of the Delivery Term, or (B) collect GEP Damages and the Termination Payment if any Event of Default arose during the Delivery Term.

(b) As to either Party as the Non-Defaulting Party:

(i) accelerate all amounts owing between the Parties and end the Delivery Term effective as of the Early Termination Date;

(ii) withhold any payments due to the Defaulting Party under this Agreement;

(iii) suspend performance; and

(iv) without duplication of Section 7.2(a)(ii)(A), exercise its rights pursuant to Section 10.4 to draw upon and retain Performance Assurance (if any) that is in place at that time.

### 7.3 **Termination Payment.**

(a) The “**Termination Payment**” shall be the Settlement Amounts plus any or all other amounts due to the Non-Defaulting Party as of the Early Termination Date netted into a single amount. The Settlement Amount shall not include consequential, incidental, punitive, exemplary, indirect or business interruption damages (excluding replacement costs); *provided, however*, that any lost Renewable Attributes, Buyer’s Facility Attributes or Buyer’s Renewable Attributes (as applicable) shall be deemed direct damages covered by this Agreement. Without prejudice to the Non-Defaulting Party’s duty to mitigate, the Non-Defaulting Party shall not have to enter into replacement transactions to establish a Settlement Amount. Each Party agrees and acknowledges that (i) the actual damages that the Non-Defaulting Party would incur in connection with the termination of this Agreement would be difficult or impossible to predict with certainty, (ii) Termination Payment described in this Section 7.3 is a reasonable and appropriate approximation of such damages, and (iii) the Termination Payment is the exclusive remedy of the Non-Defaulting Party in connection with a termination of this Agreement occurring during the Delivery Term but shall not otherwise act to limit any of the Non-Defaulting Party’s rights or remedies in respect of obligations and liabilities that are incurred prior to the Early Termination Date and such obligations and liabilities are not included in the calculation of the Termination Payment.

(b) With respect to the calculation of the Buyer Purchase Damages for purposes of determining the Termination Payment owed to Buyer:

(i) Buyer shall provide Seller Notice containing the Buyer Purchase Damages calculations, including the supporting data such as associated charges and other relevant assumptions used to calculate the Buyer Purchase Damages, to the degree Buyer deems pertinent within sixty (60) days after the Early Termination Date.

(ii) Upon receipt of Buyer’s calculation of the Buyer Purchase Damages, if Seller disputes such calculation, in whole or in part, Seller shall, within fifteen (15) Business Days following its receipt of such Notice, provide to Buyer a detailed written explanation of the basis for such dispute; *provided, however*, Seller can only dispute the calculation based on a failure as to the material assumptions used in preparation of the Buyer Purchase Damages. Buyer shall nevertheless be entitled during the pendency of any dispute to draw the entire amount due from the Seller’s Performance Assurance.

(iii) Any dispute with regard to Buyer Purchase Damage calculation shall be pursued through the dispute resolution process of ARTICLE 18. Upon resolution of the dispute (A) any amount owed by Seller to Buyer in addition to the amount drawn on Seller's Performance Security shall be paid by Seller to Buyer within thirty (30) Business Days following such resolution with interest accrued at the Interest Rate, or (B) any amount required to be returned to Seller by Buyer shall be paid within thirty (30) Business Days following such resolution along with interest accrued at the Interest Rate.

(c) With respect to the calculation of the Seller Sales Damages for purposes of determining the Termination Payment owed to Seller:

(i) Seller shall provide Buyer Notice containing the Seller Sales Damages calculations, including the supporting data such as associated charges and other relevant assumptions used to calculate the Seller Sales Damages to the degree Seller deems pertinent within sixty (60) days after the Early Termination Date.

(ii) Upon receipt of Seller's calculation of the Seller Sales Damages, if Buyer disputes such calculation, in whole or in part, Buyer shall, within fifteen (15) Business Days following its receipt of such Notice, provide to Seller a detailed written explanation of the basis for such dispute; *provided, however*, Buyer can only dispute the calculation based on a failure as to the material assumptions and the sufficiency of the data used in preparation of the Seller Sales Damages.

(iii) Any dispute with regard to the Seller Sales Damages calculation shall be pursued through the dispute resolution process set forth in ARTICLE 18. Upon resolution of the dispute, any payment required from one Party to the other shall be made by the owing Party within thirty (30) Business Days following such resolution.

#### **7.4 Notice of Payment of Termination Payment.**

Subject to Sections 7.3(b) and 7.3(c), as soon as practicable after a designation of the Early Termination Date, Notice shall be given by the Non-Defaulting Party to the Defaulting Party of the amount of the Termination Payment and whether the Termination Payment is due to the Non-Defaulting Party. The Notice shall include a written statement explaining in reasonable detail the calculation of such amount and the sources for such calculation. The Termination Payment shall be made to the Non-Defaulting Party, as applicable, within ten (10) Business Days after such Notice is effective.

#### **7.5 Disputes with Respect to Termination Payment.**

If the Defaulting Party disputes the Non-Defaulting Party's calculation of the Termination Payment, in whole or in part, the Defaulting Party shall, within five (5) Business Days of receipt of the Non-Defaulting Party's calculation of the Termination Payment, provide to the Non-Defaulting Party a detailed written explanation of the basis for such dispute. Disputes regarding the Termination Payment shall be determined in accordance with ARTICLE 18.

**7.6 *Rights and Remedies Are Cumulative.***

Except where liquidated damages are provided as the exclusive remedy for a specific failure, breach or default, the rights and remedies of a Party pursuant to this ARTICLE 7 shall be cumulative and in addition to the rights of the Parties otherwise provided in this Agreement.

**7.7 *Mitigation.***

Any Non-Defaulting Party shall be obligated to mitigate its damages resulting from any Event of Default of the other Party under this Agreement.

**ARTICLE 8  
PAYMENT**

**8.1 *Billing and Payment.***

(a) On or about the tenth (10<sup>th</sup>) day of each month beginning with the month following the Initial Energy Delivery Date and every month thereafter, and continuing through and including the first month following the end of the Delivery Term, Seller shall provide to Buyer an invoice covering the Buyer's Product provided in the preceding month determined in accordance with ARTICLE 5 (which may include preceding months), with all component charges and unit prices identified and all calculations used to arrive at invoiced amounts described in reasonable detail. Buyer shall pay the undisputed amount of such invoices on or before thirty (30) days after date of the invoice to the account designated by Seller. If either the invoice date or payment date is not a Business Day, then such invoice or payment shall be provided on the next following Business Day. Each Party will make payments by electronic funds transfer, or by other mutually agreeable method(s), to the account designated by the other Party. Any undisputed amounts not paid by the due date will be deemed delinquent and will accrue interest at the Interest Rate, such interest to be calculated from and including the due date to but excluding the date the delinquent amount is paid in full. Invoices may be sent by electronic mail.

(b) On or before the tenth (10<sup>th</sup>) day following the end of each month during the Delivery Term, Seller will document the production of Buyer's Renewable Attributes by delivering with each invoice to Buyer a bill of sale and attestation for Buyer's Renewable Attributes produced by the Project. The form of bill of sale and attestation is set forth as Exhibit M.

**8.2 *Disputes and Adjustments of Invoices.***

A Party may, in good faith, dispute the correctness of any invoice or any adjustment to an invoice, rendered under this Agreement or adjust any invoice for any arithmetic or computational error within twelve (12) months after the date the invoice, or adjustment to an invoice, was rendered. In the event an invoice or portion thereof, or any other claim or adjustment arising hereunder, is disputed, payment of the undisputed portion of the invoice shall be required to be made when due. Any invoice dispute or invoice adjustment shall be in writing and shall state the basis for the

dispute or adjustment. Payment of the disputed amount shall not be required until the dispute is resolved. Upon resolution of the dispute, any required payment shall be made within two (2) Business Days of such resolution along with interest accrued at the Interest Rate from and including the original due date to but excluding the date paid. Inadvertent overpayments shall be returned upon request or deducted by the Party receiving such overpayment from subsequent payments, with interest accrued at the Interest Rate from and including the date of such overpayment to but excluding the date repaid or deducted by the Party receiving such overpayment. Any dispute with respect to an invoice is waived if the other Party is not Notified in accordance with this Section 8.2 within twelve (12) months after the invoice is rendered or subsequently adjusted, except to the extent any misinformation was from a third party which is not an Affiliate of any Party and such third party corrects its information after the twelve-month period. If an invoice is not rendered within twelve (12) months after the close of the month during which performance occurred, the right to payment for such performance is waived.

## ARTICLE 9 PURCHASE OPTION

### 9.1 *Buyer Purchase Option.*

So long as an Event of Default by Buyer has not occurred and is continuing at the end of the ~~Initial Term or the first Renewal~~ Term, Seller grants to Buyer an option to purchase the Project in accordance with this Section 9.1 (the “**Purchase Option**,” subject to the last paragraph of this Section 9.1) for a purchase price equal to the greater of (a) the Fair Market Value of the Project or (b) the applicable “Minimum Purchase Price” set forth in Exhibit E (such greater amount, the “**Option Price**”), as follows:

(a) To exercise the Purchase Option, Buyer shall, not less than one hundred eighty (180) days prior to the end of the ~~then-current~~ Term of the Agreement, provide written Notice to Seller of Buyer’s intent to exercise the Purchase Option (the date on which Seller receives such Notice, the “**Notice Date**”).

(b) Within thirty (30) days after the Notice Date, Seller shall specify the Option Price by written Notice to Buyer, and Buyer shall then have a period of thirty (30) days after receipt of such Notice either (i) to confirm or retract its decision to exercise the Purchase Option, or (ii) if the Option Price specified by Seller is equal to the Fair Market Value of the Project, to disagree with Seller’s determination of such Fair Market Value, in each case, by written Notice to Seller.

(c) If Buyer disagrees with Seller’s determination of such Fair Market Value (to the extent in excess of the applicable “Minimum Purchase Price” set forth in Exhibit E), it shall so Notify Seller in writing, and the Parties shall determine the Fair Market Value of the Project in accordance with Section 9.2.

(d) Upon final determination of the Option Price (including any determination of the Fair Market Value pursuant to Section 9.2), and before the applicable “Purchase Date” set forth in Exhibit E (or such other date as the Parties may mutually agree in writing):  
(i) the Parties shall promptly execute all definitive agreements necessary to cause title to

the Project to pass to Buyer, free and clear of any Liens, subject only to the Liens of Project Investors which Buyer elects to assume; and (ii) Buyer shall pay the Option Price to Seller in immediately available funds and in accordance with any previous written instructions delivered to Buyer by Seller or any Project Investors, as applicable, for payments under this Agreement. Buyer shall also execute such documents reasonably necessary for Buyer to accept, assume and perform all then-existing agreements relating to the Project.

(e) Each Party shall bear its respective fees, costs and expenses incurred in connection with such Purchase Option transaction. In the event that the Purchase Option transaction closes prior to the applicable “Purchase Date” set forth in Exhibit E, this Agreement shall terminate automatically. In the event Buyer retracts its intent to exercise the Purchase Option, or does not timely confirm the Purchase Option in accordance with this ARTICLE 9, in each case, prior to the end of the Term, the provisions of the Agreement shall continue in full force and effect as if Buyer had not Notified Seller of its intent to exercise the Purchase Option.

Irrespective of Buyer’s Share, Buyer’s Purchase Option is limited to an option to purchase 100% of the Project, which option may be exercised solely by Buyer or in conjunction with Other Buyers or any other Person(s).

## **9.2 Determination of Fair Market Value.**

If the Option Price indicated by Seller in accordance with Section 9.1 is equal to the Fair Market Value of the Project and Buyer disagrees with such stated Fair Market Value in accordance with Section 9.1, then the Parties shall mutually select an independent appraiser with relevant experience and expertise; *provided*, that if the Parties cannot agree on the selection of such independent appraiser within thirty (30) days of Seller’s receipt of Buyer’s written Notice that Buyer disagrees with Seller’s determination of the Fair Market Value, then each Party shall select an appraiser, and the two (2) appraisers so selected shall appoint a third appraiser, which appraiser shall perform the appraisal described in this Section 9.2. The Parties shall cooperate to cause the appraiser to act reasonably and in good faith to determine the Fair Market Value and to support such determination in a written opinion delivered to the Parties within thirty (30) days of the initial request for appraisal. The valuation made by the appraiser shall be binding upon the Parties in the absence of fraud or manifest error. Upon Buyer’s receipt of such written opinion, Buyer shall then have a period of thirty (30) days to confirm or retract its decision to exercise the Purchase Option. The costs of the appraisal shall be borne equally by the Parties.

**ARTICLE 10**  
**INSURANCE, CREDIT AND COLLATERAL REQUIREMENTS**

**10.1 Insurance.**

In connection with Seller's performance of its duties and obligations under this Agreement, during the Delivery Term, Seller shall maintain insurance in accordance with Exhibit H.

**10.2 Grant of Security Interest.**

To secure its obligations under this Agreement and to the extent Seller delivers Performance Assurance hereunder, Seller hereby grants to Buyer a present and continuing first priority security interest in, and lien on (and right of setoff against), and assignment of, such Performance Assurance and all cash collateral and cash equivalent collateral and any and all proceeds resulting therefrom or the liquidation thereof, whether now or hereafter held by, on behalf of, or for the benefit of, Buyer, and each Party agrees to take such action as the other Party reasonably requires in order to perfect the Buyer's first-priority security interest in, and lien on (and right of setoff against), such collateral and any and all proceeds resulting therefrom or from the liquidation thereof. Upon or any time after the occurrence and during the continuation of an Event of Default by Seller or an Early Termination Date as a result thereof, in addition to its other rights and remedies hereunder, Buyer may do any one or more of the following: (a) exercise any of the rights and remedies of a secured party with respect to all Performance Assurance, including any such rights and remedies under law then in effect; (b) exercise its rights of setoff against such collateral and any and all proceeds resulting therefrom or from the liquidation thereof; (c) draw on any outstanding Letter of Credit issued for its benefit; and (d) liquidate all or any portion of any Performance Assurance then held by or for the benefit of Buyer free from any claim or right of any nature whatsoever of Seller or other Person, including any equity or right of purchase or redemption by Seller. Buyer shall apply the proceeds of the collateral realized upon the exercise of any such rights or remedies to reduce the Seller's obligations under the Agreement (Seller remaining liable for any amounts owing to Buyer after such application), subject to Buyer's obligation to return any surplus proceeds remaining after such obligations are satisfied in full, if applicable.

**10.3 Seller Financial Statements.**

If requested by Buyer the Seller shall deliver within one hundred twenty (120) days following the end of each fiscal year of Seller's Ultimate Parent Company: (i) a copy of Seller's Ultimate Parent Company's annual report or 10K report, and (ii) within sixty (60) days after the end of each of its first three fiscal quarters of each fiscal year, a copy of such Seller's Ultimate Parent Company's quarterly report containing unaudited consolidated financial statements for such fiscal quarter, in each case unless otherwise publicly available. If any such statements shall not be available on a timely basis due to a delay in preparation or certification, such delay shall not be an Event of Default so long as the Seller diligently pursues the preparation, certification and delivery of the statements.



**10.4 Seller's Performance Assurance.**

(a) Seller agrees to deliver to Buyer collateral to secure its obligations under this Agreement, which Seller shall maintain in full force and effect for the period posted with Buyer, as follows:

(i) Performance Assurance in the amount of Buyer's Share of [REDACTED] ("Project Development Security") without replenishment within five (5) Business Days following the Original Effective Date of this Agreement until Seller posts Seller's Delivery Term Security; *provided, however*, that (A) Seller's maximum aggregate obligation to Buyer with respect to the Project Development Security under this Agreement shall in no event exceed Buyer's Share of [REDACTED], and (B) Seller's maximum aggregate obligation to Buyer with respect to the Project Development Security under this Agreement and to the Other Buyer(s) with respect to the "Project Development Security" under and as defined in the applicable power purchase agreements between Seller and the Other Buyers in connection with this Project shall in no event exceed [REDACTED];

(ii) Performance Assurance in the amount of Buyer's Share of [REDACTED] ("Seller's Delivery Term Security") from the Commercial Operation Date until the end of the Term; *provided*, that Seller may elect to apply the Project Development Security toward Seller's Delivery Term Security. Seller's Delivery Term Security shall be subject to replenishment; *provided, however*, that (A) Seller's maximum aggregate obligation to Buyer under this Agreement with respect to the Performance Assurance shall in no event exceed Buyer's Share of [REDACTED], and (B) Seller's maximum aggregate obligation to Buyer with respect to the Performance Assurance under this Agreement and to the Other Buyer(s) with respect to the "the Performance Assurance" under and as defined in the applicable power purchase agreements between Seller and the Other Buyers in connection with this Project shall in no event exceed [REDACTED].

(b) If, after the Commercial Operation Date, no amounts are due and owing to Buyer under this Agreement, then Seller shall no longer be required to maintain the Project Development Security, and Buyer shall return to Seller the Project Development Security, less the amounts drawn from a cash deposit or Letter of Credit, if applicable, in accordance with Section 10.4(c). The Project Development Security (or portion thereof) due to Seller shall be returned to Seller within five (5) Business Days after Seller's provision of Seller's Delivery Term Security unless, with respect to cash held as Project Development Security, Seller elects by Notice to Buyer to apply the Project Development Security toward Seller's Delivery Term Security.

(c) Any amounts owed by Seller to Buyer under this Agreement (other than disputed amounts) and not satisfied within thirty (30) Days of becoming due and owing

may be satisfied by Buyer on a draw on Seller's Performance Assurance. In addition, upon termination, Buyer shall have the right to draw upon Seller's Performance Assurance for any undisputed amounts owed to Buyer under this Agreement if not paid when due pursuant to Section 8.1. Subject to the maximum aggregate obligation set forth in Section 10.4(a)(ii), Seller's Delivery Term Security shall be subject to replenishment within five (5) days after any draw thereon by Buyer.

(d) Buyer shall deposit Seller's Performance Assurance in a Qualified Institution; *provided* that, interest on cash held as Project Development Security shall be retained by Buyer until Seller posts Seller's Delivery Term Security. Upon Seller's posting of Seller's Delivery Term Security, all accrued interest on the Project Development Security shall be transferred to Seller in the form of cash by wire transfer to the bank account specified by Seller. After Seller posts Seller's Delivery Term Security, Buyer shall transfer (as described in the preceding sentence) on or before each Interest Payment Date the amount of interest due to Seller for Seller's Delivery Term Security. Buyer does not guaranty any particular rate of interest.

(e) If, during the Term, there shall occur a Downgrade Event in respect of Seller's Guarantor, then Seller shall deliver to Buyer replacement Performance Assurance in the form of a Letter of Credit, cash or a replacement Guaranty from a different Guarantor (meeting the requirements set forth in the definition thereof and acceptable to Buyer, such acceptance not to be unreasonably withheld) in lieu thereof in an amount equal to the then applicable amount of Performance Assurance; *provided, however*, that Seller shall only be required to maintain such replacement Performance Assurance for so long as (1) the Credit Rating of Seller's original Guarantor remains below Investment Grade, or (2) no Ratings Agency rates Seller's original Guarantor.

(f) Seller's obligation to maintain the applicable Performance Assurance shall terminate upon the occurrence of the following: (i) the Term of the Agreement has ended, or the Agreement has been terminated pursuant to Section 7.2, as applicable; and (ii) all payment obligations of each Party arising under this Agreement, the Termination Payment, indemnification payments or other damages are paid in full. Upon the occurrence of the foregoing, Buyer shall promptly return to Seller the unused portion of the applicable Performance Assurance, if any, including the payment of any interest due thereon.

(g) Any Letter of Credit provided by Seller pursuant to this Agreement must provide, among other things, that the Buyer is entitled to draw the full amount of such Letter of Credit if: (i) the Letter of Credit has not been renewed or replaced within thirty (30) days prior to the expiration date of the Letter of Credit; or (ii) the issuer of the Letter of Credit fails to maintain a credit rating of at least A- from S&P or a credit rating of at least A3 from Moody's and the Party required to provide the Letter of Credit and Seller has failed, within ten (10) Business Days after receipt of Notice thereof by Buyer to replace such Letter of Credit with another Letter of Credit, in a form reasonably acceptable to the issuer of the Letter of Credit and Buyer. Costs of a Letter of Credit provided by Seller shall be borne by Seller.

### 10.5 *Buyer's Performance Assurance*

Buyer agrees to deliver to Seller collateral to secure its obligations under this Agreement under the following circumstances:

(a) If, during the Term, there shall occur a Buyer Downgrade Event in respect of Buyer, then Buyer shall deliver to Seller Performance Assurance in the form of a Letter of Credit or cash in an amount equal to the then applicable amount of Buyer's Performance Assurance; *provided, however*, that Buyer shall only be required to maintain its Performance Assurance in the form of a Letter of Credit or cash for so long as Buyer's Credit Ratings remain below the lower of (i) Investment Grade, or (ii) that of the Seller or, if applicable the Seller's Guarantor. Buyer's Performance Assurance shall be subject to replenishment within five (5) days after any draw thereon by Seller after the failure of Buyer to pay the undisputed amount of any amount invoiced by Seller to Buyer.

(b) Buyer's obligation to maintain the applicable Performance Assurance shall terminate upon the occurrence of the following: (i) the Term of the Agreement has ended, or the Agreement has been terminated pursuant to Section 7.2, as applicable; (ii) Buyer has achieved the requisite Credit Rating, and (iii) all payment obligations of each Party arising under this Agreement, Termination Payment, indemnification payments or other damages are paid in full. Upon the occurrence of the foregoing, Seller shall promptly return to Buyer the unused portion of the applicable Performance Assurance, including the payment of any interest due thereon.

(c) Any Letter of Credit provided by Buyer pursuant to this Agreement must provide, among other things, that the Seller is entitled to draw the full amount of such Letter of Credit if: (i) the Letter of Credit has not been renewed or replaced within thirty (30) days prior to the expiration date of the Letter of Credit; or (ii) the issuer of the Letter of Credit fails or ceases to maintain a credit rating of at least A- from S&P or a credit rating of at least A3 from Moody's and Buyer has failed, within ten (10) Business Days after receipt of Notice thereof by Seller to replace such Letter of Credit with another Letter of Credit, in a form reasonably acceptable to the issuer of the Letter of Credit and Seller. Costs of a Letter of Credit provided by Buyer as Buyer's Performance Assurance shall be borne by Buyer.

## ARTICLE 11 REPRESENTATIONS, WARRANTIES AND COVENANTS

### 11.1 *Representations and Warranties.*

(a) On the Original Effective Date, each Party represents and warrants to the other Party that:

(i) it is duly organized, validly existing and in good standing under the laws of the jurisdiction of its formation;

(ii) it has or will obtain in accordance herewith (i) all Governmental Approvals necessary for it to perform its obligations under this Agreement, and (ii)

all Governmental Approvals and rights, title and interest in and to the Site and as otherwise necessary to construct, operate and maintain the Project and related interconnection facilities in the case of Seller;

(iii) the execution, delivery and performance of and consummation of the transactions contemplated by this Agreement is within its powers, have been duly authorized by all necessary action and do not violate any of the terms and conditions in its governing documents, any Governmental Approvals, any contracts to which it is a party or any Applicable Law;

(iv) this Agreement and each other document executed and delivered in accordance with this Agreement constitutes a legally valid and binding obligation enforceable against it in accordance with its terms, subject to any Equitable Defenses;

(v) it is not Bankrupt and there are no proceedings pending or being contemplated by it or, to its knowledge, threatened against it which would result in it being or becoming Bankrupt;

(vi) except as may be set forth in its reports filed with the SEC, there is not pending or, to its knowledge, threatened against it or any of its Affiliates any legal proceedings that could reasonably be expected to materially adversely affect its ability to perform its obligations under and consummation of the transactions contemplated by this Agreement;

(vii) no Event of Default with respect to it has occurred and is continuing and no such event or circumstance would occur as a result of its entering into or performing its obligations under and the transactions contemplated by this Agreement;

(viii) it is acting for its own account, has made its own independent decision to enter into this Agreement and as to whether this Agreement is appropriate or proper for it based upon its own judgment, is not relying upon the advice or recommendations of the other Party in so doing, and is capable of assessing the merits of and understanding, and understands and accepts, the terms, conditions and risks of this Agreement; and

(ix) it has entered into this Agreement in connection with the conduct of its business and it has the capacity or the ability to make or deliver or take delivery of the Buyer's Product as provided in this Agreement.

(b) On the [Original](#) Effective Date, Seller represents and warrants that it is an Affiliate of NextEra Florida Renewables, LLC.

## 11.2 *General Covenants.*

Each Party covenants that throughout the Term:

(a) it shall continue to be duly organized, validly existing and in good standing under the Applicable Laws of the jurisdiction of its formation;

(b) it shall maintain (or obtain from time to time as required, including through renewal, as applicable) all Governmental Approvals necessary for it to legally perform its obligations under this Agreement;

(c) it shall perform its obligations under this Agreement in a manner that does not violate any of the terms and conditions in its governing documents, any contracts to which it is a party or any Applicable Law or Governmental Approval; and

(d) it shall not dispute its status as a “forward contract merchant” within the meaning of the United States Bankruptcy Code.

### **11.3 Seller Covenants.**

(a) Seller covenants as follows:

(i) from the date hereof through the expiration or termination of this Agreement, Seller shall comply with this Agreement and Applicable Laws;

(ii) from the Initial Energy Delivery Date through the expiration or termination of this Agreement, the Project shall be operated and maintained in accordance with this Agreement, Applicable Laws, and Prudent Operating Practices;

(iii) throughout the Term that it, or its permitted successors or assigns, shall maintain ownership of a fee, easement, long-term leasehold interest, or other similar asset ownership interest in the Project; and

(iv) except as expressly provided for in this Agreement, Seller will not grant, create, confer, assign, transfer or convey any right, title or interest in or to the Project in favor of any third party which is not terminable without cost or expense to Buyer upon exercise by Buyer of the Buyer's Purchase Option.

(b) Seller represents and covenants that it has not sold and will not in the future sell or attempt to sell, convey, transfer or encumber any of Buyer's Renewable Attributes or Buyer's Facility Attributes or any right, title or interest in or to Buyer's Renewable Attributes or Buyer's Facility Attributes to any Person other than Buyer. Seller shall not report to any Person that any of Buyer's Renewable Attributes or Buyer's Facility Attributes are owned by or belong to any Person other than Buyer. Buyer may, at its own risk and expense, report to any Person that Buyer's Renewable Attributes and Buyer's Facility Attributes are owned by and belong to it. At Buyer's request, the Parties shall execute and deliver such documents and instruments as may be reasonably required to effect recognition and transfer of Buyer's Renewable Attributes and Buyer's Facility Attributes to Buyer. Except with regard to the execution and delivery of bills of sales and attestations similar to Exhibit M, Buyer shall bear the costs, fees and expenses associated with preparing and executing any such documents and instruments. Seller shall reasonably

cooperate in any registration by Buyer of the Project (at Buyer's cost) in the renewable portfolio standard or equivalent program in any state and program in which Buyer may wish to register or maintained registered the Project by providing copies of all such information as Buyer reasonably requires for such registration

(c) Seller represents that, as of the Commercial Operation Date and continuing through [the end of](#) the Term of this Agreement, the Project shall satisfy the criteria for qualifying small power production facilities under the Public Utility Regulatory Policies Act of 1978 and 18 C.F.R. § 292.204.

#### **11.4 Buyer's Covenants.**

Buyer covenants or affirms as follows:

(a) Buyer covenants that from the date hereof through the expiration or termination of this Agreement, Buyer shall comply with this Agreement and Applicable Laws.

(b) Buyer covenants that Buyer's obligations under this Agreement shall qualify as operating expenses which enjoy first priority payment at all times under any and all bond or other ordinances or indentures to which Buyer is a party relating to electric utility operations and shall be included as part of the rate calculations required by any rate-related debt covenants to which Buyer is bound.

(c) Buyer affirms that it elected to commence negotiations with Seller for the generation, sale and delivery of solar energy, renewable attributes and facility attributes from the Project pursuant to a competitive solicitation after determining that Seller's proposal was the most favorable alternative meeting Buyer's procurement criteria and requirements for solar energy and capacity.

(d) FMPA shall set its rates payable pursuant to the FMPA All-Requirements Power Supply Project Contract ("**ARP Contract**"), as it may be amended by FMPA from time to time, in a manner sufficient to meet its Revenue Requirements, as such term is defined in the ARP Contract. FMPA represents that the term Revenue Requirement, as used in the ARP Contract, includes all of its costs and liabilities lawfully owed under this Agreement.

## **ARTICLE 12 TITLE, RISK OF LOSS, INDEMNITIES**

### **12.1 Title and Risk of Loss.**

Title to and risk of loss related to Buyer's Product shall transfer from Seller to Buyer at the Delivery Point. Seller warrants that it will deliver to Buyer Buyer's Product free and clear of all Liens therein or thereto by any Person arising prior to or at the Delivery Point.

**12.2 Indemnities by Seller.**

Seller shall release, indemnify, defend, and hold harmless, on an After-Tax Basis, Buyer, its Affiliates, and its and their directors, officers, employees, agents, and representatives against and from any and all actions, suits, losses, costs, damages, injuries, liabilities, claims, demands, penalties and interest, including reasonable costs and attorneys' fees ("**Claims**") resulting from, or arising out of or in any way connected with (a) any event, circumstance, act, or incident relating to the Buyer's Product delivered under this Agreement up to and at the Delivery Point, (b) Seller's development, permitting, construction, ownership, operation and/or maintenance of the Project, (c) the failure by Seller or the failure of the Project to comply with Applicable Laws, (d) any Governmental Charges for which Seller is responsible hereunder, or (e) any Liens against the Buyer's Product delivered hereunder made by, under, or through Seller, in all cases including any Claim for or on account of injury, bodily or otherwise, to or death of persons, or for damage to or destruction of property belonging to Buyer, Seller, or third parties, caused by the negligence of Seller excepting only such Claim to the extent caused by the willful misconduct or gross negligence of Buyer, its Affiliates, and its and their directors, officers, employees, agents, and representatives.

**12.3 Indemnities by Buyer.**

To the fullest extent permitted under Florida law, subject to and without waiving its rights to sovereign immunity under Florida Statutes, Buyer shall release, indemnify and hold harmless, on an After-Tax Basis, Seller and its directors, officers, employees, agents, and representatives against and from any and all Claims resulting from, or arising out of or in any way connected with (a) any event, circumstance, act, or incident relating to the Buyer's Product received by Buyer under this Agreement after the Delivery Point, (b) the failure by Buyer to comply with Applicable Laws, or (c) any Governmental Charges for which Buyer is responsible hereunder, in all cases including any Claim for or on account of injury, bodily or otherwise, to or death of persons, or for damage to or destruction of property belonging to Buyer, Seller or third parties caused by the negligence of Buyer, excepting only such Claims to the extent caused by the willful misconduct or gross negligence of Seller, its Affiliates, and its and their directors, officers, employees, agents, and representatives.

**ARTICLE 13  
GOVERNMENTAL CHARGES**

**13.1 Cooperation.**

Each Party shall use reasonable efforts to implement the provisions of and to administer this Agreement in accordance with the intent of the Parties to minimize all taxes, so long as neither Party incurs any cost, expense, risk, obligation or liability or is otherwise materially adversely affected by such efforts.

**13.2 Governmental Charges.**

Seller shall pay or cause to be paid all taxes imposed by any Governmental Authority ("**Governmental Charges**") on or with respect to the Buyer's Product or the transaction under

this Agreement arising prior to the Delivery Point, including ad valorem taxes and other taxes attributable to the Project, land, land rights or interests in land for the Project. Buyer shall pay or cause to be paid all Governmental Charges on or with respect to the Buyer's Product or the transaction under this Agreement at and after the Delivery Point. If Seller is required by Law or regulation to remit or pay Governmental Charges which are Buyer's responsibility hereunder, Buyer shall promptly reimburse Seller for such Governmental Charges. If Buyer is required by Applicable Law or regulation to remit or pay Governmental Charges which are Seller's responsibility hereunder, Buyer may deduct such amounts from payments to Seller with respect to payments under the Agreement; if Buyer elects not to deduct such amounts from Seller's payments, Seller shall promptly reimburse Buyer for such amounts upon request. Nothing shall obligate or cause a Party to pay or be liable to pay any Governmental Charges for which it is exempt under law.

## ARTICLE 14 CONFIDENTIAL INFORMATION

### 14.1 *Confidential Information.*

(a) The Parties acknowledge that Seller asserts that this Agreement contains trade secret information. The Parties have and will develop certain information, processes, know-how, techniques and procedures concerning the Project that they consider confidential and proprietary (together with the terms and conditions of this Agreement, the "**Confidential Information**"). Notwithstanding the confidential and proprietary nature of such Confidential Information, the Parties (each, the "**Disclosing Party**") may make such Confidential Information available to the other (each, a "**Receiving Party**") subject to the provisions of this Section 14.1.

(b) Upon receiving or learning of Confidential Information, the Receiving Party shall:

(i) Treat such Confidential Information as confidential and use reasonable care not to divulge such Confidential Information to any third party except as required by law, subject to the restrictions set forth below;

(ii) Restrict access to such Confidential Information to only those employees, subcontractors, suppliers, vendors, and advisors whose access is reasonably necessary for the development, construction, operation or maintenance of the Project and for the purposes of this Agreement who shall be bound by the terms of this Section 14.1;

(iii) Use such Confidential Information solely for the purpose of developing the Project and for purposes of implementing, performing, administering and enforcing this Agreement; and

(iv) Upon the termination of this Agreement, destroy or return any such Confidential Information in written or other tangible form and any copies thereof;



*provided, however*, the Buyer shall be entitled to keep on record copy of such information as required by Florida law.

(c) The restrictions of this Section 14.1 do not apply to:

(i) Release of this Agreement to any Governmental Authority required for obtaining any approval or making any filing pursuant to Sections 3.12 or 4.2, *provided* that each Party agrees to cooperate in good faith with the other to maintain the confidentiality of the provisions of this Agreement by redacting and/or requesting confidential treatment with all filings to the extent appropriate and permitted by Applicable Law;

(ii) Information which is, or becomes, publicly known or available other than through the action of the Receiving Party in violation of this Agreement;

(iii) Information which is in the possession of the Receiving Party prior to receipt from the Disclosing Party or which is independently developed by the Receiving Party, *provided* that the Person or Persons developing such information have not had access to any Confidential Information;

(iv) Information which is received from a third party which is not known (after due inquiry) by Receiving Party to be prohibited from disclosing such information pursuant to a contractual, fiduciary or legal obligation; and

(v) Information which is, in the reasonable written opinion of counsel of the Receiving Party, required to be disclosed pursuant to Applicable Law (including any Florida Public Records Law (Chapter 119, Florida Statutes) request); *provided, however*, that the Receiving Party, prior to such disclosure, shall provide reasonable advance Notice to the Disclosing Party of the time and scope of the intended disclosure in order to provide the Disclosing Party an opportunity to obtain a protective order or otherwise seek to prevent, limit the scope of, or impose conditions upon such disclosure.

(d) Notwithstanding the foregoing, Seller may disclose Confidential Information to the Project Investors and any other financial institutions expressing an interest in providing equity or debt financing or refinancing and/or credit support to Seller, and the agent or trustee of any of them, *provided* that they agree to comply with the requirements and limitations on disclosure and use of Confidential Information.

(e) Neither Party shall issue any press or publicity release or otherwise release, distribute or disseminate any information, with the intent that such information will be published (other than information that is, in the reasonable written opinion of counsel to the Disclosing Party, required to be distributed or disseminated pursuant to Applicable Law, *provided* that the Disclosing Party has given Notice to, and an opportunity to prevent disclosure by, the other Party as provided in Section 14.1(c)(v)), concerning this Agreement or the participation of the other Party in the transactions contemplated hereby without the prior written approval of the other Party, which approval will not be unreasonably withheld or delayed. This provision shall not prevent the Parties from

releasing information which is required to be disclosed in order to obtain permits, licenses, releases and other approvals relating to the Project or as are necessary in order to fulfill such Party's obligations under this Agreement.

(f) The obligations of the Parties under this Section 14.1 shall remain in full force and effect for three (3) years following the expiration or termination of this Agreement.

## ARTICLE 15 ASSIGNMENT

### 15.1 *Successors and Assigns; Assignment.*

(a) This Agreement shall inure to the benefit of and shall be binding upon the Parties and their respective successors and permitted assigns. This Agreement and a Party's rights, obligations and interests shall not be assigned or transferred by either Party without the prior written consent of the other Party, which consent shall not be unreasonably withheld, conditioned or delayed.

(b) Notwithstanding the foregoing, no consent shall be required for the following assignment if the assignee has demonstrated experience and ability and a level of creditworthiness to perform and assume obligations under other agreements similar to this Agreement with the other Persons:

(i) Any collateral assignment of this Agreement by Seller to any senior lien Project Investors as collateral security for Seller's obligations under the financing documents entered into with such Project Investors;

(ii) Any assignment by the Project Investors to a third party in connection with a foreclosure of the Project Investor's mortgage and lien on the Project;

(iii) Any assignment or transfer of this Agreement by Seller to an Affiliate of Seller and the Guarantor;

(iv) Any assignment or transfer of this Agreement by Seller to a Person succeeding to all or substantially all of the assets of Seller, *provided* that such Person's creditworthiness and the creditworthiness of any provider of Performance Assurance is equal to or better than that of Seller, there is an assignment and assumption agreement among all Parties and the assignee and the Performance Assurance in place at such time is replaced by equal or better security by assignee; and

(v) Any assignment or transfer of this Agreement by Buyer to any Other Buyer or to any Other Solar Project Buyer.

(c) An assignee shall be afforded no additional rights, interests or remedies beyond those specifically granted to the assignor in this Agreement. The Party seeking to assign or transfer this Agreement shall be solely responsible for paying all costs and expenses, including attorney's and advisor fees of any such assignment.

(d) Buyer acknowledges that upon an event of default under any financing documents relating to the Project, subject to receipt by Buyer of Notice, and further subject to rights of Other Buyers, any of the Project Investors may (but shall not be obligated to) assume, or cause its designee or a new lessee or buyer of the Project with demonstrated experience and ability and a level of creditworthiness to perform and assume obligations under other renewable energy power purchase agreements similar to this Agreement, to assume, all of the interests, rights and obligations of Seller thereafter arising under this Agreement; *provided*, that, regardless of whether any such Project Investor or its designee assumes all of the interests, rights and obligations of Seller thereafter arising under this Agreement, the Performance Assurance and security required to be posted by Seller is replaced by the assignee and Buyer's interests, rights, remedies, benefits, privileges, and obligations under this Agreement will remain in full force and effect, including the right to terminate this Agreement.

(e) If the rights and interests of Seller in this Agreement shall be assumed, sold or transferred as herein provided, and the assuming party shall agree in writing to be bound by and to assume, the terms and conditions hereof and any and all obligations to Buyer arising or accruing hereunder from and after the date of such assumption, then Seller shall be released and discharged from the terms and conditions hereof except with respect to obligations arising prior to the assignment, and each such obligation hereunder from and after such date except with respect to obligations and covenants which survive expiration or early termination, but not any obligation or liability owned, accrued, incurred, or relating to the period prior to the date of such assumption, and Buyer shall continue this Agreement with the assuming party as if such Person had been named as Seller under this Agreement; *provided, however*, that if any such Person assumes this Agreement as provided herein, Buyer acknowledges and agrees that such Persons shall not be personally liable for the performance of such obligations hereunder except to the extent of the required Performance Assurance and the total interest of the Project Investors in the Project. Notwithstanding any such assumption by any of the Project Investors or a designee thereof, Seller shall not be released and discharged from and shall remain liable for any and all obligations to Buyer arising or accruing hereunder prior to such assumption.

## **15.2 Collateral Assignment.**

(a) Seller, without approval of Buyer, may, by security, charge or otherwise encumber its entire interest under this Agreement in favor of a Project Investor for the purposes of financing the development, construction and/or operation of the Project and the Seller's Interconnection Facilities.

(b) Promptly after making such encumbrance, Seller shall deliver Notice to Buyer in writing of the name, address, and telephone and facsimile numbers of each Project Investor to which Seller's interest under this Agreement has been encumbered. Such Notice shall also include the name of the single representative of (i) the Tax Equity Investors (if any) and/or (ii) the other Project Investors, if any, which may be the Collateral Agent or another representative or both, to whom all written and telephonic communications may be addressed by Buyer.

(c) After giving Buyer such initial Notice, Seller shall promptly give Buyer Notice of any change in the information provided in the initial Notice or any revised Notice.

(d) If Seller intends to encumber its interest under this Agreement as permitted by this Section 15.2, the Parties shall use Commercially Reasonable Efforts to enter into a mutually acceptable consent agreement substantially in the form of Exhibit N-1. Buyer shall, upon a commercially reasonable request by Seller or a Project Investor and at Seller's sole expense, cooperate reasonably to execute, or arrange for the delivery of, those normal, reasonable and customary certificates, opinions and other documents (including estoppel certificates related to a tax equity financing substantially in the form of Exhibit N-2) and to provide such other normal and customary representations and warranties, as may be necessary in connection with a financing of the Project that Buyer reasonably determines do not affect any of Buyer's rights, benefits, risks, burdens, liabilities or obligations under this Agreement.

## ARTICLE 16 FORCE MAJEURE

### 16.1 *Force Majeure Events.*

To the extent either Party is prevented by a Force Majeure Event from carrying out, in whole or part, its obligations under this Agreement and such Party gives Notice and details of the Force Majeure Event to the other Party as detailed below, then, the Party impacted by the Force Majeure Event shall be excused from the performance of its obligations for the period during which its performance is impacted. As soon as practicable after commencement of a Force Majeure Event, the non-performing Party shall provide the other Party with oral notice of the Force Majeure Event, and within two (2) weeks of the commencement of a Force Majeure Event, the non-performing Party shall provide the other Party with Notice in the form of a letter describing in detail the particulars of the occurrence giving rise to the Force Majeure Event claim and the anticipated impact on the non-performing Party's ability to perform its obligations and the non-performing Party's Plan to resume full performance of the obligations impacted by the Force Majeure Event. Seller shall not without the prior written consent of Buyer substitute Buyer's Product from any other source for the output of the Project during an outage resulting from a Force Majeure Event. The suspension of performance due to a claim of a Force Majeure Event must be of no greater scope and of no longer duration than is required by the Force Majeure Event. Buyer shall not be required to make any payments for any Buyer's Product that Seller fails to schedule, deliver or provide as a result of a Force Majeure Event during the term of such Force Majeure Event. This Agreement may be terminated by either Party with no further obligation to the other Party if such Force Majeure Event prevents the performance of a material portion of the obligations hereunder and such Force Majeure Event is not resolved and full performance resumed within one hundred eighty (180) days after the commencement of such Force Majeure Event; *provided, however*, if the Force Majeure Event occurs after the Commercial Operation Date and Seller is the non-performing Party, Seller shall have up to ninety (90) days following such Force Majeure Event to obtain a report from an independent, third party engineer stating whether the Project is capable of being repaired or replaced within fifteen (15) additional months or less from the date of the report and provide Buyer a copy of the engineer's report, at no cost to Buyer. If such engineer's report concludes that the Project is capable of being repaired or replaced within such fifteen (15) month

period and Seller undertakes and continues such repair or replacement with due diligence, then Buyer shall not have the right to terminate this Agreement pursuant to this Section 16.1 until the expiration of the period deemed necessary by the engineer's report (not to exceed fifteen (15) months), after which time, Buyer may terminate this Agreement by Notice to Seller unless the Project has been repaired or replaced, as applicable, and the Seller has resumed and is satisfying its performance obligations under this Agreement.

## **ARTICLE 17 LIMITATIONS ON LIABILITY**

### **17.1 *Disclaimer of Warranties.***

EXCEPT AS SET FORTH HEREIN, THERE IS NO WARRANTY OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE, AND ANY AND ALL IMPLIED WARRANTIES ARE DISCLAIMED.

### **17.2 *Limitations on Liability.***

THE PARTIES CONFIRM THAT THE EXPRESS REMEDIES PROVIDED IN THIS AGREEMENT SATISFY THE ESSENTIAL PURPOSES HEREOF. FOR BREACH OF ANY PROVISION FOR WHICH AN EXPRESS REMEDY IS PROVIDED, SUCH EXPRESS REMEDY SHALL BE THE SOLE AND EXCLUSIVE REMEDY, THE OBLIGOR'S LIABILITY SHALL BE LIMITED AS SET FORTH IN SUCH PROVISION AND ALL OTHER REMEDIES OR DAMAGES AT LAW OR IN EQUITY ARE WAIVED, UNLESS THE PROVISION IN QUESTION PROVIDES THAT THE EXPRESS REMEDIES ARE IN ADDITION TO OTHER REMEDIES THAT MAY BE AVAILABLE. A PARTY'S REMEDY OR MEASURE OF DAMAGES WILL BE ACTUAL DAMAGES. NEITHER PARTY SHALL BE LIABLE FOR CONSEQUENTIAL, INCIDENTAL, PUNITIVE, EXEMPLARY OR INDIRECT DAMAGES, LOST PROFITS OR OTHER BUSINESS INTERRUPTION DAMAGES, BY STATUTE, IN TORT OR CONTRACT, UNDER ANY INDEMNITY PROVISION OR OTHERWISE. UNLESS EXPRESSLY HEREIN PROVIDED, IT IS THE INTENT OF THE PARTIES THAT THE LIMITATIONS HEREIN IMPOSED ON REMEDIES BE WITHOUT REGARD TO THE CAUSE OR CAUSES RELATED THERETO, INCLUDING THE NEGLIGENCE OF ANY PARTY, WHETHER SUCH NEGLIGENCE BE SOLE, JOINT OR CONCURRENT, OR ACTIVE OR PASSIVE. TO THE EXTENT ANY DAMAGES REQUIRED TO BE PAID HEREUNDER ARE LIQUIDATED, THE PARTIES ACKNOWLEDGE THAT THE DAMAGES ARE DIFFICULT OR IMPOSSIBLE TO DETERMINE, OR OTHERWISE OBTAINING AN ADEQUATE REMEDY IS INCONVENIENT AND THE DAMAGES CALCULATED HEREUNDER CONSTITUTE A REASONABLE APPROXIMATION OF THE HARM OR LOSS.

## **ARTICLE 18 DISPUTE RESOLUTION**

### **18.1 *Intent of the Parties***

Except as provided in the next sentence, the sole procedure to resolve any claim arising out of or relating to this Agreement (a “**Dispute**”) is the dispute resolution procedure set forth in this ARTICLE 18. Either Party may seek a preliminary injunction or other provisional judicial remedy at any time if such action is necessary to prevent irreparable harm or preserve the status quo, in which case both Parties nonetheless will continue to pursue resolution of the Dispute by means of the dispute resolution procedure set forth in this ARTICLE 18.

### **18.2 Management Negotiations**

(a) The Parties will attempt in good faith to resolve any Dispute by prompt negotiations between each Party’s authorized representative designated in writing as a representative of the Party (each a “**Manager**”). Either Manager may, by Notice to the other Party, request a meeting to initiate settlement negotiations to be held within ten (10) Business Days of the other Party’s receipt of such request, at a mutually agreed time and place (either in person or telephonically). If the matter is not resolved within fifteen (15) Business Days of their first meeting (“**Initial Negotiation End Date**”), the Managers shall refer the matter to the designated senior officers of their respective companies that have authority to settle the Dispute (“**Executives**”). Within five (5) Business Days of the Initial Negotiation End Date (“**Referral Date**”), each Party shall provide one another Notice confirming the referral and identifying the name and title of the Executive who will represent the Party.

(b) Within five (5) Business Days of the Referral Date, the Executives shall establish a mutually acceptable location and date, which date shall not be greater than thirty (30) days from the Referral Date, to meet. After the initial meeting date, the Executives shall meet, as often as they reasonably deem necessary, to exchange relevant information and to attempt to resolve the Dispute.

(c) All communication and writing exchanged between the Parties in connection with these settlement negotiations shall be confidential and shall not be used or referred to in any subsequent binding adjudicatory process between the Parties. The Parties shall bear their respective costs, expenses and fees relating to the activities under this Section 18.2.

(d) If the matter is not resolved within forty-five (45) days of the Referral Date, or if the Party receiving the Notice to meet, pursuant to Section 18.2(a) above, refuses or does not meet within the ten (10) Business Day period specified in Section 18.2(a) above, and subject to Sections 17.2, 20.7 and 20.8 of this Agreement, either Party may pursue all remedies available to it at law or in equity. Venue for any action or proceeding shall be state and federal courts in Orange County, Florida.

### **18.3 Specific Performance and Injunctive Relief.**

Each Party shall be entitled to seek a decree compelling specific performance with respect to, and shall be entitled, without the necessity of filing any bond, to seek the restraint by injunction of, any actual or threatened breach of any non-monetary material obligation of the other Party under this Agreement, including with respect to disclosure or misuse of Confidential Information, audit

rights, access to facilities, access to information, data and documents, emergencies, imminent harm to persons or property of impermissible transactions; *provided*, that, the right to specific performance explicitly excludes Seller's obligation to construct the Project. The Parties in any action for specific performance or restraint by injunction agree that they shall each request that all expenses incurred in such proceeding, including reasonable counsel fees, be apportioned in the final decision based upon the respective merits of the positions of the Parties.

## ARTICLE 19 NOTICES

### 19.1 *Notices.*

Whenever this Agreement requires or permits delivery of a “**Notice**” (or requires a Party to “**Notify**”), the Party with such right or obligation shall provide a written communication in the manner specified in herein and to the addresses set forth below; *provided, however*, that Notices of outages or other scheduling or dispatch information or requests, shall be provided in accordance with the terms set forth in the relevant section of this Agreement or procedure developed by the Parties. Invoices may be sent by facsimile or e-mail. A Notice sent by facsimile transmission or e-mail will be recognized and shall be deemed received on the Business Day on which such Notice was transmitted if received before 5:00 p.m. (and if received after 5:00 p.m., on the next Business Day) and a Notice of overnight mail or courier shall be deemed to have been received two (2) Business Days after it was sent or such earlier time as is confirmed by the receiving Party. Each Party shall provide Notice to the other Party of the persons authorized to nominate and/or agree to a schedule or dispatch order for the delivery or acceptance of Buyer’s Product or make other Notices on behalf of such Party and specify the scope of their individual authority and responsibilities, and may change its designation of such persons from time to time in its sole discretion by providing Notice. The Parties acknowledge and agree that in the event that Buyer receives conflicting Notices from the Collateral Agent and the Tax Equity Investor(s)’s representative named under Section 15.2 (if and as applicable), the Notice from the Collateral Agent shall supersede that from the Tax Equity Investor(s)’ representative.

If to Seller: **POINSETT SOLAR, LLC**  
c/o NextEra Florida Renewables, LLC  
700 Universe Boulevard  
Juno Beach, FL 33408  
Attn: Director, Business Management (South Region)  
Telephone: 561-304-5912  
Email: Charles.Lande@nee.com

With a copy to: NextEra Florida Renewables, LLC  
700 Universe Boulevard  
Juno Beach, FL 33408  
Attn: Mitchell Ross, Vice President & General Counsel  
Telephone: 561-691-7126  
Email: Mitch.ross@nee.com

If to Buyer: Florida Municipal Power Agency  
Chief Operating Officer  
8553 Commodity Circle  
Orlando, FL 32819  
Telephone: 407-355-7767  
Email: [frank.gaffneyken.rutter@fmpa.com](mailto:frank.gaffneyken.rutter@fmpa.com)

With a copy to: Florida Municipal Power Agency  
Office of General Counsel  
P.O. Box 3209,  
Tallahassee, FL 32315-3209  
2061 Delta Way, Ste 2,  
Tallahassee, Florida 32303-4240  
Telephone: 850-297-2011  
Facsimile: 850-297-2014  
Email: jody.finklea@fmpa.com  
Dan.ohagan@fmpa.com

## ARTICLE 20 MISCELLANEOUS

### 20.1 *Effectiveness of Agreement; Survival.*

This Agreement shall be in full force and effect, enforceable and binding in all respects as of the [Original](#) Effective Date until the conclusion of the Term or earlier termination pursuant to the terms of this Agreement; *provided, however*, that this Agreement shall remain in effect until (a) the Parties have fulfilled all obligations under this Agreement, including payment in full of amounts due for the Buyer's Product delivered or not delivered prior to the end of the Term, the Termination Payment, indemnification payments or other damages (whether directly or indirectly



such as through set-off or netting) and (b) the undrawn portion of the Project Development Security or Delivery Term Security, as applicable, is released and/or returned as applicable (if any is due). All indemnity rights shall survive the termination or expiration of this Agreement for the longer of twelve (12) months or the expiration of the statute of limitations period of the claim underlying the indemnity obligation. Notwithstanding any provisions herein to the contrary, the obligations set forth in the following articles and sections shall survive (in full force) the expiration of termination of this Agreement: Sections 12.2 and 12.3 until the applicable statute of limitation lapses, 14.1 regarding confidentiality, for a period of two (2) years, 20.2 (*Audits*), 20.7 (*Governing Law*), 20.8 (*Waiver of Trial by Jury*), 20.9 (*Attorney's Fees*) and 20.11 (*Project Members*); ARTICLE 1 (*Definitions and Interpretation*), and ARTICLE 17 (*Limitations on Liability*).

**20.2 Audits.**

Each Party has the right, at its sole expense and during normal working hours, to examine the records of the other Party to the extent reasonably necessary to verify the accuracy of any statement, charge or computation made pursuant to this Agreement. If any such examination reveals any inaccuracy in any statement, the necessary adjustments in such statement and the payments thereof will be made promptly and shall bear interest calculated at the Interest Rate from the date the overpayment or underpayment was made until paid; *provided, however*, that no adjustment for any statement or payment will be made unless objection to the accuracy thereof was made prior to the lapse of twelve (12) months from the rendition thereof, and thereafter any objection shall be deemed waived except to the extent any misinformation was from a third party not affiliated with any Party and such third party corrects its information after such twelve (12)-month period.

**20.3 Amendments.**

Except as provided in Sections 3.1(b) and 3.19(g), this Agreement shall not be modified nor amended unless such modification or amendment shall be in writing and signed by authorized representatives of both Parties.

**20.4 Waivers.**

Failure to enforce any right or obligation by any Party with respect to any matter arising in connection with this Agreement shall not constitute a waiver as to that matter nor to any other matter. Any waiver by any Party of its rights with respect to a breach or default under this Agreement or with respect to any other matters arising in connection with this Agreement must be in writing. Such waiver shall not be deemed a waiver with respect to any subsequent breach or default or other matter.

**20.5 Severability.**

If any of the terms of this Agreement are finally held or determined to be invalid, illegal or void, all other terms of the Agreement shall remain in effect; *provided* that the Parties shall enter into negotiations concerning the terms affected by such decision for the purpose of achieving conformity with requirements of any Applicable Law and the intent of the Parties.

**20.6 *Standard of Review.***

Absent the agreement of the Parties to the proposed change, the standard of review for changes to this Agreement proposed by a Party, a Person or the Federal Energy Regulatory Commission acting sua sponte shall be the “public interest” application of the “just and reasonable” standard of review set forth in *United Gas Pipe Line Co. v. Mobile Gas Service Corp.*, 350 U.S. 332 (1956) and *Federal Power Commission v. Sierra Pacific Power Co.*, 350 U.S. 348 (1956), as clarified by *Morgan Stanley Capital Group, Inc. v. Public Util. Dist. No. 1 of Snohomish*, 554 U.S. 527 (2008) (the “Mobile-Sierra” doctrine).

**20.7 *Governing Law.***

THIS AGREEMENT AND THE RIGHTS AND DUTIES OF THE PARTIES HEREUNDER SHALL BE GOVERNED BY AND CONSTRUED, ENFORCED AND PERFORMED IN ACCORDANCE WITH THE LAWS OF THE STATE OF FLORIDA, WITHOUT REGARD TO PRINCIPLES OF CONFLICTS OF LAW. THE SOLE AND EXCLUSIVE VENUE FOR ANY DISPUTE, CLAIM OR CONTROVERSY RELATING TO THIS AGREEMENT SHALL BE THE STATE AND FEDERAL COURTS IN ORANGE COUNTY, FLORIDA.

**20.8 *Waiver of Trial by Jury.***

EACH OF THE PARTIES HERETO HEREBY KNOWINGLY, VOLUNTARILY AND INTENTIONALLY WAIVES THE RIGHT EITHER OF THEM MAY HAVE TO A TRIAL BY JURY IN RESPECT OF ANY LITIGATION BASED HEREON, OR ARISING OUT OF, UNDER OR IN CONNECTION WITH THIS AGREEMENT AND ANY AGREEMENT CONTEMPLATED TO BE EXECUTED IN CONJUNCTION HERewith, OR ANY COURSE OF CONDUCT, COURSE OF DEALING, STATEMENTS (WHETHER VERBAL OR WRITTEN) OR ACTIONS OF ANY PARTY HERETO. THIS PROVISION IS A MATERIAL INDUCEMENT FOR THE PARTIES ENTERING INTO THIS AGREEMENT.

**20.9 *Attorneys’ Fees.***

In any proceeding brought to enforce this Agreement or because of the breach by any Party of any covenant or condition herein contained, the prevailing Party shall be entitled to reasonable attorneys’ fees (including reasonably allocated fees of in-house counsel) in addition to court costs and any and all other costs of the proceeding recoverable in said action.

**20.10 *No Third-Party Beneficiaries.***

Except indemnitees, a Project Investor party to a consent to assignment among the Parties, and Other Buyers and Other Solar Project Buyers with respect to their priority right to purchase Newly Available Product, this Agreement is intended solely for the benefit of the Parties hereto and nothing contained herein shall be construed to create any duty to, or standard of care with reference to, or any liability to, or any benefit for, any Person not a Party to this Agreement.

**20.11 *Project Members.***

This Agreement is an obligation of Buyer only, and all costs and liabilities of Buyer hereunder are payable solely from the revenues and funds of the FMPA All-Requirements Power Supply Project. No liability or obligation under this Agreement shall inure to or bind any of the funds, accounts, monies, property, instruments, or rights of Buyer generally, of any individual member of Buyer, or of any other “project” of Buyer as contemplated in the Interlocal Agreement. Buyer shall enforce the provisions of the All-Requirements Power Supply Project Contracts and duly perform its covenants and agreements thereunder.

**20.12 *No Agency.***

This Agreement is not intended, and shall not be construed, to create any association, joint venture, agency relationship or partnership between the Parties or to impose any such obligation or liability upon either Party. Neither Party shall have any right, power or authority to enter into any agreement or undertaking for, or act as or be an agent or representative of, or otherwise bind, the other Party.

**20.13 *Cooperation.***

The Parties acknowledge that they are entering into a long-term arrangement in which the cooperation of both of them will be required. If, during the Term, changes in the operations, facilities or methods of either Party will materially benefit a Party without detriment to the other Party, the Parties commit to each other to make Commercially Reasonable Efforts to cooperate and assist each other in making such change on terms and conditions mutually agreed by the Parties.

**20.14 *Further Assurances.***

Upon the receipt of a written request from the other Party, each Party shall execute such additional documents, instruments and assurances and take such additional actions as are reasonably necessary and desirable to carry out the terms and intent hereof. Neither Party shall unreasonably withhold, condition or delay its compliance with any reasonable request made pursuant to this Section 20.14. No Party shall be required to take any action or execute any document under this Section 20.14 that would negatively change that Party's risk or benefit under this Agreement.

**20.15 *Captions; Construction.***

All indexes, titles, subject headings, section titles, and similar items are provided for the purpose of reference and convenience and are not intended to affect the meaning of the content or scope of this Agreement. Any term and provision of this Agreement shall be construed simply according to its fair meaning and not strictly for or against any Party.

**20.16 *Entire Agreement.***

This Agreement shall supersede all other prior and contemporaneous understandings or agreements, both written and oral, between the Parties relating to the subject matter of this Agreement.

**20.17 *Forward Contract.***

The Parties acknowledge and agree that this Agreement constitutes a “forward contract” within the meaning of the United States Bankruptcy Code.

**20.18 *Counterparts.***

This Agreement may be executed in several counterparts, each of which shall be an original and all of which together shall constitute but one and the same instrument.

**[REMAINDER OF PAGE INTENTIONALLY LEFT BLANK –  
SIGNATURES APPEAR ON FOLLOWING PAGE]**

IN WITNESS WHEREOF the Parties have executed this Agreement in the manner appropriate to each on the date set forth above.

**POINSETT SOLAR, LLC**

**FLORIDA MUNICIPAL POWER AGENCY**

By: \_\_\_\_\_

By: \_\_\_\_\_

Name: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_

Title: \_\_\_\_\_

**EXHIBIT A**

**SAMPLE CALCULATIONS**

**I. Summary of Terms and Sample Values:**

(Note: The results of the formulas contained in this Exhibit A are derived from precise values without regard to rounding which is used to show interim results for ease of presentation.)

**Project Quantity (E<sub>1y</sub>)** means the total estimated Energy production of the Project for a Contract Year.

*For this example E<sub>1y</sub> is [REDACTED] MWh for each Contract Year*

**Delivered Energy (DE)** means the Energy delivered to the Delivery Point net of all electrical losses associated with the transmission or transformation (from direct current to AC) of the Energy to the Delivery Point, including, if applicable, any losses between the Metering System and the Delivery Point.

*For this example DE is [REDACTED] MWh for each Contract Year in a shortfall scenario*

*For this example DE is [REDACTED] MWh for each Contract Year in an excess energy scenario*

**Buyer's Share;** *for this example [REDACTED] %*

**Contract Quantity (CE<sub>b,1y</sub>)** means Buyer's Share of the Project Quantity.

*For this example E<sub>b,1y</sub> is [REDACTED] % x [REDACTED] = [REDACTED] MWh in each Contract Year*

**Buyer's Delivered Energy (DE<sub>b</sub>)** means Buyer's Share of the Delivered Energy.

*For this example DE<sub>b</sub> is [REDACTED] % x [REDACTED] = [REDACTED] MWh in each Contract Year in a shortfall scenario*

*For this example DE<sub>b</sub> is [REDACTED] % x [REDACTED] = [REDACTED] MWh in each Contract Year in an excess energy scenario*

**Performance Measurement Period (2y)** means the two prior consecutive Contract Years during the Delivery Term.

**Contract Quantity during Performance Measurement Period (CE<sub>b,2y</sub>)**

*For this example CE<sub>b,2y</sub> is 2 x [REDACTED] MWh = [REDACTED] MWh*

**Buyer's Delivered Energy during Performance Measurement Period (DE<sub>b,2y</sub>)**

*For this example DE<sub>b,2y</sub> is 2 x [REDACTED] MWh = [REDACTED] MWh in a shortfall scenario*

For this example  $DE_{b,2y}$  is  $2 \times \blacksquare MWh = \blacksquare MWh$  in an excess energy scenario

**Dollar-per-MWh Rate (R)** means  $\blacksquare$  per MWh of Delivered Energy.

**Hours in Performance Measurement Period (h)**

For this example  $h$  is  $2 \times 8,760 = 17,520$

**Seller Excuse Hours in Performance Measurement Period ( $h_e$ )** means the hours Seller is unable to generate or deliver Energy due to Seller Excuses.

For this example  $h_e$  is  $\blacksquare$

**II. Sample Calculation of Measurement Period Performance Percentage:**

**Measurement Period Performance Percentage** = Buyer's Delivered Energy during Performance Measurement Period / (Contract Quantity during Performance Measurement Period x (Hours in Performance Measurement Period – Seller Excuse Hours in Performance Measurement Period) / Hours in Performance Measurement Period), expressed as a percentage.

$$\frac{DE_{b,2y}}{CE_{b,2y} \times \frac{(h - h_e)}{h}}$$

$$\frac{\blacksquare MWh}{\blacksquare MWh \times \frac{(\blacksquare - \blacksquare)}{\blacksquare}}$$

$$\frac{\blacksquare MWh}{\blacksquare MWh \times \blacksquare}$$

$$\frac{\blacksquare MWh}{\blacksquare MWh}$$

$\blacksquare$

Expressed as a percentage

██████████

**III. Sample Calculation of GEP Damages:**

**GEP Damages** = Dollar-per-MWh Rate x (0.8 x (Contract Quantity during Performance Measurement Period x (Hours in Performance Measurement Period – Seller Excuse Hours in Performance Measurement Period) / Hours in Performance Measurement Period) – Buyer’s Delivered Energy during Performance Measurement Period)

$$R \times \text{██████████} \times CE_{b,2y} \times \frac{(h - h_e)}{h} - DE_{b,2y}$$

$$\frac{\text{██████████}}{\text{MWh}} \times \left( \text{██████████} \times \text{██████████} \text{ MWh} \times \frac{(\text{██████████})}{\text{██████████}} - \text{██████████} \text{ MWh} \right)$$

$$\frac{\text{██████████}}{\text{MWh}} \times (\text{██████████} \times \text{██████████} \text{ MWh} \times \text{██████████} - \text{██████████} \text{ MWh})$$

$$\frac{\text{██████████}}{\text{MWh}} \times (\text{██████████} \text{ MWh} - \text{██████████} \text{ MWh})$$

$$\frac{\text{██████████}}{\text{MWh}} \times (\text{██████████} \text{ MWh})$$

████████████████████

**IV. Sample Calculation of Excess Energy Credit:**

**Excess Energy Credit** = ██████████ x Dollar-per-MWh Rate x (Buyer’s Delivered Energy during Performance Measurement Period – ██████████ x Contract Quantity during Performance Measurement Period x (Hours in Performance Measurement Period – Seller Excuse Hours in Performance Measurement Period) / Hours in Performance Measurement Period)



$$\blacksquare \times R \times \left( DE_{b,2y} - \blacksquare \times CE_{b,2y} \times \frac{(h - h_e)}{h} \right)$$

$$\blacksquare \times \blacksquare / MWh \times \left( \blacksquare MWh - \blacksquare \times \blacksquare \times \frac{(\blacksquare)}{\blacksquare} \right)$$

$$\blacksquare / MWh \times (\blacksquare MWh - \blacksquare \times \blacksquare \times \blacksquare)$$

$$\blacksquare / MWh \times (\blacksquare MWh - \blacksquare \times \blacksquare \times \blacksquare)$$

$$\blacksquare / MWh \times (\blacksquare MWh - \blacksquare MWh)$$

$$\blacksquare / MWh \times \blacksquare MWh$$

$\blacksquare$

## EXHIBIT B

### DESCRIPTION OF PROJECT

Seller intends to build, own and operate Project with a nameplate capacity rating of the Project Capacity. The Project will be located in Osceola County. The Project will generate electrical power that will be sold wholesale.

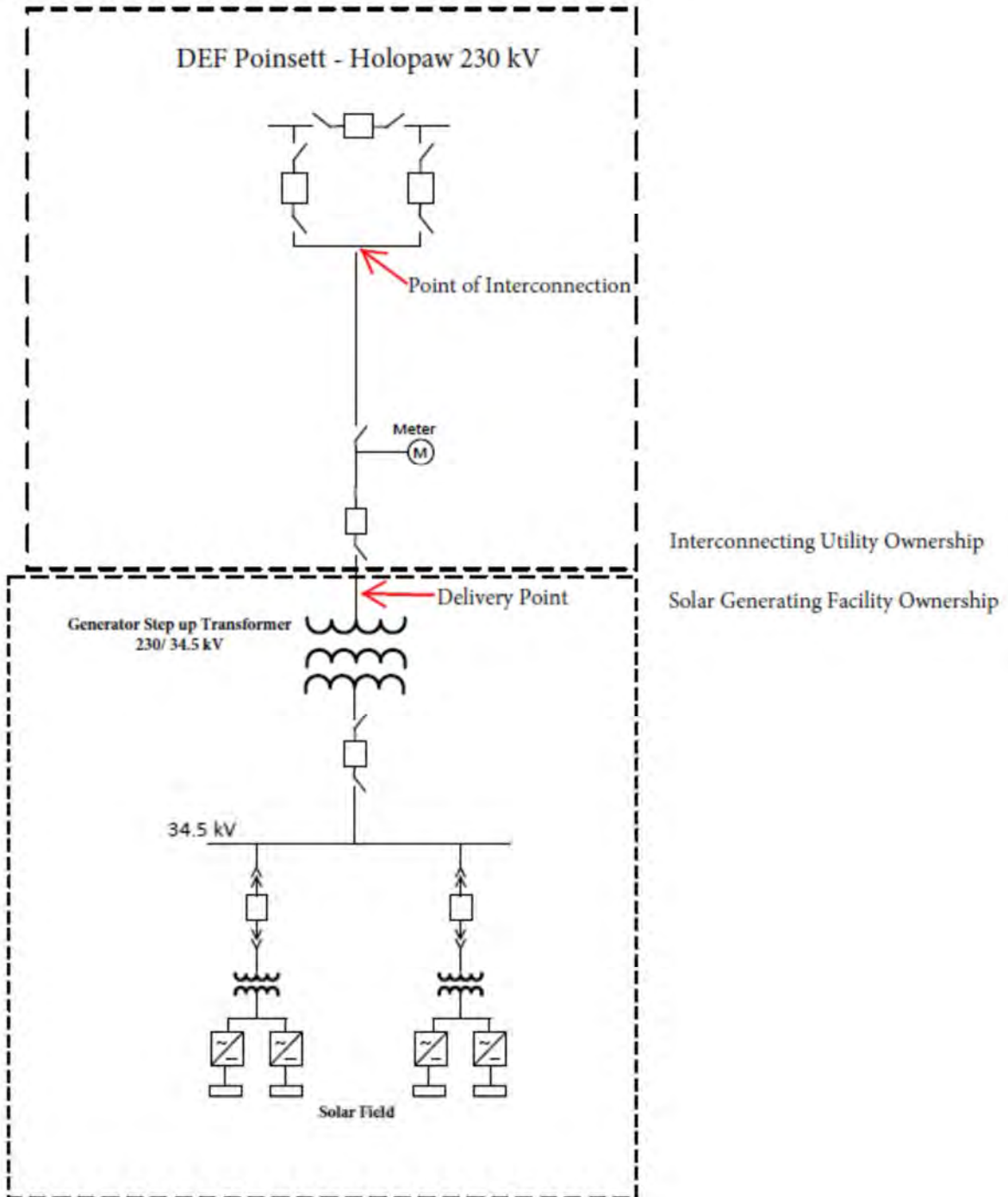
As presently planned, the Project will consist of:

- Photovoltaic solar modules and power inverters
- Electrical transformation equipment located at the Project
- An underground and/or aboveground electric cable collection system to carry electricity to the substation
- An underground and/or aboveground fiber-optic data collection system
- Permanent meteorological (“MET”) tower(s)
- A temporary construction lay down area
- Maintenance/field office(s)

Nothing in this Agreement or Exhibit B is intended to either (i) limit the right of Seller to make any changes to the Project consistent with the terms and conditions of this Agreement it determines to undertake consistent with Applicable Law, Governmental Approvals and Prudent Operating Practices, or (ii) grant any rights to Buyer regarding the description, nature or components of the Project.

EXHIBIT C

DESCRIPTION OF DELIVERY POINT AND ONE-LINE DIAGRAM



**EXHIBIT D**

**PROJECT QUANTITY**

<b>Period</b>	<b>Project Quantity (MWh)</b>
Jul-Dec <a href="#">2020</a> <del>2023</del>	[REDACTED]
<a href="#">2021</a> <del>2024</del>	[REDACTED]
<a href="#">2025</a> <del>2022</del>	[REDACTED]
<a href="#">2026</a> <del>2023</del>	[REDACTED]
<a href="#">2027</a> <del>2024</del>	[REDACTED]
<a href="#">2028</a> <del>2025</del>	[REDACTED]
<a href="#">2029</a> <del>2026</del>	[REDACTED]
<a href="#">2030</a> <del>2027</del>	[REDACTED]
<a href="#">2031</a> <del>2028</del>	[REDACTED]
<a href="#">2032</a> <del>2029</del>	[REDACTED]
<a href="#">2033</a> <del>2030</del>	[REDACTED]
<a href="#">2034</a> <del>2031</del>	[REDACTED]
<a href="#">2035</a> <del>2032</del>	[REDACTED]
<a href="#">2036</a> <del>2033</del>	[REDACTED]
<a href="#">2037</a> <del>2034</del>	[REDACTED]
<a href="#">2038</a> <del>2035</del>	[REDACTED]
<a href="#">2039</a> <del>2036</del>	[REDACTED]
<a href="#">2040</a> <del>2037</del>	[REDACTED]
<a href="#">2041</a> <del>2038</del>	[REDACTED]
<a href="#">2042</a> <del>2039</del>	[REDACTED]
<a href="#">2040</a>	[REDACTED]
<a href="#">2041</a>	[REDACTED]
<a href="#">2042</a>	[REDACTED]
<a href="#">2043</a>	[REDACTED]
<a href="#">2044</a>	[REDACTED]
<a href="#">2045</a>	[REDACTED]
<a href="#">2046</a>	[REDACTED]
<a href="#">2047</a>	[REDACTED]
<a href="#">2048</a>	[REDACTED]
<a href="#">2049</a>	[REDACTED]
Jan-Jun <a href="#">2050</a> <del>2043</del>	[REDACTED]

**EXHIBIT E**

**PURCHASE OPTION**

<b>Purchase Date</b>	<b>Minimum Purchase Price</b>
Last day of the <del>Initial</del> Term	[REDACTED]
<del>Last day of first Renewal Term</del>	[REDACTED]

**EXHIBIT F  
FORM OF GUARANTY**

THIS GUARANTY (this “**Guaranty**”), dated as of \_\_\_\_\_, \_\_\_\_\_ (the “**Effective Date**”), is made by [NEXTERA ENERGY CAPITAL HOLDINGS, INC.] (“**Guarantor**”), in favor of [\_\_\_\_\_] (“**Counterparty**”).

**RECITALS:**

- A.** WHEREAS, Counterparty and Guarantor’s indirect, wholly-owned subsidiary [INSERT NEXTERA ENERGY PROJECT COMPANY] (“**Obligor**”), have entered into, or concurrently herewith are entering into, that certain Renewable Energy Power Purchase Agreement dated as of \_\_\_\_\_, 2018 (together, the “**Agreement**”); and
- B.** WHEREAS, Guarantor will directly or indirectly benefit from the transaction to be entered into between Obligor and Counterparty pursuant to the Agreement.

NOW THEREFORE, in consideration of the foregoing premises and as an inducement for Counterparty’s execution, delivery and performance of the Agreement, and for other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, Guarantor hereby agrees for the benefit of Counterparty as follows:

1. **GUARANTY.** Subject to the terms and provisions hereof, Guarantor hereby absolutely and irrevocably guarantees the timely payment when due of all obligations owing by Obligor to Counterparty arising pursuant to the Agreement on or after the Effective Date (the “**Obligations**”). This Guaranty shall constitute a guarantee of payment and not of collection. The liability of Guarantor under this Guaranty shall be subject to the following limitations:

- (a) Notwithstanding anything herein or in the Agreement to the contrary, the maximum aggregate obligation and liability of Guarantor under this Guaranty, and the maximum recovery from Guarantor under this Guaranty, shall in no event exceed [spell out the dollar amount] U.S. Dollars (U.S. \$ \_\_\_\_\_) (the “**Maximum Recovery Amount**”).
- (b) The obligation and liability of Guarantor under this Guaranty is specifically limited to payments expressly required to be made under the Agreement, as well as costs of collection and enforcement of this Guaranty (including attorney’s fees) to the extent reasonably and actually incurred by the Counterparty (subject in all instances, to the limitations imposed by the Maximum Recovery Amount as specified in Section 1(a) above).

2. **DEMANDS AND PAYMENT.**

- (a) If Obligor fails to pay any Obligation to Counterparty when such Obligation is due and owing under the Agreement (an “**Overdue Obligation**”), Counterparty may present a written demand to Guarantor calling for Guarantor’s payment of such Overdue Obligation pursuant to this Guaranty (a “**Payment Demand**”).

- (b) Guarantor's obligation hereunder to pay any particular Overdue Obligation(s) to Counterparty is conditioned upon Guarantor's receipt of a Payment Demand from Counterparty satisfying the following requirements: (i) such Payment Demand must identify the specific Overdue Obligation(s) covered by such demand, the specific date(s) upon which such Overdue Obligation(s) became due and owing under the Agreement, and the specific provision(s) of the Agreement pursuant to which such Overdue Obligation(s) became due and owing; (ii) such Payment Demand must be delivered to Guarantor in accordance with Section 9 below; and (iii) the specific Overdue Obligation(s) addressed by such Payment Demand must remain due and unpaid at the time of such delivery to Guarantor.
- (c) After issuing a Payment Demand in accordance with the requirements specified in Section 2(b) above, Counterparty shall not be required to issue any further notices or make any further demands with respect to the Overdue Obligation(s) specified in that Payment Demand, and Guarantor shall be required to make payment with respect to the Overdue Obligation(s) specified in that Payment Demand within five (5) Business Days after Guarantor receives such demand. As used herein, the term "**Business Day**" shall mean all weekdays (i.e., Monday through Friday) other than any weekdays during which commercial banks or financial institutions are authorized to be closed to the public in the State of Florida or the State of New York.

**3. REPRESENTATIONS AND WARRANTIES.** Guarantor represents and warrants that:

- (a) it is a corporation duly organized and validly existing under the laws of the State of Florida and has the corporate power and authority to execute, deliver and carry out the terms and provisions of the Guaranty;
- (b) no authorization, approval, consent or order of, or registration or filing with, any court or other governmental body having jurisdiction over Guarantor is required on the part of Guarantor for the execution and delivery of this Guaranty; and
- (c) this Guaranty constitutes a valid and legally binding agreement of Guarantor, enforceable against Guarantor in accordance with the terms hereof, except as the enforceability thereof may be limited by the effect of any applicable bankruptcy, insolvency, reorganization, moratorium or similar laws affecting creditors' rights generally and by general principles of equity.

**4. RESERVATION OF CERTAIN DEFENSES.** Guarantor reserves to itself all rights, setoffs, counterclaims and other defenses to which Obligor is or may be entitled arising from or out of the Agreement, except for defenses (if any) based upon the bankruptcy, insolvency, dissolution or liquidation of Obligor or any lack of power or authority of Obligor to enter into and/or perform the Agreement.

**5. AMENDMENT OF GUARANTY.** No term or provision of this Guaranty shall be amended, modified, altered, waived or supplemented except in a writing signed by Guarantor and Counterparty; *provided, however*, that an amendment to this Guaranty increasing the Maximum

Recovery Amount and/or extending the termination date of this Guaranty may be executed solely by Guarantor.

**6. WAIVERS AND CONSENTS.** Subject to and in accordance with the terms and provisions of this Guaranty:

- (a) Except as required in Section 2 above, Guarantor hereby waives (i) notice of acceptance of this Guaranty; (ii) presentment and demand concerning the liabilities of Guarantor; and (iii) any right to require that any action or proceeding be brought against Obligor or any other person, or to require that Counterparty seek enforcement of any performance against Obligor or any other person, prior to any action against Guarantor under the terms hereof.
- (b) No delay by Counterparty in the exercise of (or failure by Counterparty to exercise) any rights hereunder shall operate as a waiver of such rights, a waiver of any other rights or a release of Guarantor from its obligations hereunder (with the understanding, however, that the foregoing shall not be deemed to constitute a waiver by Guarantor of any rights or defenses which Obligor may have under the Agreement.
- (c) Without notice to or the consent of Guarantor, and without impairing or releasing Guarantor's obligations under this Guaranty, Counterparty may: (i) change the manner, place or terms for payment of all or any of the Obligations (including renewals, extensions or other alterations of the Obligations); (ii) release Obligor or any person (other than Guarantor) from liability for payment of all or any of the Obligations; or (iii) receive, substitute, surrender, exchange or release any collateral or other security for any or all of the Obligations.

**7. REINSTATEMENT.** Guarantor agrees that this Guaranty shall continue to be effective or shall be reinstated, as the case may be, if all or any part of any payment made hereunder is at any time avoided or rescinded or must otherwise be restored or repaid by Counterparty as a result of the bankruptcy or insolvency of Obligor, all as though such payments had not been made.

**8. TERMINATION.** This Guaranty and the Guarantor's obligations hereunder will terminate automatically and immediately upon the earlier of (i) the termination or expiration of the Agreement and (ii) [need fixed termination date – term of Agreement plus six months]; *provided, however,* that no such termination shall affect Guarantor's liability with respect to any Obligations arising under any Transactions entered into prior to the time the termination is effective, which Obligations shall remain subject to this Guaranty.

**9. NOTICE.** Any Payment Demand, notice, request, instruction, correspondence or other document to be given hereunder (herein collectively called "Notice") by Counterparty to Guarantor, or by Guarantor to Counterparty, as applicable, shall be in writing and may be delivered either by (i) U.S. certified mail with postage prepaid and return receipt requested, or (ii) recognized nationwide courier service with delivery receipt requested, in either case to be delivered to the following address (or to such other U.S. address as may be specified via Notice provided by Guarantor or Counterparty, as applicable, to the other in accordance with the requirements of this Section 9):



<p>TO GUARANTOR: *</p> <p>NextEra Energy Capital Holdings, Inc.          700 Universe Blvd.          Juno Beach, Florida 33408          Attn: Treasurer</p>	<p>TO COUNTERPARTY:</p> <p>_____          _____          _____          Attn: _____</p>
<p>[Tel: (561) 694-6204 -- for use in connection with courier deliveries]</p>	<p>[Tel: (____) ____ - ____ -- for use in connection with courier deliveries]</p>

\* (NOTE: Copies of any Notices to Guarantor under this Guaranty shall also be sent via facsimile to ATTN: Contracts Group, Legal, Fax No. (561) 625-7504 and ATTN: Credit Department, Fax No. (561) 625-7642. However, such facsimile transmissions shall not be deemed effective for delivery purposes under this Guaranty.)

Any Notice given in accordance with this Section 9 will (i) if delivered during the recipient's normal business hours on any given Business Day, be deemed received by the designated recipient on such date, and (ii) if not delivered during the recipient's normal business hours on any given Business Day, be deemed received by the designated recipient at the start of the recipient's normal business hours on the next Business Day after such delivery.

**10. MISCELLANEOUS.**

- (a) This Guaranty shall in all respects be governed by, and construed in accordance with, the law of the State of Florida, without regard to principles of conflicts of laws thereunder.
- (b) This Guaranty shall be binding upon Guarantor and its successors and permitted assigns and inure to the benefit of and be enforceable by Counterparty and its successors and permitted assigns and shall be binding regardless of whether Counterparty and Obligor enter into amendments to the Agreement. Guarantor may not assign this Guaranty in part or in whole without the prior written consent of Counterparty. Counterparty may not assign its rights or benefits under this Guaranty in part or in whole without the prior written consent of Guarantor.
- (c) This Guaranty embodies the entire agreement and understanding between Guarantor and Counterparty and supersedes all prior agreements and understandings relating to the subject matter hereof.
- (d) The headings in this Guaranty are for purposes of reference only, and shall not affect the meaning hereof. Words importing the singular number hereunder shall include the plural number and vice versa, and any pronouns used herein shall be deemed to cover all genders. The term "person" as used herein means any individual, corporation, partnership, joint venture, limited liability company, association, joint-stock company, trust, unincorporated association, or government (or any agency or political subdivision thereof).

- (e) Wherever possible, any provision in this Guaranty which is prohibited or unenforceable in any jurisdiction shall, as to such jurisdiction, be ineffective only to the extent of such prohibition or unenforceability without invalidating the remaining provisions hereof, and any such prohibition or unenforceability in any one jurisdiction shall not invalidate or render unenforceable such provision in any other jurisdiction.
  
- (f) Counterparty (by its acceptance of this Guaranty) and Guarantor each hereby irrevocably:
  - (i) consents and submits to the exclusive jurisdiction of the United States District Court for the Middle District of Florida, or if that court does not have subject matter jurisdiction, to the exclusive jurisdiction of the Circuit Court in and for Orange County, Florida (without prejudice to the right of any party to remove to the United States District Court for the Middle District of Florida) for the purposes of any suit, action or other proceeding arising out of this Guaranty or the subject matter hereof or any of the transactions contemplated hereby brought by Counterparty, Guarantor or their respective successors or assigns; and
  - (ii) waives (to the fullest extent permitted by applicable law) and agrees not to assert any claim that it is not personally subject to the jurisdiction of the above-named courts, that the suit, action or proceeding is brought in an inconvenient forum, that the venue of the suit, action or proceeding is improper or that this Guaranty or the subject matter hereof may not be enforced in or by such court.
  
- (g) COUNTERPARTY (BY ITS ACCEPTANCE OF THIS GUARANTY) AND GUARANTOR EACH HEREBY IRREVOCABLY, INTENTIONALLY AND VOLUNTARILY WAIVES THE RIGHT TO TRIAL BY JURY WITH RESPECT TO ANY LEGAL PROCEEDING BASED ON, OR ARISING OUT OF, UNDER OR IN CONNECTION WITH, THIS GUARANTY OR THE AGREEMENT, OR ANY COURSE OF CONDUCT, COURSE OF DEALING, STATEMENTS (WHETHER VERBAL OR WRITTEN) OR ACTIONS OF ANY PERSON RELATING HERETO OR THERETO. THIS PROVISION IS A MATERIAL INDUCEMENT TO GUARANTOR'S EXECUTION AND DELIVERY OF THIS GUARANTY.

IN WITNESS WHEREOF, the Guarantor has executed this Guaranty on \_\_\_\_\_, 20\_\_, but it is effective as of the Effective Date

NEXTERA ENERGY CAPITAL HOLDINGS,  
INC.

By: \_\_\_\_\_  
Name: \_\_\_\_\_  
Title: \_\_\_\_\_

**EXHIBIT G  
FORM OF LETTER OF CREDIT**

**[ISSUING BANK] IRREVOCABLE STANDBY LETTER OF CREDIT**

**DATE OF ISSUANCE:**  
**[Date of issuance]**

[BENEFICIARY] (“Beneficiary”)  
[Address]  
*Attention:* [Contact Person]

Re: [ISSUING BANK] Irrevocable Standby Letter of Credit No. \_\_\_\_\_

Messrs/Mesdames:

We hereby establish in favor of Beneficiary (sometimes alternatively referred to herein as “you”) this Irrevocable Standby Letter of Credit No. \_\_\_\_\_ (the “Letter of Credit”) for the account of [Entity] [--- Address ---] and [Entity] [--- Address ---] (“Account Parties”), effective immediately and expiring on the date determined as specified in numbered paragraphs 5 and 6 below.

We have been informed that this Letter of Credit is issued pursuant to the terms of that certain [*describe the underlying agreement which requires this LC*].

**1. Stated Amount.** The maximum amount available for drawing by you under this Letter of Credit shall be [*written dollar amount*] United States Dollars (US\$[*dollar amount*]) (such maximum amount referred to as the “Stated Amount”).

**2. Drawings.** A drawing hereunder may be made by you on any Business Day on or prior to the date this Letter of Credit expires by delivering to [ISSUING BANK], at any time during its business hours on such Business Day, at [*bank address*] (or at such other address as may be designated by written notice delivered to you as contemplated by numbered paragraph 9 hereof), a copy of this Letter of Credit together with (i) a Draw Certificate executed by an authorized person substantially in the form of Attachment A hereto (the “Draw Certificate”), appropriately completed and signed by your authorized officer (signing as such) and (ii) your draft substantially in the form of Attachment B hereto (the “Draft”), appropriately completed and signed by your authorized officer (signed as such). Partial drawings and multiple presentations may be made under this Letter of Credit. Draw Certificates and Drafts under this Letter of Credit may be presented by Beneficiary by means of facsimile or original documents sent by overnight delivery or courier to [ISSUING BANK] at our address set forth above, *Attention:* \_\_\_\_\_ (or at such other address as may be designated by written notice delivered to you as contemplated by numbered paragraph 9 below). In the event of a presentation by facsimile transmission, the original of such documents need not be sent to us.

**3. Time and Method for Payment.** We hereby agree to honor a drawing hereunder made in compliance with this Letter of Credit by transferring in immediately available funds the amount specified in the Draft delivered to us in connection with such drawing to such account at such bank in the United States as you may specify in your Draw Certificate. If the Draw Certificate is presented to us at such address by 12:00 noon, [\_\_\_\_\_] time on any Business Day, payment will be made not later than our close of business on third succeeding business day and if such Draw Certificate is so presented to us after 12:00 noon, [\_\_\_\_\_] time on any Business Day, payment will be made on the fourth succeeding Business Day.

In clarification, we agree to honor the Draw Certificate as specified in the preceding sentences, without regard to the truth or falsity of the assertions made therein.

4. **Non-Conforming Demands.** If a demand for payment made by you hereunder does not, in any instance, conform to the terms and conditions of this Letter of Credit, we shall give you prompt notice that the demand for payment was not effectuated in accordance with the terms and conditions of this Letter of Credit, stating the reasons therefor and that we will upon your instructions hold any documents at your disposal or return the same to you. Upon being notified that the demand for payment was not effectuated in conformity with this Letter of Credit, you may correct any such non-conforming demand.

5. **Expiration.** This Letter of Credit shall automatically expire at the close of business on the date on which we receive a Cancellation Certificate in the form of Attachment C hereto executed by your authorized officer and sent along with the original of this Letter of Credit and all amendments (if any).

6. **Initial Period and Automatic Rollover.** The initial period of this Letter of Credit shall terminate on [*one year from the issuance date*] (the “**Initial Expiration Date**”). The Letter of Credit shall be automatically extended without amendment for one (1) year periods from the Initial Expiration Date or any future expiration date, unless at least sixty (60) days prior to any such expiration date we send you notice by registered mail or courier at your address first shown (or such other address as may be designated by you as contemplated by numbered paragraph 9) that we elect not to consider this Letter of Credit extended for any such additional one year period.

7. **Business Day.** As used herein, “**Business Day**” shall mean any day on which commercial banks are not authorized or required to close in the State of New York, and inter-bank payments can be effected on the Fedwire system.

8. **Governing Law.** THIS LETTER OF CREDIT IS GOVERNED BY, AND CONSTRUED IN ACCORDANCE WITH THE LAWS OF THE STATE OF NEW YORK, AND, EXCEPT AS OTHERWISE EXPRESSLY STATED HEREIN, TO THE INTERNATIONAL STANDBY PRACTICES, ICC PUBLICATION NO. 590 (THE “ISP98”), AND IN THE EVENT OF ANY CONFLICT, THE LAWS OF THE STATE OF FLORIDA WILL CONTROL, WITHOUT REGARD TO PRINCIPLES OF CONFLICT OF LAWS.

9. **Notices.** All communications to you in respect of this Letter of Credit shall be in writing and shall be delivered to the address first shown for you above or such other address as may from time to time be designated by you in a written notice to us. All documents to be presented to us hereunder and all other communications to us in respect of this Letter of Credit, which other communications shall be in writing, shall be delivered to the address for us indicated above, or such other address as may from time to time be designated by us in a written notice to you.

10. **Irrevocability.** This Letter of Credit is irrevocable.

11. **Complete Agreement.** This Letter of Credit sets forth in full our undertaking, and such undertaking shall not in any way be modified, amended, amplified or limited by reference to any document, instrument or agreement referred to herein, except for the ISP98 and Attachment A, Attachment B and Attachment C hereto and the notices referred to herein and any such reference shall not be deemed to incorporate herein by reference any document, instrument or agreement except as set forth above.

\* \* \*

*SINCERELY,*  
[ISSUING BANK]

\_\_\_\_\_  
By: \_\_\_\_\_

Title: \_\_\_\_\_

Address:

## **EXHIBIT H SELLER INSURANCE REQUIREMENTS**

Before the Commercial Operation Date, Seller shall procure and maintain the following minimum insurance, with insurers rated “A-” VII or higher by A.M. Best’s Key Rating Guide, that are licensed to do business in Florida:

- (a) Workers’ Compensation Insurance for statutory obligations imposed by applicable laws, including, where applicable, the Alternate Employer Endorsement, the United States Longshoremen’s and Harbor Workers’ Act, the Maritime Coverage and the Jones Act;
- (b) Employers’ Liability Insurance, including Occupational Disease, shall be provided with a limit of (i) One Million Dollars (\$1,000,000) for bodily injury per accident, (ii) One Million Dollars (\$1,000,000) for bodily injury by disease per policy, and (iii) One Million Dollars (\$1,000,000) for bodily injury by disease per employee;
- (c) Business Automobile Liability Insurance which shall apply to all owned, non-owned, leased, and hired automobiles with a limit of One Million Dollars (\$1,000,000) combined single limit per accident for bodily injury and property damage;
- (d) Commercial General Liability Insurance which shall apply to liability arising out of premises, operations, bodily injury, property damage, products and completed operations and liability insured under and insured contract (contractual liability), with a limit of One Million Dollars (\$1,000,000) per occurrence, Two Million Dollars (\$2,000,000) aggregate. The products and completed operations coverage insurance shall be provided for the duration of any applicable warranty period;
- (e) Excess Liability Insurance which shall apply to Employers Liability, Commercial General Liability and Business Automobile Liability Insurance, required in (b), (c), and (d) above, with a limit of Five Million Dollars (\$5,000,000) per occurrence and Five Million Dollars (\$5,000,000) aggregate;
- (f) Upon commencement of construction of the Project, Builder's Risk Insurance with limits of insurance written on a probable maximum loss basis, including sublimits for wind, earthquakes and flood exposure;
- (g) Following the Commercial Operation Date, All-Risk Property Insurance with limits of insurance written on a probable maximum loss basis, including sublimits for wind, earthquake, and flood exposures.

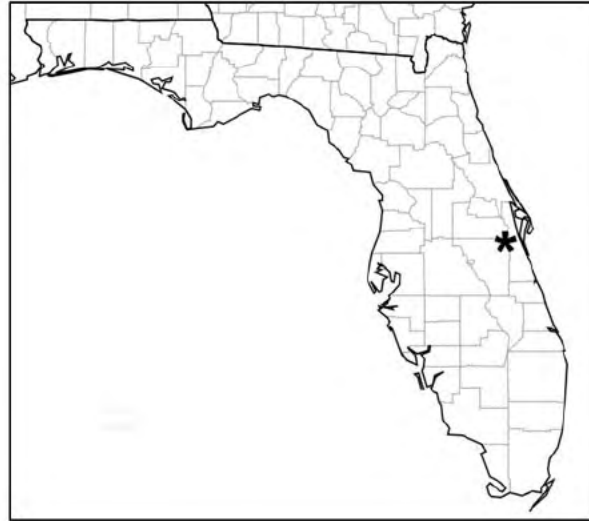
Except for Workers’ Compensation Insurance, Buyer shall be endorsed as an additional insured on Seller’s insurance policies required to be maintained under the Agreement and such policies shall provide for a waiver of subrogation in favor of Buyer. All policies of insurance required to be maintained by Seller hereunder shall provide for a severability of interests clause and include a provision that Sellers’s insurance policies are to be primary and non-contributory to any insurance that may be maintained by or on behalf of Buyer.

In the event that any policy furnished by Seller provides for coverage on a “claims made” basis, the retroactive date of the policy shall be the same as the effective date of the Agreement, or such other date, as to protect the interest of Buyer. Furthermore, for all policies furnished on a “claims made” basis, Seller’s providing of such coverage shall survive the termination of the Agreement and the expiration of any applicable warranty period, until the expiration of the maximum statutory period of limitations in the State of Florida for actions based in contract or in tort. If coverage is on “occurrence” basis, Seller shall maintain such insurance during the entire term of the Agreement.

Following execution of this Agreement and annually thereafter, Seller shall promptly provide evidence of the minimum insurance coverage required under the Agreement in the form of an ACORD certificate or other certificate of insurance. If any of the required insurance is cancelled or non-renewed, Seller shall within thirty (30) days provide written notice to Buyer and file a new certificate of insurance with Buyer, demonstrating that the required insurance coverage to be maintained hereunder has been extended or replaced. Neither Seller’s failure to provide evidence of minimum coverage of insurance following Buyer’s request, nor Buyer’s decision to not make such request, shall release Seller from its obligation to maintain the minimum coverage provided for in this Schedule 11.

Seller shall be responsible for covering all deductibles associated with the foregoing insurance coverage.

**EXHIBIT I**  
**SITE DESCRIPTION; MAP**





**EXHIBIT J  
INTERIM MILESTONE SCHEDULE**

<b>Anticipated Date (as of the Effective Date and subject to extensions as permitted in the Agreement)</b>	<b>Milestone</b>	<b>Section</b>
May 30, <del>2018</del> <u>2021</u>	Seller Management Approval	6.1(a)(v)
November 20, <del>2018</del> <u>2020</u>	Site Control	6.1(a)(iii)
October 20, <del>2019</del> <u>2020</u>	Receipt of all Governmental Approvals	6.1(a)(iv)
January 2, <del>2020</del> <u>2023</u>	Large Generator Interconnection Agreement execution	6.1(a)(i)
February 15, <del>2020</del> <u>2023</u>	Initial Energy Delivery Date	3.3
May 30, <del>2020</del> <u>2023</u> (but in any event not later than thirty (30) days prior to the Guaranteed Commercial Operation Date)	Electric Interconnection Upgrades Complete	4.3(c)(i)
June 30, <del>2020</del> , <u>2023</u>	Guaranteed Commercial Operation Date	4.3, 6.1(a)(vi)
December 27, <del>2020</del> <u>2023</u>	Guaranteed Commercial Operation Date with 180 days Permitted Extensions	4.3, 4.4, 6.1(a)(vi)
August <del>24</del> , <del>2021</del> <u>23</u> , <u>2024</u>	Outside guaranteed commercial operation date (which accounts for 180 days Permitted Extensions, <i>plus</i> the 240-day Project Cure Period	4.3, 4.4, 6.1(a)(vi)

**EXHIBIT K**

**MILESTONES WITH DELAY DAMAGES**

<b>Date</b>	<b>Milestone</b>	<b>Section</b>
May 30, <del>2019</del> 2022	Florida Department of Environmental Protection - Environmental Resource Permit Received	4.1(j)
January 1, <del>2020</del> 2023	Start of Construction	4.1(j)
June 30, <del>2020</del> 2023, as such date may be extended in accordance with <u>Section 4.3(c)</u> .	Guaranteed Commercial Operation Date	4.3, 4.4, 6.1(a)(vi)

**EXHIBIT L**  
**CERTIFICATE – COMMERCIAL OPERATIONS**

This certification ("Certification") is delivered by \_\_\_\_\_ ("Seller") to \_\_\_\_\_ ("Buyer") in accordance with the terms of that certain Amended and Restated Renewable Energy Power Purchase Agreement dated \_\_\_\_\_ ("Agreement"), as amended from time to time, by and between Seller and Buyer. All capitalized terms used in this Certification but not otherwise defined herein shall have the respective meanings assigned to such terms in the Agreement. Seller hereby certifies and represents to Buyer the following:

- a) The Project and all equipment and systems comprising the Project have been fully commissioned.
- b) The Plant has demonstrated that it can safely and continuously produce and deliver the "**Project Capacity**" of 74.5MW<sub>ac</sub> to the Delivery Point. [Refer to **Attachment A**]
- c) Seller has delivered to Buyer the Delivery Term Security required under Section 10.4(a)(ii). [Refer to **Attachment B**]
- d) Seller has installed all equipment needed to enable telemetering of the Energy from the Project to the Delivery Point, as may be necessary pursuant to the Large Generator Interconnection Agreement, and such equipment, if needed, is fully operational.
- e) Seller has delivered to Buyer a report with the results of start-up and performance testing conducted by Seller to demonstrate the attainment of commercial operation status of the Project. [Refer to **Attachment A**]
- f) Seller has received all local, state and federal Governmental Approvals and other approvals, consents and authorizations as may be required by Applicable Law for the construction, interconnection, operation and maintenance of the Project and generation, delivery and sale of Buyer's Product hereunder. [Refer to **Attachment C**]
- g) Seller has obtained and submitted to Buyer Certificates of insurance evidencing the coverage required by **Exhibit H**. [Refer to **Attachment D**]

IN WITNESS WHEREOF, the undersigned has executed this Officer's Certificate on behalf of the Company as of the \_\_\_ day of \_\_\_\_\_, 20120.

\_\_\_\_\_  
PROJECT, LLC  
\_\_\_\_\_  
\_\_\_\_\_, Vice President

**EXHIBIT M  
REC BILL OF SALE**

**BUYER’S RENEWABLE ATTRIBUTES ATTESTATION AND BILL OF SALE**

In accordance with the terms and conditions of that certain Amended and Restated Renewable Energy Power Purchase Agreement (the “Agreement”) made the \_\_\_\_\_ day of \_\_\_\_\_, 2018,20, by and between FLORIDA MUNICIPAL POWER AGENCY, a governmental joint action agency organized and existing under Florida law (“Buyer”) and POINSETT SOLAR, LLC, a Delaware limited liability company (“Seller”), Seller hereby sells, transfers and delivers to Buyer all Buyer’s Renewable Attributes produced by or associated with the Buyer’s Delivered Energy, including but not limited to all renewable energy credits, green tags, environmental attributes and reporting rights, in the amount of one \_\_\_\_\_ for each megawatt hour of Buyer’s Delivered Energy during the Operation Period set forth below. Capitalized terms used in this Buyer’s Renewable Attributes Attestation and Bill of Sale and not otherwise defined shall have the meaning set forth in the Agreement.

Project name and location: \_\_\_\_\_

Fuel Type: Photovoltaic - Solar

Capacity (MW<sub>AC</sub>): \_\_\_\_\_

Operational Date: \_\_\_\_\_

Energy Admin. ID no.: \_\_\_\_\_

Operation Period:

Dates: From \_\_\_ to \_\_\_\_\_

MWh: \_\_\_\_\_

Buyer’s Share of Project Quantity (%): \_\_\_\_\_

Renewable Attributes Sold to Buyer: \_\_\_\_\_

Seller further attests, warrants and represents as follows:

- i) to the best of its knowledge, the information provided herein is true and correct;
- ii) the sale, transfer and delivery by Seller to Buyer of Buyer’s Renewable Attributes which are the subject hereof is the one and only sale, transfer and delivery of Buyer’s Renewable Attributes referenced herein;
- iii) the Buyer’s Delivered Energy during the period indicated above was in the amount indicated above;
- iv) Seller has at all times complied with the requirements of Applicable Law with respect to the operation of the Project and the generation of Buyer’s Renewable Attributes; and

- v) to the best of Seller's knowledge, the Buyer's Renewable Attributes have been generated by the Project and sold by Seller.

IN WITNESS WHEREOF this Buyer's Renewable Attributes Attestation and Bill of Sale confirms, in accordance with the Agreement, the transfer from Seller to Buyer of Buyer's Renewable Attributes as set forth above, and has been executed on the date set forth below.

Seller's Contact Person: [ \_\_\_\_\_ ]

SELLER

By \_\_\_\_\_

Name \_\_\_\_\_

Its \_\_\_\_\_

Date: \_\_\_\_\_

**EXHIBIT N-1  
CONSENT TO ASSIGNMENT**

FORM OF CONSENT AND AGREEMENT  
([NAME OF CONTRACTING PARTY])  
([NAME OF ASSIGNED AGREEMENT])

This CONSENT AND AGREEMENT (this “Consent”), dated as of \_\_\_\_\_, 20[ ], is executed by and among [NAME OF CONTRACTING PARTY], a [legal form of Contracting Party] organized under the laws of the State of [ ] (the “Contracting Party”), [ ], a [ ] (the “Project Owner”), and [ ], as collateral agent (in such capacity, together with its successors and permitted assigns, the “Collateral Agent”) for various financial institutions named from time to time as Lenders under the Credit Agreement (as defined below) and any other parties (or any of their agents) who hold any other secured indebtedness permitted to be incurred under the Credit Agreement (the Collateral Agent and all such parties collectively, the “Secured Parties”). Capitalized terms used in this Consent and not otherwise defined shall have the meaning set forth in the Assigned Agreement.

A. The Project Owner owns, operates and maintains [ ] (the “Project”).

B. The Contracting Party and the Project Owner have entered into the agreement specified in Schedule I hereto (as further amended, restated, supplemented or otherwise modified from time to time in accordance with the terms thereof, the “Assigned Agreement”).

C. [ ] (the “Borrower”), the Project Owner, the other affiliates of the Borrower as Guarantors, various financial institutions named therein from time to time as Lenders, [ ], as the Administrative Agent and Collateral Agent, have entered into a Credit Agreement, dated as of [ ] (as amended, modified or supplemented from time to time, the “Credit Agreement”), providing for the extension of the credit facilities described therein.

D. As security for the payment and performance by the Project Owner of its obligations under the Credit Agreement and the other Financing Documents (as defined below) and for other obligations owing to the Secured Parties, the Project Owner has assigned as collateral all of its right, title and interest in, to and under, and granted a security interest in, the Assigned Agreement to the Collateral Agent pursuant to the Assignment and Security Agreement, dated as of [ ] between the Project Owner and the Collateral Agent (as amended, restated, supplemented or otherwise modified from time to time in accordance with the terms thereof, the “Security Agreement”, and, together with the Credit Agreement and any other financing documents relating to the issuance of promissory notes under the Credit Agreement (the “Notes”), the “Financing Documents”).

E. It is a requirement under the Credit Agreement that the Project Owner cause the Contracting Party to execute and deliver this Consent.

NOW, THEREFORE as an inducement for Lenders to make the Loans, and for other good and valuable consideration, the receipt and adequacy of which is hereby acknowledged, and intending to be legally bound, the parties hereto hereby agree as follows:

1. Consent to Assignment. The Contracting Party hereby acknowledges and consents to the pledge and collateral assignment of all right, title and interest of the Project Owner in, to and under (but not its obligations, liabilities or duties with respect to) the Assigned Agreement by the Project Owner to the Collateral Agent pursuant to the Security Agreement.

2. Representations and Warranties. The Contracting Party represents and warrants as follows as of the date of this Consent:

(a) No Amendments. [Except as described in Schedule I hereto,] there are no amendments, modifications or supplements (whether by waiver, consent or otherwise) to the Assigned Agreement, either oral or written.

(b) No Previous Assignments. The Contracting Party affirms that it has received no notice of any assignment relating to the right, title and interest of the Project Owner in, to and under the Assigned Agreement other than the pledge and collateral assignment to the Collateral Agent referred to in Section 1 above.

(c) No Termination Event; No Disputes. After giving effect to the pledge and collateral assignment referred to in Section 1, and after giving effect to the consent to such pledge and collateral assignment by the Contracting Party herein, there exists no event or condition (a “**Termination Event**”) that would, either immediately or with the passage of time or giving of notice, or both, entitle either the Project Owner or the Contracting Party to terminate the Assigned Agreement or suspend the performance of its obligations under the Assigned Agreement. [Except as set forth on Schedule III hereto,] there are no unresolved disputes between the parties under the Assigned Agreement. All amounts due under the Assigned Agreement as of the date hereof have been paid in full [, except as set forth on Schedule III hereto].

3. Right to Cure.

(a) From and after the date hereof and unless and until the Contracting Party shall have received written notice from the Collateral Agent that the lien of the Security Agreement has been released in full, the Collateral Agent shall have the right, but not the obligation, following an “event of default” or “default” (or any other similar event however defined) by the Project Owner under the Assigned Agreement, in the manner and within the times prescribed therein, to pay all sums due under the Assigned Agreement by the Project Owner and to perform any other act, duty or obligation required of the Project Owner thereunder as described in Section 3(c) below; provided, that no such payment or performance shall be construed as an assumption by the Collateral Agent or any other Secured Party of any covenants, agreements or obligations of the Project Owner under or in respect of the Assigned Agreement.

(b) The Contracting Party agrees that it will not (i) terminate the Assigned Agreement [(other than pursuant to Section \_\_\_ of the Assigned Agreement)]<sup>2</sup> or (ii) suspend the performance of any of its obligations under the Assigned Agreement which can be performed notwithstanding the event of default or default without copying the Collateral Agent on any notice to the Project Owner required under the Assigned Agreement for Contracting Party to terminate the Assigned Agreement or suspend performance thereunder [(other than a termination pursuant

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<sup>2</sup> Insert applicable provision, if any, of the Assigned Agreement giving the Contracting Party a right to terminate the Assigned Agreement other than upon a default or other event or condition curable by the Project Owner.

to Section \_\_ of the Assigned Agreement)]<sup>3</sup> and providing the Collateral Agent the opportunity to cure as provided below. The Contracting Party further agrees that it will not assign the Assigned Agreement without copying the Collateral Agent as set forth in in Section [ ] of the Assigned Agreement.

(c) If a Termination Event shall occur [(other than a termination pursuant to Section \_\_ of the Assigned Agreement)]<sup>4</sup>, and the Contracting Party shall then be entitled to and shall desire to terminate the Assigned Agreement or suspend the performance of any of its obligations under the Assigned Agreement, the Contracting Party shall, prior to exercising such remedies or taking any other action with respect to such Termination Event, give written notice to the Collateral Agent of such Termination Event. If the Collateral Agent elects to exercise its right to cure as herein provided, it shall (i) give written notice to the Contracting Party that Collateral Agent intends to cure the Termination Event and (ii) have a period of thirty (30) days after receipt by it of notice from the Contracting Party referred to in the preceding sentence in which to cure the Termination Event specified in such notice if such Termination Event consists of a payment default, or if such Termination Event is an event other than a failure to pay amounts due and owing by the Project Owner (a “Non-monetary Event”) the Collateral Agent shall have one hundred twenty (120) days to cure such Termination Event so long as the Collateral Agent has commenced and is diligently pursuing appropriate action to cure such Termination Event and Collateral Agent has provided a Plan to the Contracting Party which outlines the actions that will be taken to cure the Non-monetary Event and includes the proposed timeline to cure the Non-monetary Event; provided, however, that (i) if possession of the Project is necessary to cure such Non-monetary Event and the Collateral Agent has commenced foreclosure proceedings, the Collateral Agent will be allowed a reasonable time to complete such proceedings, and (ii) if the Collateral Agent is prohibited from curing any such Non-monetary Event by any process, stay or injunction issued by any governmental authority or pursuant to any bankruptcy or insolvency proceeding or other similar proceeding involving the Project Owner, then the time periods specified herein for curing a Termination Event shall be extended for the period of such prohibition. The Contracting Party shall be entitled to rely, and shall be fully protected in relying, upon any notice by Collateral Agent of its intent to cure a Termination Event in good faith believed by Contracting Party to be genuine and correct and to have been signed.

(d) Any curing of or attempt to cure any Termination Event shall not be construed as an assumption by the Collateral Agent or the other Secured Parties of any covenants, agreements or obligations of the Project Owner under or in respect of the Assigned Agreement or a relinquishment by Contract Party of any right or remedy in respect of the Assigned Agreement.

(e) In connection with any outage for which (i) the Collateral Agent delivers written Notice (which such Notice may consist of an e-mail) to Buyer stating that the Collateral Agent anticipates such outage will continue for forty-eight (48) hours or more, and (ii) the Collateral Agent has delivered a Plan to Buyer:

(i) Buyer may, upon written Notice to Collateral Agent, purchase replacement energy for a period of time equal to the lesser of (A) the remaining period of time outlined

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<sup>3</sup> Insert applicable provision, if any, of the Assigned Agreement giving the Contracting Party a right to terminate the Assigned Agreement other than upon a default or other event or condition curable by the Project Owner.

<sup>4</sup> Insert applicable provision, if any, of the Assigned Agreement giving the Contracting Party a right to terminate the Assigned Agreement other than upon a default or other event or condition curable by the Project Owner.



in such Plan, or (B) seven (7) days; *provided*, for the avoidance of doubt, that if the Plan provides a timeline greater than seven (7) days to resume the delivery of Energy to the Delivery Point, Buyer may continue to purchase replacement energy upon written Notice to Collateral Agent on a rolling basis until the date on which delivery of Energy to the Delivery Point will resume, as specified in the Plan;

(ii) Buyer shall not be obligated to purchase or receive Delivered Energy during such period; and

(iii) the Collateral Agent shall provide regular Plan updates to Buyer.

(f) In connection with any outage that is not a Planned Outage or a Maintenance Outage and for which Seller fails to deliver written Notice (including by e-mail) to Buyer within twenty-four (24) hours after the occurrence of such outage

(i) Buyer may, upon written Notice to Seller or Collateral Agent (as applicable), purchase replacement energy for a period of time equal to seven (7) days, and Buyer may continue to purchase replacement energy upon written Notice to Seller or Collateral Agent (as applicable) on a rolling basis until the date on which delivery of Energy to the Delivery Point is anticipated to resume, as specified in a Plan;

(ii) Buyer shall not be obligated to purchase or receive Energy during such period; and

(iii) Seller or Collateral Agent (as applicable) shall provide regular Plan updates to Buyer.

4. Replacement Agreements. Notwithstanding any provision in the Assigned Agreement to the contrary, in the event the Assigned Agreement is rejected or otherwise terminated as a result of any bankruptcy, insolvency, reorganization or similar proceedings affecting the Project Owner, at the Collateral Agent's request, the Contracting Party will, within sixty (60) days after presentation by Collateral Agent of the proposed designee and agreement, enter into a new agreement with the Collateral Agent or the Collateral Agent's qualified designee for the remainder of the originally scheduled term of the Assigned Agreement, effective as of the date of such rejection, with the same Project Owner Performance Assurance, covenants, agreements, terms, provisions and limitations as are contained in the Assigned Agreement.

5. Substitute Owner. The Contracting Party acknowledges that in connection with the exercise of remedies following a default under the Financing Documents, the Collateral Agent may (but shall not be obligated to) assume, or cause any qualified purchaser at any foreclosure sale or any qualified assignee or transferee under any instrument of assignment or transfer in lieu of foreclosure to assume, all of the interests, rights, duties and obligations of the Project Owner thereafter arising under the Assigned Agreement. If the interest of the Project Owner in the Assigned Agreement shall be assumed, sold or transferred as provided above, the assuming party shall agree in writing with Contracting Party and Collateral Agent to be bound by and to assume the terms and conditions of the Assigned Agreement and any and all obligations to the Contracting Party arising or accruing thereunder from and after the date of such assumption, shall provide Performance Assurance consistent with the terms of the Assigned Agreement, and the Contracting Party shall continue to perform its obligations under the Assigned Agreement in favor of the

assuming party as if such party had thereafter been named as the “Seller” under the Assigned Agreement; provided that if the Collateral Agent or its designee (or any entity acting on behalf of the Collateral Agent, the Collateral Agent’s designee or any of the other Secured Parties) assumes the Assigned Agreement as provided above, it shall not be personally liable for the performance of the obligations thereunder except to the extent of all of its right, title and interest in and to the Project and the amount of Performance Assurance. For purposes of this ARTICLE 5, a “qualified” purchaser or assignee or transferee shall be one which Contracting Party and Collateral Agent agree has the technical skill and financial wherewithal to operate and maintain the Project in the same manner as the Project Owner.

6. Payments. The Contracting Party shall make all payments due to the Project Owner under the Assigned Agreement directly into the account specified on Schedule II hereto, or to such other person or account as shall be specified from time to time by the Collateral Agent to the Contracting Party in writing. All parties hereto agree that each payment by the Contracting Party as specified in the preceding sentence of amounts due to the Project Owner from the Contracting Party under the Assigned Agreement shall satisfy the Contracting Party’s corresponding payment obligation under the Assigned Agreement.

7. No Amendments. The Contracting Party acknowledges that the Project Owner and Collateral Agent have informed Contracting Party that the Financing Documents restrict the right of the Project Owner to amend or modify the Assigned Agreement, or to waive or provide consents with respect to certain provisions of the Assigned Agreement, unless certain conditions specified in the Financing Documents are met. The Contracting Party shall not without the prior written consent of the Collateral Agent, materially amend or modify the Assigned Agreement, or accept any waiver or consent with respect to certain provisions of the Assigned Agreement, unless the Contracting Party has received from the Project Owner a copy of a certificate delivered by the Project Owner to the Collateral Agent to the effect that such amendment, modification, waiver or consent has been made in accordance with the terms and conditions of the Financing Documents, which may in certain circumstances require the prior written consent of the Collateral Agent thereto.

8. Additional Provisions. [To be specified if necessary to clarify the Assigned Agreement.]

9. Notices. Notice to any party hereto shall be in writing and shall be deemed to be delivered on the earlier of: (a) the date of personal delivery, (b) postage prepaid, registered or certified mail, return receipt requested, or sent by express courier, in each case addressed to such party at the address indicated below (or at such other address as such party may have theretofore specified by written notice delivered in accordance herewith), upon delivery or refusal to accept delivery, or (c) if transmitted by facsimile, the date when sent and facsimile confirmation is received; provided that any facsimile communication shall be followed promptly by a hard copy original thereof by express courier:

The Collateral Agent: [ \_\_\_\_\_ ]  
[ \_\_\_\_\_ ]  
Attn: [ \_\_\_\_\_ ]  
Telephone No.: [ \_\_\_\_\_ ]  
Facsimile No.: [ \_\_\_\_\_ ]

The Project Owner:

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The Contracting Party:

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10. Successors and Assigns. This Consent shall be binding upon and shall inure to the benefit of the successors and assigns of the Contracting Party, and shall inure to the benefit of the Collateral Agent, the other Secured Parties, the Project Owner and their respective successors, transferees and assigns. No assignment of this Consent by a party hereto shall be effective without the prior consent of the other parties hereto, which consent shall not be unreasonably withheld.

11. Counterparts. This Consent may be executed in one or more counterparts with the same effect as if the signatures thereto and hereto were upon the same instrument.

12. Governing Law. This Consent shall be governed by and construed in accordance with the laws of the State of Florida, without regard to principles of conflicts of laws.

IN WITNESS WHEREOF, the parties hereto have caused their duly authorized officers to execute and deliver this Consent as of the date first written above.

[NAME OF CONTRACTING PARTY]

By:

Name:

Title:

[\_\_\_\_\_]

as Collateral Agent

By:

Name:

Title:

Acknowledged and Agreed:

[NAME OF PROJECT OWNER]

By:

Name:

Title:

Assigned Agreement

Schedule II

Payment Instructions  
(Section 6)

All payments due to the Project Owner pursuant to the Assigned Agreement shall be made to [INSERT REVENUE ACCOUNT INFORMATION].

[Schedule III]

[Amounts Due and Unpaid under the Assigned Agreement  
(Section 2(c))]

**EXHIBIT N-2  
ESTOPPEL CERTIFICATE**

**FLORIDA MUNICIPAL POWER AGENCY  
(Effective Date: \_\_\_\_\_ [20\_\_])**

POINSETT SOLAR, LLC, a Delaware limited liability company (“Seller”), and FLORIDA MUNICIPAL POWER AGENCY, a governmental joint action agency organized and existing under Florida law (“Buyer”), are parties to that certain [Amended and Restated Renewable Energy Power Purchase Agreement](#), dated as of \_\_\_\_\_ as it may have been amended and modified (the “Agreement”). Capitalized terms used but not otherwise defined herein have the same meaning given such terms in the Agreement. Buyer acknowledges that [name of tax equity Investor(s)] (the “Investor(s)”) has requested an estoppel certificate in connection with the close of the purchase by the Investor(s) of [one hundred] percent ([100]%) of the non-managing Class B equity interest in the Seller effective the date hereof.

The undersigned, a duly authorized representative of Buyer, does hereby certify and with respect to Section 5 hereof, covenant to Investor(s) as of the date of this Estoppel Certificate set forth above the following with respect to the Agreement:

1. No Event of Default with respect to Buyer, nor, to the knowledge of Buyer, Seller has occurred and is continuing under the Agreement, and there are no defaults or unsatisfied conditions presently existing (or which would exist after the passage of time and/or giving of notice) that would allow the Seller or, to the knowledge of Buyer, Buyer to terminate the Agreement.
2. There exists no event or condition that would, either immediately or with the passage of time and/or giving of notice, allow the Seller or, to the knowledge of Buyer, Buyer to suspend the performance of its obligations under the Agreement.
3. Each representation or warranty made or given by Buyer in Section 11.1 of the Agreement is complete, true and correct.
4. As of the date hereof, (i) with respect to Buyer, the Agreement is in full force and effect and has not been assigned, amended, supplemented or modified by Buyer, (ii) with respect to Seller, to the knowledge of Buyer, the Agreement is in full force and effect and has not been assigned, amended, supplemented or modified by Seller, (iii) there are no pending or to the knowledge of Buyer, threatened disputes or legal proceedings between Buyer and the Seller, (iv) there is no pending or, to the knowledge of Buyer, threatened action or proceeding involving or relating to Buyer before any court, tribunal, governmental authority or arbitrator the adverse outcome of which would materially affect the legality, validity or enforceability of the Agreement, (v) Buyer does not have knowledge of any event, act, circumstance or condition constituting a



Force Majeure Event under the Agreement that would relieve Buyer from the performance of its obligations under the Agreement, and (vi) all undisputed amounts due from Seller under the Agreement as of the date hereof have been paid in full and to the knowledge of Buyer the Seller owes no indemnity payments or other amounts to Buyer under the Agreement.

5. The execution, delivery and performance by Buyer of this Estoppel Certificate have been duly authorized by all necessary action on the part of Buyer and do not require any approval or consent of any other person or entity and do not violate any provision of any law, regulation, order, judgment, injunction or similar matters or breach any agreement presently in effect with respect to or binding on Buyer.

(a) Buyer agrees to send copies of all Notices of all Events of Default of Seller sent to Seller (and copies of any notices sent by Buyer to Seller related to Buyer's exercise of its termination rights) to the Investor designated by the Investors to receive notice at the address set forth on Exhibit A hereto by overnight carrier, mail, fax or email.

(b) Buyer agrees that it will not terminate the Agreement without first sending the Investor notice and opportunity to cure as provided in this Section 5.

(c) If an Investor elects to exercise its right to cure an Event of Default by Seller under the Agreement as provided in this Section 5, it shall (i) give written notice to the Buyer and Other Buyers that Investor intends to cure the Event of Default and (ii) have a period beginning on the date the cure period for such Event of Default for the Seller expires and ending on the later of (A) thirty (30) days if such Event of Default consists of a payment default or (B) if such Event of Default is an event other than a failure to pay amounts due and owing by the Seller (a "Non-monetary Event"), one hundred twenty (120) days so long as the Investor has commenced and is diligently pursuing appropriate action to cure such Event of Default and Investor has provided a Plan to the Buyer which outlines the actions that will be taken to cure the Non-monetary Event and includes the proposed timeline to cure the Non-monetary Event; provided, however, that (x) if possession of the Project is necessary to cure such Non-monetary Event and the Investor has commenced foreclosure proceedings, the Investor will be allowed a reasonable time to complete such proceedings, and (y) if the Investor is prohibited from curing any such Non-monetary Event by any process, stay or injunction issued by any governmental authority or pursuant to any bankruptcy or insolvency proceeding or other similar proceeding involving the Seller, then the time periods specified herein for curing an Event of Default shall be extended for the period of such prohibition. The Buyer shall be entitled to rely, and shall be fully protected in relying, upon any notice by Investor,

including with respect to its intent to cure an Event of Default in good faith believed by Buyer to be genuine and correct.

(d) In connection with any outage of the Project for which (i) the Investor(s) delivers written Notice (which such Notice may consist of an e-mail provided that it is confirmed by overnight delivery of a copy of such Notice to Buyer) to Buyer stating that the Investor(s) anticipates such outage will continue for forty-eight (48) hours or more, and (ii) the Investor(s) has delivered a Plan to Buyer:

A. Buyer may, upon written Notice to Investor(s), purchase replacement energy for a period of time equal to the lesser of (A) the remaining period of time outlined in such Plan, or (B) seven (7) days; provided, for the avoidance of doubt, that if the Plan provides a timeline greater than seven (7) days to resume the delivery of Energy to the Delivery Point, Buyer may continue to purchase replacement energy upon written Notice to Investor(s) on a rolling basis until the date on which delivery of Energy to the Delivery Point will resume, as specified in the Plan.

B. Buyer shall not be obligated to purchase or receive Delivered Energy during such period; and

C. the Investor(s) shall provide regular Plan updates to Buyer.

(e) In connection with any outage that is not a Planned Outage or a Maintenance Outage and for which Seller or Investor fails to deliver written Notice to Buyer within twenty-four (24) hours after the occurrence of such outage:

(iv) Buyer may, upon written Notice to Seller or Investor (as applicable), purchase replacement energy for a period of time equal to seven (7) days, and Buyer may continue to purchase replacement energy upon written Notice to Seller or Investor (as applicable) on a rolling basis until the date on which delivery of Energy to the Delivery Point is anticipated to resume, as specified in a Plan;

(v) Buyer shall not be obligated to purchase or receive Delivered Energy during such period; and

(vi) Investor shall provide regular Plan updates to Buyer.

(f) Any curing of or attempt to cure any Event of Default shall not be construed as an assumption by any Investor of any covenants, agreements or obligations of the Seller under or in respect of the Agreement.

6. Buyer confirms that the Commercial Operation Date has occurred.

7. Buyer acknowledges that as of the date hereof, Buyer has not provided a Notice

to Seller of Buyer's intent to exercise the Purchase Option to Seller that is pending.

8. As of the date hereof, the Performance Assurance provided by Seller has not been drawn upon by Buyer.
9. Buyer acknowledges and agrees that solely on the basis of the truth, accuracy and completeness of written certification provided by Seller and delivered to Buyer, each of the Investor(s) (i) is a "Project Investor" as defined in the Agreement, (ii) has all rights of a "Project Investor" as defined in the Agreement and (iii) Buyer's consent is not required for a direct or indirect transfer of the non-managing Class B equity interest in the Seller to the Investor(s).

*[Signature page follows]*

**IN WITNESS WHEREOF**, Buyer has caused this Estoppel Certificate to be executed by its undersigned authorized officer as of the date first set forth above.

**FLORIDA MUNICIPAL POWER AGENCY**

By: \_\_\_\_\_

Name:

Title:

Exhibit A

**INVESTOR ADDRESS FOR NOTICES**

Buyer shall send notices under this Estoppel Certificate to the address of the single Investor identified below.

[Investor Name]  
[Address]  
[Attention: \_\_\_\_\_, Position]  
[Email Address]

With a copy to the other Investor identified below:

[Investor Name]  
[Address]  
[Attention: \_\_\_\_\_, Position]  
[Email Address]

**EXHIBIT O  
OTHER BUYERS; OTHER SOLAR PROJECT BUYERS**

**Part I. Buyer’s Share; Other Buyers; Other Buyer’s Share**

<b>Buyer and Other Buyers (as applicable)</b>	<b>Buyer’s Share and Other Buyer’s Share (as applicable)</b>
FMPA All-Requirements Power Supply Project	23.49 %
FMPA Solar Project	76.51 %

**Part II. Other Solar Project Buyers; Each Other Solar Project Buyer’s Share**

<b>Project</b>	<b>Buyer or Other Solar Project Buyer (as applicable)</b>	<b>Buyer or Other Solar Project Buyer (as applicable) Share of Project</b>	<b>Buyer or Other Solar Project Buyer (as applicable) Share of the Solar Project Portfolio</b>
“Poinsett” Project in Osceola County	FMPA Solar Project	76.51%	25.51%
	FMPA All-Requirements Power Supply Project	23.49%	7.83%
“Holopaw Project” in Osceola County	OUC	45.64%	15.21%
	FMPA All-Requirements Power Supply Project	54.36%	18.12%
“Taylor Creek” Project in Orange County	OUC	100.00%	33.33%

**AGENDA ITEM 9 – INFORMATION ITEMS**

**a) Annual Debt Report**

**Executive Committee  
February 13, 2020**



# **Annual Debt Report As of 9/30/2019**

FMIPA Board of Directors  
and Executive Committee

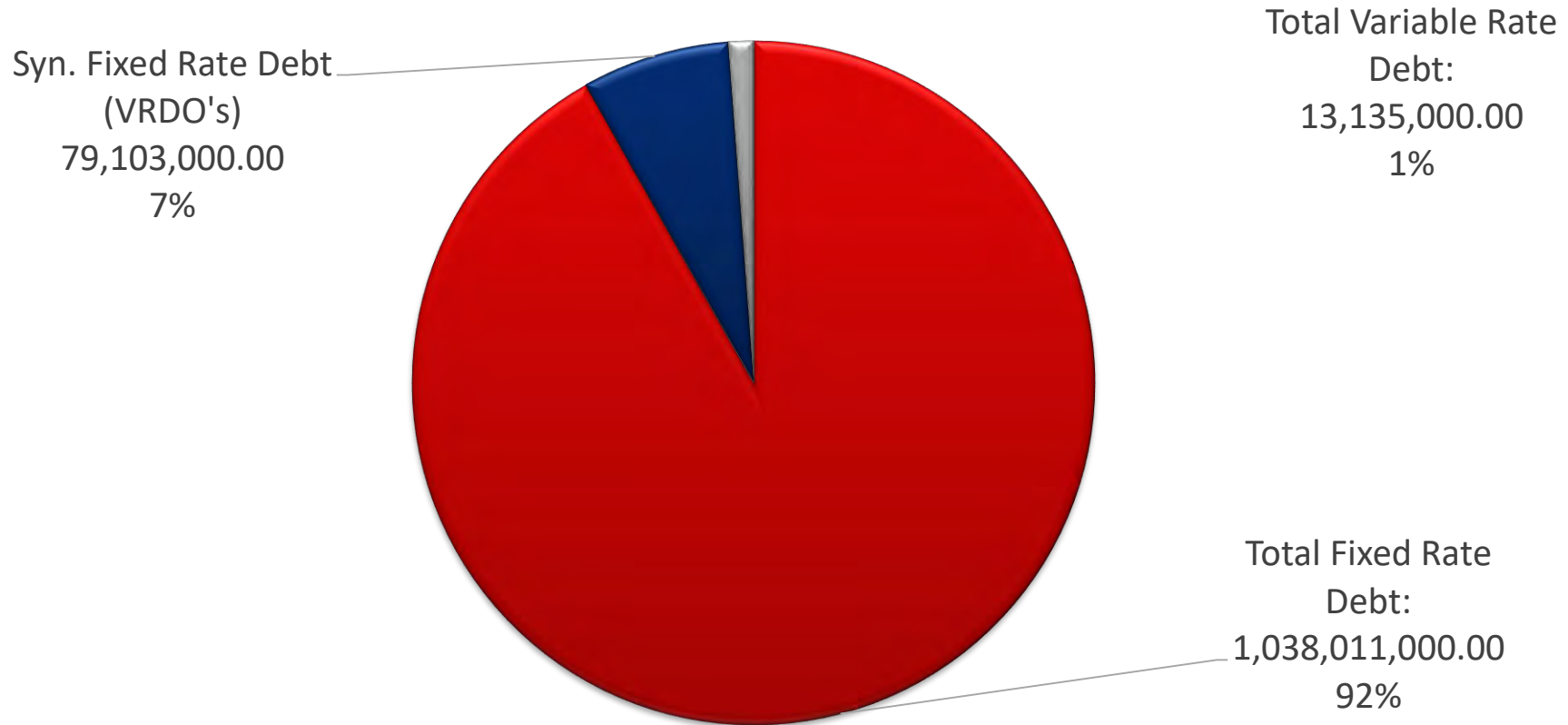
February 4, 2020



# 92% of All Project Debt is Fixed

*15% Higher Than Last Year*

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Includes All of FMPA Debt

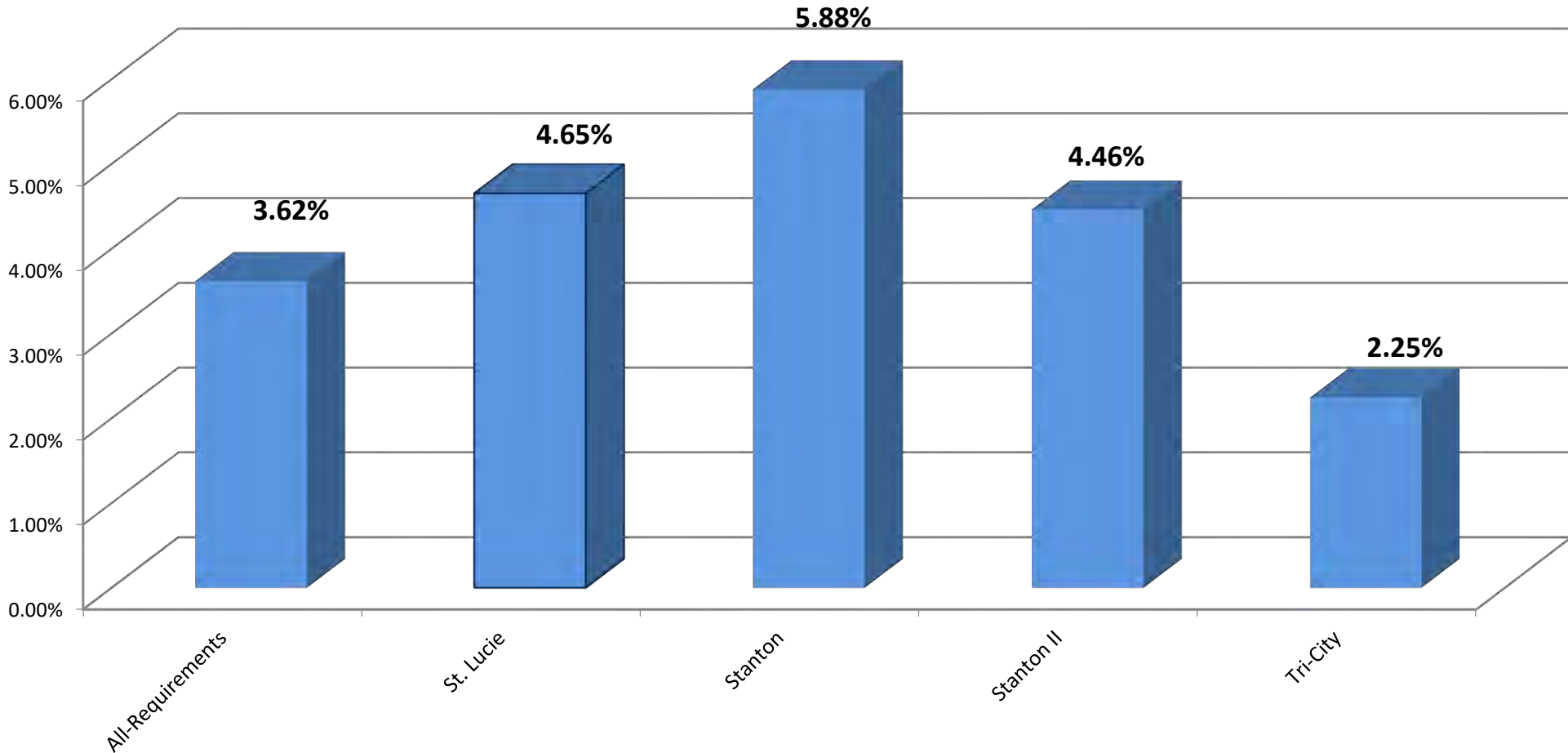
# FMPA Reduces Debt by \$310.5M in 2019

*ARP & St. Lucie Used Internal Funds To Pay Down Debt*

Project	9/30/19 \$'s in 000's	9/30/18 \$'s in 000's	Debt Reduction
All-Requirements	860,323	979,473	<119,150>
St. Lucie	134,850	304,125	<169,275>
Stanton	8,985	17,324	<8,339>
Stanton II	122,801	133,314	<10,513>
Tri-City	3,290	6,505	<3,215>
Total	\$1,130,249	\$1,440,741	<\$310,492>

# True Interest Cost of Debt by Project

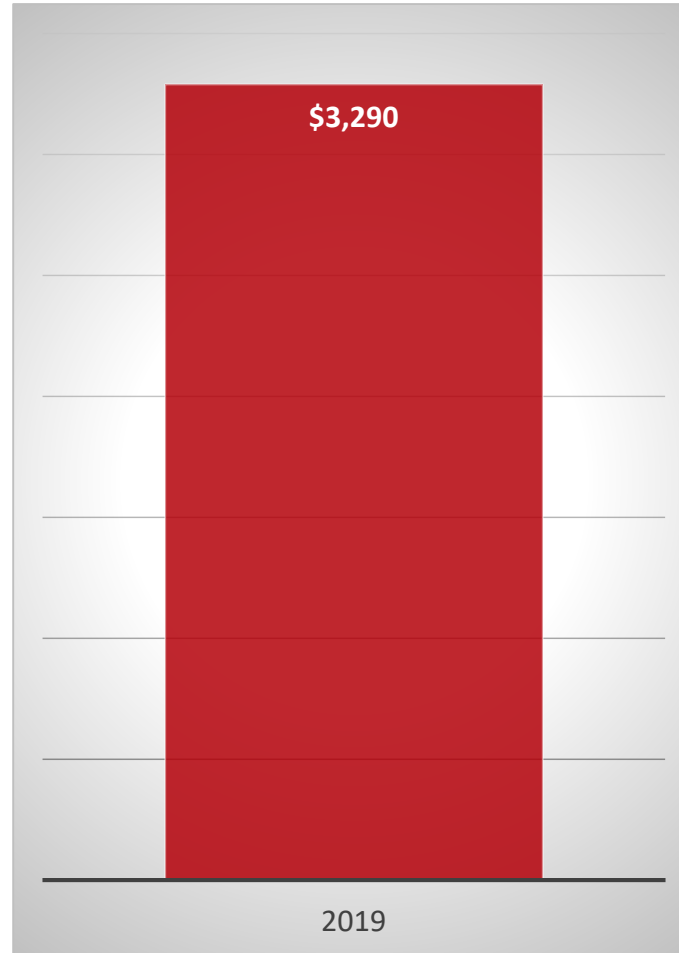
*Includes Swap, Bank, and Remarketing Fees*



# Paid in full 10/1/19

*Tri-City Project (\$'s in 000's)*

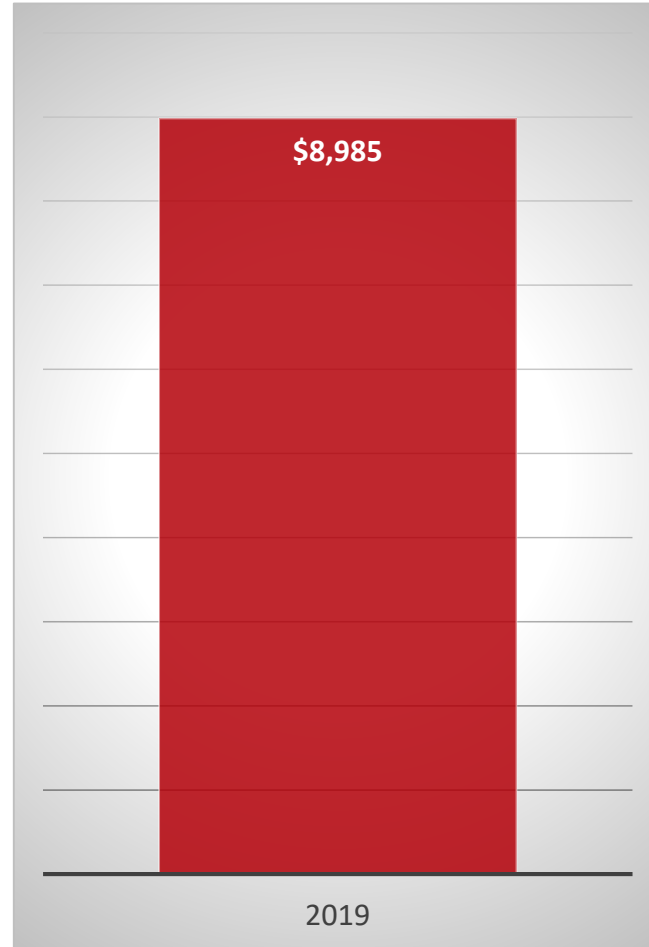
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# Paid in full 10/1/19

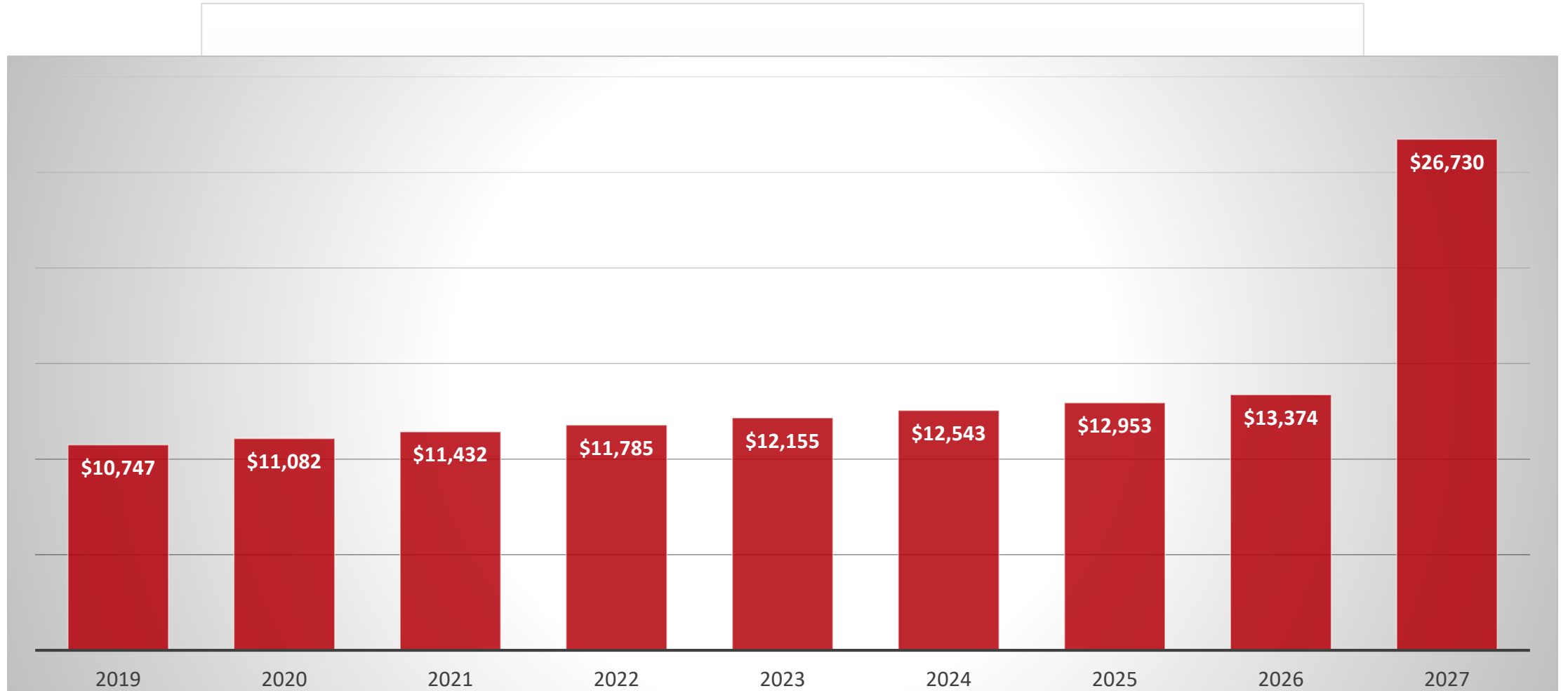
*Stanton Project (\$'s in 000's)*

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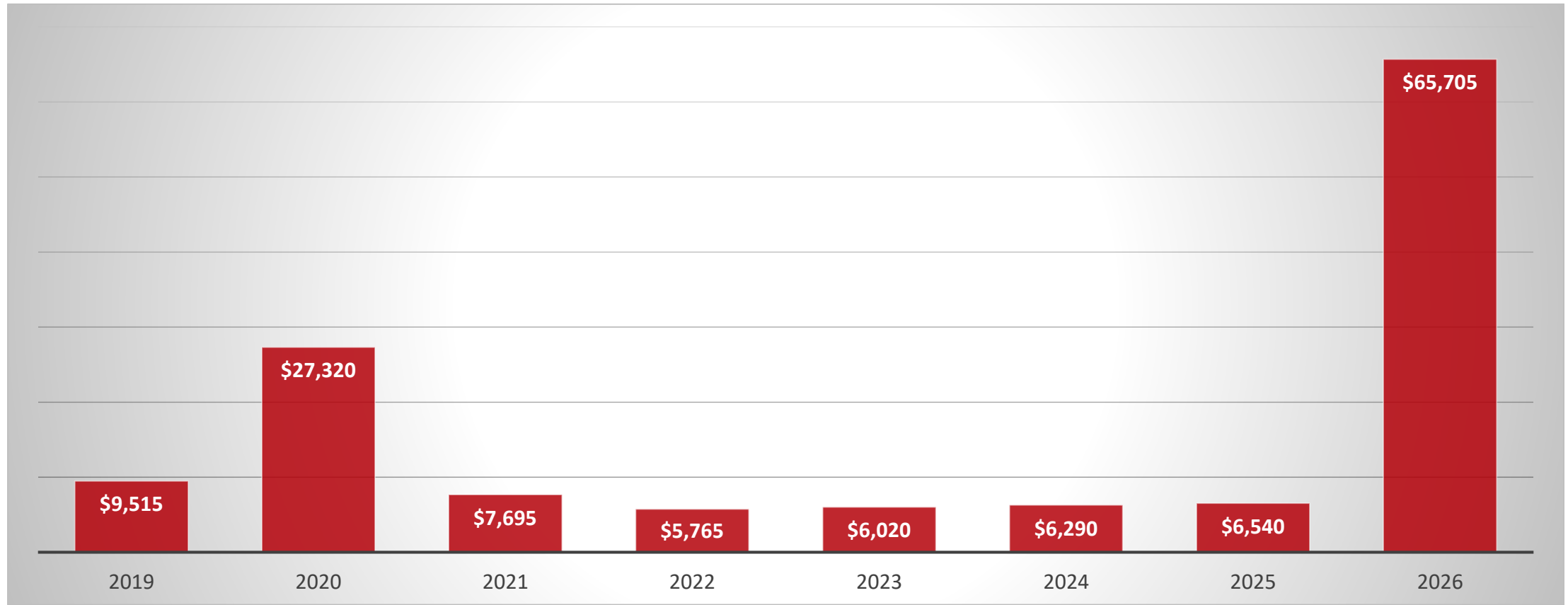
# General Reserve Can Fund Final Payment

*Stanton II (\$'s in 000's)*



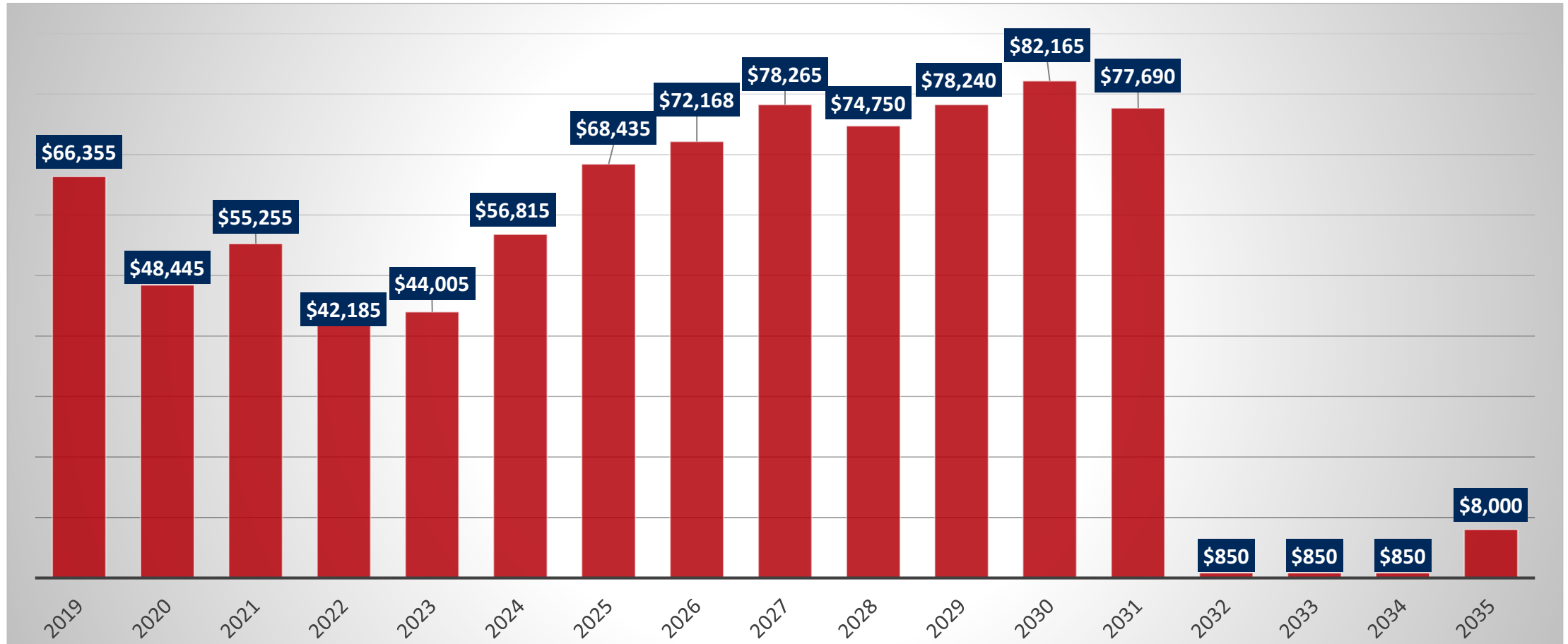
# \$42M in Investments Currently Held

*St. Lucie Project (\$'s in 000's)*



# ALL-Requirements Project

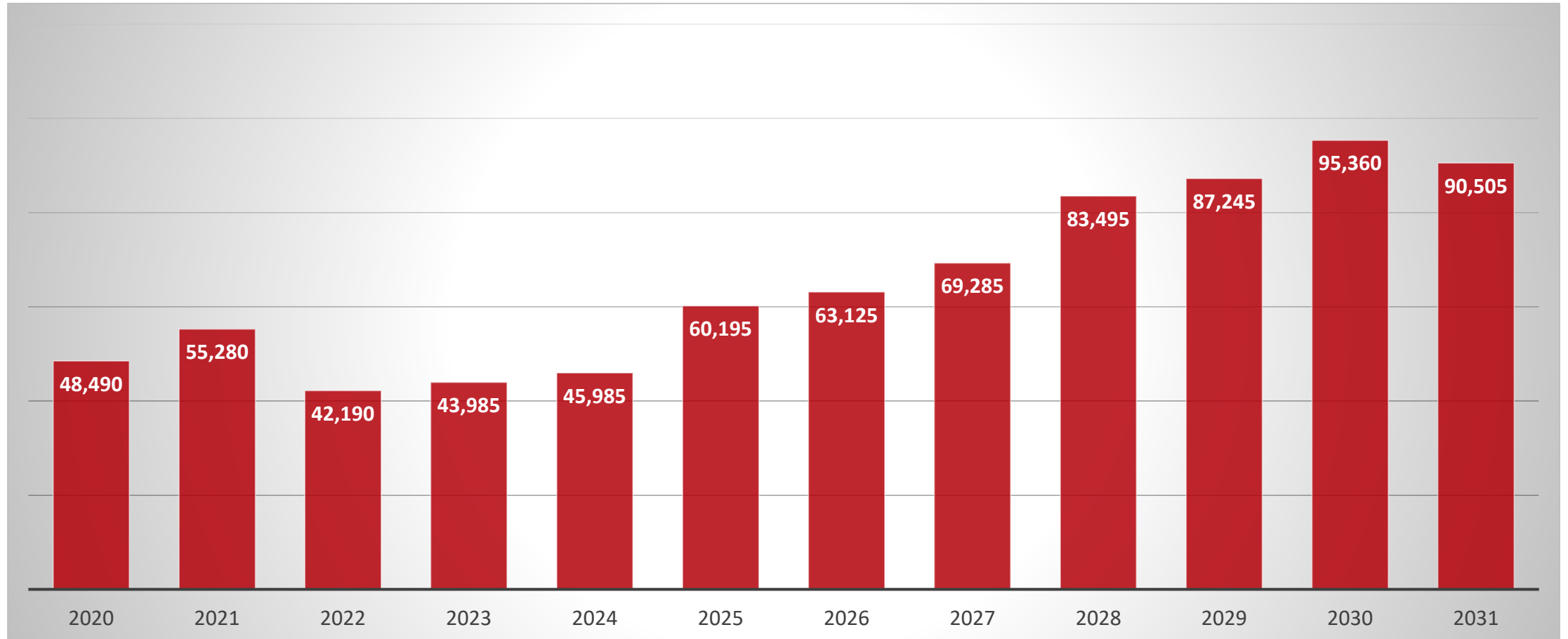
*Debt as of 9/30/2019*





# Current ARP Debt Principal Payments

*FY 2020 ARP Refunded Debt Terminating Swaps and LIBOR*



# Swap Diversification Meets Policy\*

## *All Requirements Project*

Dealer	Notional Amount (\$'s in 000)	Percentage
Bank of America/Merrill Lynch	\$17,540	2%
Goldman Sachs	22,953	3%
Morgan Stanley	22,953	3%
Wells Fargo	15,656	2%
Unswapped Debt	776,220	91%
Total Debt Outstanding	\$855,323	100%

\*Policy requires no counterparty exceed 35% of total Project debt



## QUESTIONS

## ARP Bonds Purpose of Bonds Summary

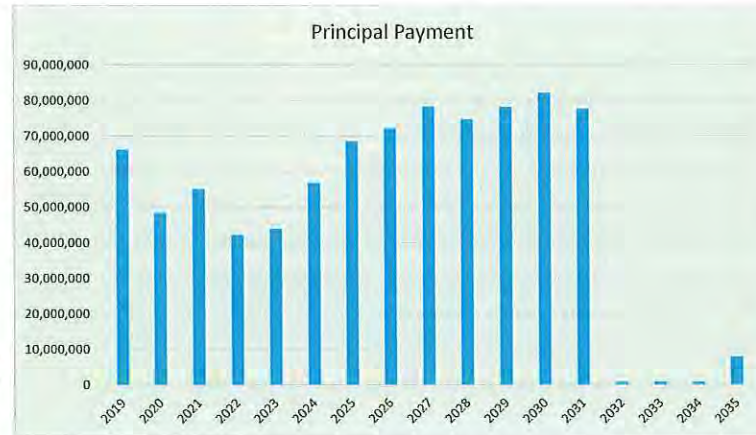
	Total Amount Issued (millions)	Purpose	Amount Outstanding as of 9/30/2019
ARP 2008A	\$509,555,000	Financing Cane Island 4, Wachovia Loans - Cane Island 3, Stanton and Stanton II Brine Plant Facilities. Partial refund 2006C and 2006B bonds. Refund 2003B-1 and 2003B-2 bonds. Refund Pooled Loan Program for Treasure Coast Energy Center #1 and Cane Island 4 Turbine Option	\$38,515,000
ARP 2008C	\$154,565,000	Partial refund 2006B bonds. Refund 2000 bonds	\$79,103,000
ARP 2009A	\$154,480,000	Financing Cane Island 4 new money	\$5,145,000
ARP 2009B	\$15,235,000	Financing Public Gas Partners capital improvements	\$15,235,000
ARP 2013A	\$15,000,000	PGP capital needs	\$8,135,000
ARP 2015B	\$115,770,000	Pay off 100% of the Taylor Swap termination fees and draws under the credit agreement	\$104,730,000
ARP 2016A	\$424,120,000	Refunded portion of 2008A and 2009A bonds	\$424,120,000
ARP 2017A	\$69,625,000	Refund 2011A-1, 2011B and interest rate swaps associated with the bonds	\$69,625,000
ARP 2017B	\$52,925,000	Refund 2011A-2 and interest rate swap associated with the bond	\$52,925,000
ARP 2018A	<u>\$57,790,000</u>	Refund all outstanding 2008A Bonds maturing on and after October 1, 2020	<u>\$57,790,000</u>
Total	<u><b>\$1,569,065,000</b></u>		<u><b>\$855,323,000</b></u>

**Non-ARP Bonds  
Purpose of Bonds Summary**

Series	Total Amount Issued (millions)	Purpose	Amount Outstanding as of 9/30/2019
St Lucie 2009A	\$37,820,000	Refinance the loan from the Pooled Loan Program and finance capital improvements.	\$12,010,000
St Lucie 2010	\$20,500,000	Finance capital improvements.	\$6,330,000
St Lucie 2011A	\$34,870,000	Partial refund of the 2002 bonds and swaps	\$22,345,000
St Lucie 2011B	\$24,305,000	Finance capital improvements and pay costs of issuance	\$24,305,000
St Lucie 2012A	\$58,870,000	Partial refund of the 2000 and 2002 bonds with swaps	\$58,870,000
St Lucie 2013A	\$24,305,000	Finance capital improvements	\$10,990,000
Stanton 2008	\$37,905,000	Refund the 1997, 2000 and 2002 bonds	\$7,595,000
Stanton 2009A	\$24,305,000	Refinance the loan from the Pooled Loan Program and finance capital improvements	\$1,390,000
Stanton II 2009A	\$6,615,000	Refinance the loan from the Pooled Loan Program and finance capital improvements	\$4,705,000
Stanton II 2012A	\$77,520,000	Refund 2002. Partial refund of the 2000 and 2004 w/swaps. Finance capital improvements	\$51,410,000
Stanton II 2017A	\$21,888,000	Refund 2000 auction rate securities and swaps	\$21,501,000
Stanton II 2017B	\$50,019,000	Refund 2004 auction rate securities and swaps	\$45,185,000
Tri-City 2009A	\$2,790,000	Refinance the loan from the Pooled Loan Program and finance capital improvements	\$410,000
Tri-City 2013A	\$16,460,000	Refund 2003A bonds and finance capital improvements	\$2,880,000
<b>Total</b>	<b><u>\$438,172,000</u></b>		<b><u>\$269,926,000</u></b>

ARP - CALCULATION BASED ON AVERAGE FY19 BILLING DEMAND

	Average Monthly Billing Demand (MW) FY 2019	% of Total	Bonds, Notes and Loans Outstanding as of 9/30/2019 <sup>1</sup>
Bushnell	5.1	0.5%	4,165
Clewiston	16.1	1.5%	13,217
Fort Meade	8.2	0.8%	6,707
Fort Pierce	81.4	7.8%	66,644
Green Cove Springs	19.9	1.9%	16,285
Havana	4.3	0.4%	3,562
Jacksonville Beach	127.6	12.2%	104,496
KUA	298.0	28.5%	244,059
Key West	116.2	11.1%	95,183
Lake Worth	0.0	0.0%	0
Leesburg	94.9	9.1%	77,707
Newberry	7.5	0.7%	6,175
Ocala	254.5	24.4%	208,479
Starke	10.6	1.0%	8,643
Vero Beach	0.0	0.0%	0
<b>Total</b>	<b>1,044.2</b>	<b>100.0%</b>	<b>855,323</b>

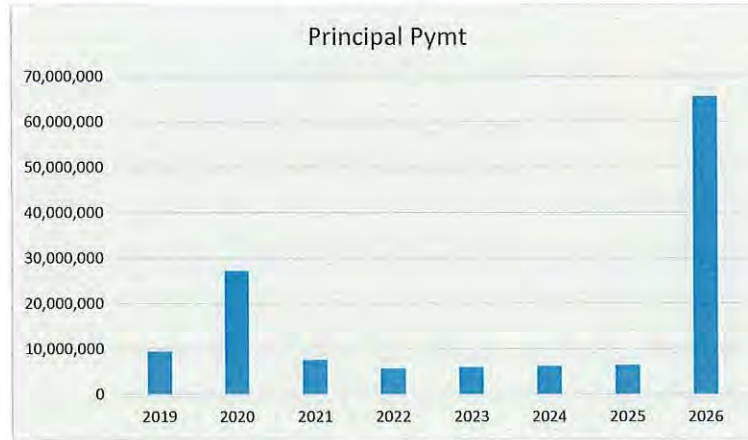


Payment October 1	Principal Payment
2019	66,355,000
2020	48,445,000
2021	55,255,000
2022	42,185,000
2023	44,005,000
2024	56,815,000
2025	68,435,000
2026	72,168,000
2027	78,265,000
2028	74,750,000
2029	78,240,000
2030	82,165,000
2031	77,690,000
2032	850,000
2033	850,000
2034	850,000
2035	8,000,000
	<b>855,323,000</b>

Footnote: ARP Participants' percent share of ARP debt payments varies monthly based on their monthly peak demand (less Excluded Resource capacity, if any) during the hour of the ARP system peak. Due to weather and other factors, such allocations can vary significantly from month to month. Additional factors such as varying levels of load growth among the Participants would also impact the allocations over time. Amounts shown are for illustrative purposes only and are based on each Participant's average monthly ARP billing demand during Fiscal Year 2019. It is important to note that this calculation is not the same as the calculation of outstanding ARP debt that each Participant would be required to pay in the event it exercised its right to withdraw from the ARP pursuant to Section 29 of the ARP Contract

**ST. LUCIE - Entitlement share by participant**

Entitlement Share %	Bonds, Notes and Loans Outstanding as of 9/30/2019 <sup>1</sup>		FY2019 Debt Service Related Budget <sup>2,3,4</sup>
	(\$000)	(\$000)	(\$000)
ALACHUA	0.431%	581	127
CLEWISTON	2.202%	2,969	647
FORT MEADE	0.336%	453	99
FORT PIERCE	15.206%	20,505	4,471
GREEN COVE SPRINGS	1.757%	2,369	517
HOMESTEAD	8.269%	11,151	2,431
JAX BEACH	7.329%	9,883	2,155
KISSIMMEE	9.405%	12,683	2,765
LEESBURG	2.326%	3,137	684
LAKE WORTH	24.870%	33,537	7,312
MOORE HAVEN	0.384%	518	113
NEWBERRY	0.184%	248	54
NEW SMYRNA BEACH	9.884%	13,329	2,906
STARKE	2.215%	2,987	651
ARP	15.202%	20,500	4,470
	<u>100.000%</u>	<u>134,850</u>	<u>29,401</u>



Payment October 1	Principal Pymt
2019	9,515,000
2020	27,320,000
2021	7,695,000
2022	5,765,000
2023	6,020,000
2024	6,290,000
2025	6,540,000
2026	65,705,000
	<u>134,850,000</u>

<sup>1</sup> Makes no assumption about any new debt needs.

<sup>2</sup> Annual debt-service-related budget amounts may vary by year.

<sup>3</sup> Use of monies on hand may reduce total debt service budget amounts collected from rates. As of 9/30/2019, \$42,865,898 (par amt) of investments in the General Reserve, Contingency, and Debt Service Reserves related accounts.

<sup>4</sup> Final debt service payment is October 1, 2026. Plant licensed by NRC to operate until 2043.

Indicates the partial assignment from the City of Vero Beach

**STANTON - Entitlement share by participant**

	Entitlement Share %	Bonds, Notes and Loans Outstanding as of 9/30/2019 <sup>1</sup> (\$000)	FY2019 Debt Service Related Budget <sup>2,3,4</sup> (\$000)
ARP	32.521%	12,750	3,078
FORT PIERCE	24.390%	9,562	2,309
HOMESTEAD <sup>A</sup>	12.195%	4,781	1,154
LAKE WORTH	16.260%	6,375	1,539
STARKE	2.439%	956	231
KUA <sup>A</sup>	12.195%	4,781	1,154
	100.000%	8,985	9,466

<sup>A</sup> Reflects impact of 50% Entitlement Share assignment from Homestead to KUA

<sup>1</sup> Makes no assumption about any new debt needs.

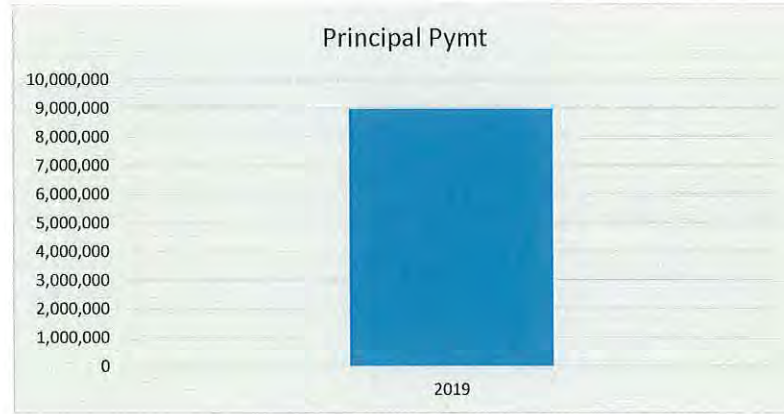
<sup>2</sup> Annual debt-service-related budget amounts may vary by year.

<sup>3</sup> Use of monies on hand may reduce total debt service budget amounts collected from rates. As of 9/30/2019, \$12,043,372 (par amt) of investments in the General Reserve and Contingency accounts.

<sup>4</sup> Final debt service payment is October 1, 2019.

Indicates amounts paid by ARP due to Participant being in the ARP

Indicates the partial assignment from the City of Vero Beach



Payment October 1	Principal Pymt
2019	8,985,000
	<u>8,985,000</u>



**STANTON II - Entitlement share by participant**

	Entitlement Share %	Bonds, Notes and Loans Outstanding as of 9/30/2019 <sup>1</sup> (\$000)	FY2019 Debt Service Related Budget <sup>2,3,4</sup> (\$000)
ARP	16.489%	20,249	2,481
FORT PIERCE	16.489%	20,249	2,481
HOMESTEAD <sup>A</sup>	8.244%	10,124	1,241
KUA <sup>A</sup>	32.977%	40,496	4,962
ST. CLOUD	14.671%	18,016	2,208
KEY WEST	9.893%	12,149	1,489
STARKE	1.237%	1,519	186
	100.000%	122,801	15,048

<sup>A</sup> Reflects impact of 100% and 50% Entitlement Share assignments respectively from Lake Worth and Homestead to KUA.

<sup>1</sup> Makes no assumption about any new debt needs.

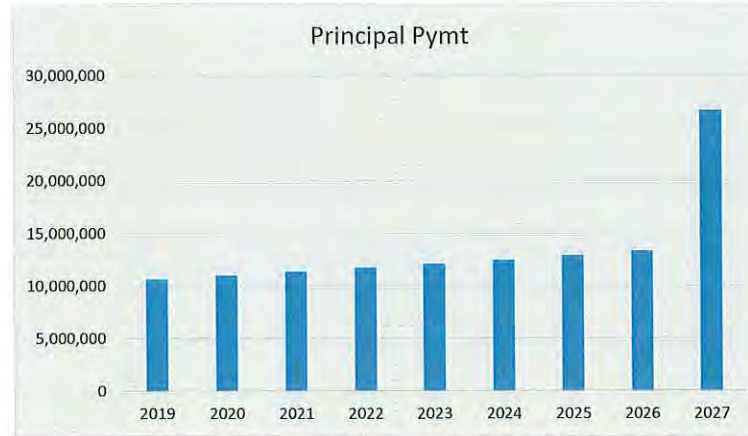
<sup>2</sup> Annual debt-service-related budget amounts may vary by year.

<sup>3</sup> Use of monies on hand may reduce total debt service budget amounts collected from rates. As of 9/30/2019, \$31,445,722 (par amt) of investments in the General Reserve, Contingency and Debt Service Reserve accounts.

<sup>4</sup> Final debt service payment is October 1, 2027.

<sup>5</sup> Funds on hand in 2027 will be used to reduce payment amount to typical amount level. See note <sup>3</sup> above.

Indicates amounts paid by ARP due to Participant being in the ARP  
 Indicates the partial assignment from the City of Vero Beach



Payment October 1	Principal Pymt
2019	10,747,000
2020	11,082,000
2021	11,432,000
2022	11,785,000
2023	12,155,000
2024	12,543,000
2025	12,953,000
2026	13,374,000
2027	26,730,000 <sup>5</sup>
<b>Total</b>	<b>122,801,000</b>

**TRI-CITY - Entitlement share by participant**

	Entitlement Share %	Bonds, Notes and Loans Outstanding as of 9/30/2019 <sup>1</sup> (\$000)	FY2019 Debt Service Related Budget <sup>2,3,4</sup> (\$000)
FORT PIERCE	22.73%	748	764
HOMESTEAD	22.73%	748	764
KEY WEST	54.55%	1,795	1,833
	100.00%	3,290	3,360

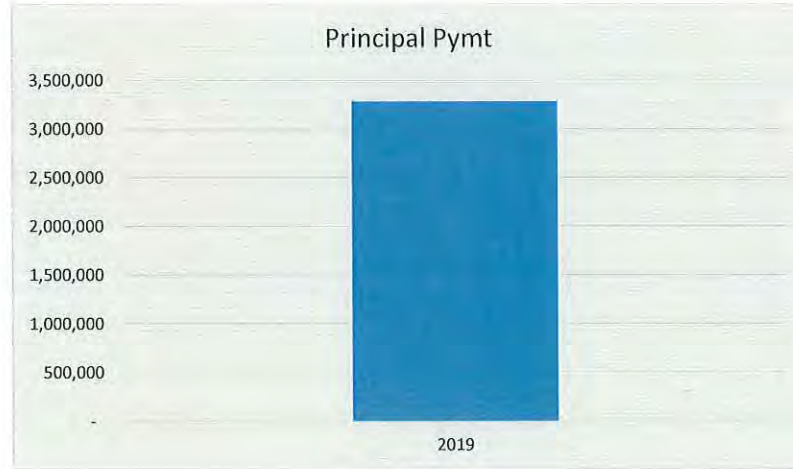
<sup>1</sup> Makes no assumption about any new debt needs.

<sup>2</sup> Annual debt-service-related budget amounts may vary by year.

<sup>3</sup> Use of monies on hand may reduce total debt service budget amounts collected from rates. As of 9/30/2019, \$1,757,547 (par amt) of investments in the General Reserve and Contingency accounts.

<sup>4</sup> Final debt service payment is October 1, 2019.

Indicates amounts paid by ARP due to Participant being in the ARP



Payment	Principal Pymt
October 1 2019	3,290,000
	<u>3,290,000</u>

**AGENDA ITEM 10 – MEMBER COMMENTS**

**Executive Committee  
February 13, 2020**

**AGENDA ITEM 11 – ADJOURNMENT**

**Executive Committee  
February 13, 2020**